



LIAN BENG GROUP LTD

Third Quarter Financial Statement And Dividend Announcement

Third Quarter financial statements on consolidated results for the period ended 28 February 2014.

These figures have not been audited.

PART I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) An income statement and statement of comprehensive income, or a statement of Comprehensive income for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year

	The Group		
	9 months ended 28 February 2014 S\$'000	9 months ended 28 February 2013 S\$'000	% Increase /(Decrease)
Revenue	585,564	350,664	67.0%
Cost of sales	(470,404)	(301,727)	55.9%
Gross profit	115,160	48,937	135.3%
Other operating income	3,812	7,538	-49.4%
Distribution expenses	(5,876)	(1,739)	237.9%
Administrative expenses	(18,650)	(13,592)	37.2%
Other operating expenses	(6,182)	(3,847)	60.7%
Finance costs	(1,935)	(631)	206.7%
Share of results of associates	(2,489)	(9)	27555.6%
Profit before taxation	83,840	36,657	128.7%
Taxation	(12,626)	(5,926)	113.1%
Profit for the period	71,214	30,731	131.7%
Other comprehensive income :			
Items that may be reclassified subsequently to profit or loss			
Foreign currency translation gain	4	12	-66.7%
Net gain on fair value changes of available-for-sale financial assets	64	170	-62.4%
Total other comprehensive income for the period, net of tax	68	182	-62.6%
Total comprehensive income for the period, net of tax	71,282	30,913	130.6%
Profit attributable to :			
Owners of the Company	50,330	30,140	67.0%
Non-controlling interests	20,884	591	3433.7%
	71,214	30,731	131.7%
Total comprehensive income attributable to:			
Owners of the Company	50,398	30,322	66.2%
Non-controlling interests	20,884	591	3433.7%
	71,282	30,913	130.6%

Notes to Income Statements:

		The Group		
		9 months ended 28 February 2014 S\$'000	9 months ended 28 February 2013 S\$'000	% Increase /(Decrease)
Other income including interest income	Note 1	2,906	3,492	-16.8%
Gain on disposal of property, plant & equipment		463	290	59.7%
Depreciation of property, plant and equipment	Note 2	(8,819)	(6,969)	26.5%
Depreciation of investment properties	Note 3	(997)	(158)	531.0%
Write back of impairment loss on unquoted investment securities	Note 4	-	1,194	NM*
Allowance for doubtful debt	Note 5	452	-	NM*
Dividend income from investment securities	Note 6	19	2,404	-99.2%
Gain on sale of investment securities	Note 7	154	5	2980.0%
Foreign exchange loss		(6)	(78)	-92.3%
Overprovision of tax in respect of prior years		424	453	-6.4%
Asset written off		5	-	NM*

* Not Meaningful

Explanatory notes:

- 1 The decrease in other and interest income was mainly due to the decline in rental income following the cessation of the leases with the tenants as the building formerly known as Hougang Plaza had been demolished for redevelopment. The decrease was also partly due to the cessation of interest charged in 9M14 to Emerald Land Pte Ltd ("Emerald") as the Group had disposed off its equity interest in Emerald in 2Q13. The decrease was offset by increase in interest income arising from the coupons for the corporate bonds.
- 2 The increase in depreciation of property, plant and equipment was mainly due to addition of plant and equipment as well as purchase of vessels.
- 3 The increase in depreciation of investment properties was mainly due to depreciation charges provided for the two units of residential properties at 111 Emerald Hill as well as phases 1 and 2 dormitories which were completed in March and September 2013 respectively.
- 4 The Group provided an impairment loss of \$1.2 million for the 10% effective interest in Emerald Land Pte Ltd ("Emerald") in FY12. In 9M13, the Group disposed its 10% effective interest in Emerald at cost and accordingly the impairment loss provided in prior year was reversed in 9M13.
- 5 Allowance for doubtful debt of \$0.5 million in 9M14 was due to the liquidation of a customer from the Ready-Mixed Concrete business segment.
- 6 In 9M13, the dividend income received mainly arose from the Group's 19% investment securities. In 9M14, the results of these investment securities were equity accounted for as post-acquisition changes in the share of net assets of the associate.
- 7 The increase in the gain on sale of investment securities was mainly due to gain on disposal of corporate bonds.

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	The Group S\$'000		The Company S\$'000	
	28-Feb-14	31-May-13	28-Feb-14	31-May-13
<u>Non-current assets</u>				
Property, plant and equipment	75,934	58,775	-	-
Investment properties	146,198	136,558	-	-
Investment in jointly-controlled entities	-	-	500	500
Investment in subsidiaries	-	-	51,252	46,656
Investment in associates	-	1,104	1,400	200
Deferred tax assets	447	200	-	-
Investment securities	70,856	9,313	-	-
	293,435	205,950	53,152	47,356
<u>Current assets</u>				
Construction work-in-progress	8,094	4,397	-	-
Development properties	177,717	162,427	-	-
Development properties held for sale	4,968	5,389	-	-
Inventories	10,909	6,916	-	-
Trade receivables	149,455	161,168	-	-
Other receivables and deposits	6,930	2,266	3	4
Prepayments	1,740	1,683	4	4
Receivables from related parties	1	1	90,158	70,996
Amount due from associates	85,538	63,541	17,988	15,100
Amounts due from jointly-controlled entities	10,734	7,032	26,879	26,879
Investment securities	1,022	1,020	-	-
Cash and cash equivalents	174,925	170,885	708	831
	632,033	586,725	135,740	113,814
<u>Current liabilities</u>				
Progress billings in excess of construction work-in-progress	92,234	98,817	-	-
Trade and other payables	144,280	134,803	46	68
Accruals	23,102	15,030	345	431
Amounts due to subsidiaries	-	-	90,317	55,043
Bank loans	80,992	2,963	-	-
Bills payable	344	-	-	-
Current portion of obligations under hire purchase	4,043	4,351	-	-
Provision for taxation	14,245	9,303	-	-
	359,240	265,267	90,708	55,542
Net current assets	272,793	321,458	45,032	58,272
<u>Non-current liabilities</u>				
Investment in associate	386	-	-	-
Bank loans	228,817	256,276	-	-
Obligations under hire purchase	6,909	6,787	-	-
Deferred tax liabilities	3,312	2,251	-	-
	239,424	265,314	-	-
Net assets	326,804	262,094	98,184	105,628
<u>Equity attributable to owners of the Company</u>				
Share capital	82,275	82,275	82,275	82,275
Capital reserve	474	474	-	-
Foreign currency translation reserve	(7)	(11)	-	-
Fair value adjustment reserve	656	592	-	-
Retained earnings	221,028	177,320	15,909	23,353
	304,426	260,650	98,184	105,628
Non-controlling interests	22,378	1,444	-	-
Total equity	326,804	262,094	98,184	105,628
	-	-	-	-

1(b)(ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 28 February 2014

Secured (S\$)	Unsecured (S\$)
85,379,000	0

As at 31 May 2013

Secured (S\$)	Unsecured (S\$)
7,314,000	0

Amount repayable after one year

As at 28 February 2014

Secured (S\$)	Unsecured (S\$)
235,726,000	0

As at 31 May 2013

Secured (S\$)	Unsecured (S\$)
263,063,000	0

Details of any collateral

As at 28 February 2014, the Group's borrowings of \$321.1 million (31 May 2013 : \$270.4 million) are secured by the Group's freehold and leasehold properties, development properties, investment properties, barges, tug boats, plant, machinery, motor vehicles and investment securities. The bank facilities of the subsidiary companies are also secured by corporate guarantees from the Company.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	The Group (S\$'000) 9 months ended 28-Feb-14	The Group (S\$'000) 9 months ended 28-Feb-13
<u>Cash flows from operating activities</u>		
Profit before taxation	83,840	36,657
<u>Adjustments for:-</u>		
Depreciation of property, plant and equipment	8,819	6,969
Depreciation of investment properties	997	158
Dividend income from investment securities	(19)	(2,404)
Gain on sale of property, plant and equipment	(463)	(290)
Net fair value gain on investment securities	(2)	(6)
Gain on bargain purchase	(119)	-
Write back of impairment loss on unquoted investment securities	-	(1,194)
Interest income	(1,831)	(1,544)
Interest expense	1,935	631
Unrealised exchange difference	10	13
Asset written off	5	-
Gain on sale of investment securities	(154)	(5)
Share of results of associates	2,489	9
Bad debt written off	10	-
Allowance for doubtful debts	452	-
	12,129	2,337
Operating cash flows before changes in working capital	95,969	38,994
<u>Changes in working capital :-</u>		
Development properties	(12,859)	(93,132)
Construction work-in-progress	(9,661)	2,046
Inventories	(3,993)	(2,585)
Trade receivables	11,284	(6,990)
Other receivables and deposits	(4,644)	(6,978)
Prepayments	(48)	78
Property held for sale	421	236
Trade payables, other payables, accruals and bills payable	10,186	10,918
Balances with related parties	(27,630)	(7,304)
	(36,944)	(103,711)
Cash flows from / (used in) operations	59,025	(64,717)
Interest paid capitalised in development properties	(2,431)	(617)
Income tax paid	(6,893)	(11,194)
Net cash flows from / (used in) operating activities	49,701	(76,528)
<u>Cash flows from investing activities</u>		
Interest received	972	1,668
Dividend income from investment securities	19	2,404
Additional investment in investment securities	(68,228)	(692)
Repayment of loans by associates	2,837	830
Purchase of property, plant and equipment	(11,069)	(8,262)
Purchase of investment properties	(10,636)	(70,169)
Proceeds from disposal of property, plant and equipment	628	348
Net cash outflow on acquisition of a subsidiary	(3,705)	-
Proceeds from disposal of investment securities	7,772	10,505
Investment in associates	(1,200)	-
Net cash flows used in investing activities	(82,610)	(63,368)
<u>Cash flows from financing activities</u>		
Interest paid	(1,935)	(631)
Share capital contribution from a non-controlling shareholder	350	20
Repayment of hire purchase creditors	(3,735)	(2,295)
Dividend paid on ordinary shares	(6,622)	(10,595)
Dividend paid to a non-controlling shareholder of a subsidiary	(300)	-
Repayment of bank loans	(27,659)	(3,500)
Proceeds from bank loan and bill payable	74,474	149,051
Loan from /(repayment to) minority shareholder of a subsidiary company	2,381	(17,115)
Net cash flows from financing activities	36,954	114,935
Net increase / (decrease) in cash and cash equivalents	4,045	(24,961)
Cash and cash equivalents at beginning of the period	170,885	186,778
Effect of exchange rate changes on balance held in foreign currencies	(5)	-
Cash and cash equivalents at end of the period	174,925	161,817

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediate preceding financial year

	Group						
	Share Capital	Capital Reserve	Translation Reserves	Fair Value Adjustment Reserves	Retained Earnings	Non-controlling interests	Total Equity
	S\$ '000	S\$ '000	S\$ '000	S\$ '000	S\$ '000	S\$ '000	S\$ '000
Balance as at 1 June 2012	82,275	351	(19)	379	148,473	788	232,247
Profit for the period	-	-	-	-	30,140	591	30,731
<u>Other comprehensive income</u>							
Net gain on fair value changes of available-for-sale financial assets	-	-	-	170	-	-	170
Foreign currency translation loss	-	-	12	-	-	-	12
Other comprehensive income for the period, net of tax	-	-	12	170	-	-	182
Total comprehensive (loss)/income for the period	-	-	12	170	30,140	591	30,913
<u>Contributions by and distribution to owners</u>							
Capital contributed by non-controlling interest	-	-	-	-	-	20	20
Acquisition of non-controlling interests without a change in control	-	123	-	-	-	(123)	-
Dividends on ordinary shares	-	-	-	-	(10,595)	-	(10,595)
Total transactions with owners in their capacity as owners	-	123	-	-	(10,595)	(103)	(10,575)
Balance as at 28 February 2013	82,275	474	(7)	549	168,018	1,276	252,585
Balance as at 1 June 2013	82,275	474	(11)	592	177,320	1,444	262,094
Profit for the period	-	-	-	-	50,330	20,884	71,214
<u>Other comprehensive income</u>							
Net gain on fair value changes of available-for-sale financial assets	-	-	-	64	-	-	64
Foreign currency translation gain	-	-	4	-	-	-	4
Other comprehensive income for the period, net of tax	-	-	4	64	-	-	68
Total comprehensive income for the period	-	-	4	64	50,330	20,884	71,282
<u>Contributions by and distribution to owners</u>							
Capital contributed by non-controlling interest	-	-	-	-	-	350	350
Dividends on ordinary shares	-	-	-	-	(6,622)	(300)	(6,922)
Total transactions with owners in their capacity as owners	-	-	-	-	(6,622)	50	(6,572)
Balance as at 28 February 2014	82,275	474	(7)	656	221,028	22,378	326,804
				Company			
	Share Capital	Retained Earnings	Total Equity				
	S\$ '000	S\$ '000	S\$ '000				
Balance as at 1 June 2012	82,275	26,824	109,099				
Loss for the period	-	(694)	(694)				
Total comprehensive loss for the period	-	(694)	(694)				
<u>Contributions by and distribution to owners</u>							
Dividends on ordinary shares	-	(10,595)	(10,595)				
Balance as at 29 February 2013	82,275	15,535	97,810				
Balance as at 1 June 2013	82,275	23,353	105,628				-
Loss for the period	-	(822)	(822)				
Total comprehensive loss for the period	-	(822)	(822)				
<u>Contributions by and distribution to owners</u>							
Dividends on ordinary shares	-	(6,622)	(6,622)				
Balance as at 28 February 2014	82,275	15,909	98,184				-

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year

None

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year

Total number of issued shares as at 28 February 2014 is 529,760,000 shares (FY 2013: 529,760,000 shares)

1(d)(iv) A statement showing all sales, transfer, disposals, cancellations and/or use of treasury shares as at the end of the current financial period reported on

Not Applicable

2 Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

The figures have not been audited nor reviewed by the Company's auditors.

3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)

Not Applicable

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements as at 31 May 2013, except for those disclosed under Paragraph 5.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change

The Group adopted the new/revised FRS and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 June 2013. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in respective FRS and INT FRS. The adoption of new/revised FRS and INT FRS did not result in any substantial changes to the Group's accounting policies nor any significant impact on the Group's financial statements.

6 Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

Earnings per share attributable to equity holders of the Company (cents per share)	9 months ended	
	28-Feb-14	28-Feb-13
(a) On a basic basis	9.50	5.69
(b) On a fully diluted basis	9.50	5.69

Earnings per share is calculated based on 529,760,000 ordinary shares for the current period. (9M13: 529,760,000 shares)

7 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	Group		Company	
	As at	As at	As at	As at
	28-Feb-14	31-May-13	28-Feb-14	31-May-13
Net asset value per ordinary share based on issued share capital at the end of the period reported on (cents)	57.46	49.20	18.53	19.94

Net asset value per share is calculated based on 529,760,000 ordinary shares in issue at the end of the current period. (FY2013: 529,760,000 shares)

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

A) Comprehensive Income Statements

The Group recorded \$585.6 million of revenue for the nine months ended 28 February 2014 ("9M14") as compared to \$350.7 million in the corresponding period last year ("9M13"). The surge in Group revenue by approximately \$235 million or 67% was mainly due to its industrial development property namely M-Space which attained TOP in January 2014. Hence, the Group recognised full revenue and profit in January 2014 for M-Space based on completed contract method. In addition, higher revenue recognition from the on-going and new construction projects also contributed to the rise in the Group's revenue. The construction segment remained a key driver to the Group revenue, contributing about 53% while its property development and ready-mixed concrete segments contributed 30% and 15% respectively. The dormitory business segment has also contributed approximately 2% of the Group revenue.

The Group's gross profit for 9M14 rose significantly by \$66.2 million or 135.3% to \$115.1 million from \$48.9 million in 9M13. This was due mainly to full recognition of gross profit from its industrial development property namely, M-Space.

Other operating income decreased to \$3.8 million in 9M14 from \$7.5 million in 9M13 which was due to the decrease in dividend income received and there was no write back of provision for impairment loss of investment securities in 9M14.

Distribution expenses increased from \$1.7 million in 9M13 to \$5.9 million in 9M14 which arose from the increase in selling and marketing expense from the sale of Spottiswoode Suites and The Midtown. Administrative expenses rose from \$13.6 million in 9M13 to \$18.6 million in 9M14 which was mainly due to an accrual for directors' remuneration based on the Group's performance for 9M14.

Other Operating expenses increased to \$6.2 million in 9M14 from \$3.8 million in 9M13 which was mainly due to increase in depreciation charges for property, plant & equipment and investment properties as well as the allowance for doubtful debt for the liquidation of a customer from Ready-Mixed Concrete business segment. Finance costs increased from \$0.6 million to \$1.9 million which was due to interest paid for the phase 1 and 2 dormitories which obtained TOP in March and September 2013 respectively whereas in 9M13, the interest incurred was capitalised in the investment properties.

The share of losses of associates of \$2.5 million was mainly due to the selling and marketing expenses arising from the sale of Newest, KAP Residences, Eco-tech@Sunview and Floraville. Non-controlling interest ("NCI") increased to \$20.9 million in 9M14 which was mainly due to NCI's share of profit from the full recognition of profit from the industrial development, M-Space as well as the dormitory business.

Taking into account the above and taxation, the Group recorded a historical high of 131.7% increase in profit after tax to \$71.2 million for 9M14, compared to \$30.7 million for 9M13.

B) Financial Position Statements

Property, plant and equipment increased to \$75.9 million in 9M14 from \$58.8m which was largely due to addition of the factory located at Pioneer Close through the acquisition of 100%-owned Associated KHL Industries Pte Ltd ("AKHL") as well as purchase of plant, equipment and vessels, partly offset by depreciation charges and disposal of plant and equipment.

Long term investment properties increased to \$146.2 million in 9M14 from \$136.6 million in FY13 which was mainly due to progressive payments for the residential properties and development cost incurred for the phase 2 workers' dormitory at Mandai Estate.

Investment securities increased to \$70.9 million in 9M14 from \$9.3 million in FY13 which was mainly due to the long term investment in high yield corporate bonds.

Investment in associates in 9M14 of negative \$0.4 million compared to positive \$1.1 million in FY13 which was mainly due to the share of losses of associates.

Development properties increased from \$162.4 million to \$177.7 million in 9M14 which was mainly due to increase in costs incurred for Lincoln Suites, Spottiswoode Suites, The Midtown and the 65%-owned development project at Mandai Link offset by the increase in progressive income received from Lincoln Suites, The Midtown and Spottiswoode Suites.

In line with the increase in business activities, inventories, other receivables, amounts due by jointly-controlled entities, amounts due by associates, trade and other payables and construction work-in-progress in excess of progress billings all registered increases. Trade receivables decreased to \$149.5 million in 9M14 from \$161.2 million was mainly due to stronger collections as a result of the mature stage of completion for several construction projects.

Total borrowings increased from \$270.4 million to \$321.1 million in 9M14 which was mainly due to additional bank borrowing to finance the dormitory at Mandai Estate and the 65%-owned property development project at Mandai Link as well as long term investment in corporate bonds. The increase was also due to the finance of the purchase of tugs and barges as well as the consolidation of the bank loan through the acquisition of 100%-owned AKHL. The increase in bank borrowings was partly offset by the full repayment of bank loan pertaining M-Space.

C) Cash Flow Statements

Net cash generated from operating activities of \$49.7 million in 9M14 was mainly due to operating cash flow before changes in working capital of \$96.0 million after offsetting net working capital outflow of \$36.9 million and deducting payment of income tax and interest charges amounted to \$9.3 million.

Net cash used in investing activities of \$82.6 million in 9M14 was mainly due to long term investment in high yield corporate bonds, purchase of property, plant & equipment and progressive payments for investments in residential properties, acquisition of 100%-owned AKHL and cost incurred in workers' dormitory offset by proceeds from disposal of property, plant and equipment, bonds, shares and repayment of loan by associates.

Net cash generated from financing activities of \$37.0 million in 9M14 was mainly attributable to additional bank loans used to finance the dormitory at Mandai Estate, 65%-owned property development at Mandai Link and investment in high yield corporate bonds as well as purchase of tugs and barges offset by repayment of bank loans, hire purchase creditors and dividend paid to shareholders.

Overall, cash and cash equivalents stood at \$174.9 million as at 28 February 2014, representing an improvement of \$13.1 million from \$161.8 million as at 28 February 2013.

9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

The Group's Third Quarter Results is in line with the cautious market outlook previously announced in the paragraph 10 of the Half Year Results announcement.

10 A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

According to BCA's 2014 forecast, construction demand is expected to reach between \$31 billion and \$38 billion, driven by strong public housing demand and anticipated higher construction demand for institutional developments and major infrastructure projects. Public sector projects are expected to contribute to the bulk of the industry's total demand at close to 60%, or between \$19 billion and \$22 billion. The expansion will be fuelled by an anticipated higher volume of contracts to be awarded for institution and civil engineering construction works. In the light of this, the Group is still cautiously optimistic of the outlook for the construction industry for the next 12 months.

The Group will continue to focus on its core business of construction and remain active in tendering for new projects in the public and private sectors to generate sustainable revenue and profitability. As to-date, the Group's order book stood at \$1.1 billion which will provide it with a sustainable flow of activities for the Group through to FY17.

Going forward, the Group's dormitory business segment is expected to have a material contribution to the Group's revenue and profits, and will contribute to long term recurring income to the Group. In addition, the Group intends to change the method of accounting for investment properties from cost to fair value model, comprising the property relating to the dormitory business as well as residential and industrial properties which are held to earn rentals or for capital appreciation or both, which is likely to make a material contribution to the Group's profits for the full financial year ending 2014.

The Group will continue to explore business opportunities in the region through acquisition, joint venture and/or strategic alliances that would complement its construction and property development business thereby increase the revenue for the Group.

11 Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable

No dividend has been declared/recommended during the financial period.

(d) Books closure date

No dividend has been declared/recommended during the financial period.

12 If no dividend has been declared/recommended, a statement to that effect

No dividend has been declared/recommended during the financial period.

13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Not applicable as no IPT mandate has been obtained.

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 14 Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year**

Not applicable

- 15 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

Not applicable

- 16 A breakdown of sales**

Not applicable

- 17 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year**

Not applicable

BY ORDER OF THE BOARD

Ong Pang Aik
Chairman and Managing Director
10 April 2014

CONFIRMATION PURSUANT TO RULE 705(5) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

**For the announcement of unaudited financial statements
for the third quarter ended 28 February 2014**

We, Ong Pang Aik and Ong Lay Koon, being Directors of Lian Beng Group Ltd ("the Company"), do hereby confirm, for and on behalf of the Board of Directors of the Company, that, to the best of our knowledge, nothing has come to the attention of the Board which may render the unaudited third quarter financial results for the period ended 28 February 2014 to be false or misleading in any material respect.

For and on behalf of the Board of Directors.

Ong Pang Aik
Chairman and Managing Director

Ong Lay Koon
Executive Director

10 April 2014