S I2I LIMITED
(Formerly known as Spice i2i Limited)
(Incorporated in the Republic of Singapore)
(Company Registration No. 199304568R)

(A) UPDATE OF THE UNAUDITED FULL YEAR FINANCIAL STATEMENTS FOR THE 18 MONTHS ENDED 31 DECEMBER 2013

(B) QUALIFIED OPINION AND EMPHASIS OF MATTER BY THE INDEPENDENT AUDITOR ON THE AUDITED FINANCIAL STATEMENTS

(C) CLARIFICATIONS BY THE COMPANY ON THE QUALIFIED OPINION AND EMPHASIS OF MATTER BY THE INDEPENDENT AUDITOR ON THE AUDITED FINANCIAL STATEMENTS

(D) REPORT MADE BY ERNST & YOUNG LLP TO THE MINISTER OF FINANCE UNDER SECTION 207(9A) OF THE COMPANIES ACT

(A) UPDATE OF THE UNAUDITED FULL YEAR FINANCIAL STATEMENTS FOR THE 18 MONTHS ENDED 31 DECEMBER 2013

The Board of Directors (the "**Board**") of S i2i Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the announcement dated 1 March 2014 on the unaudited full year financial statements of the Group for the 18 months ended 31 December 2013 (the "**Results Announcement**").

The Board would like to highlight that there are differences (the "**Differences**") between the figures set out in the Results Announcement and the audited consolidated financial statements of the Group for the financial period from 1 July 2012 to 31 December 2013 (the "**FY2013 Financial Statements**") and these are set out in Appendix 1 to this announcement.

(B) QUALIFIED OPINION AND EMPHASIS OF MATTER BY THE INDEPENDENT AUDITOR ON THE AUDITED FINANCIAL STATEMENTS

Pursuant to Rule 704(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"), the Board wishes to announce that the Independent Auditor of the Company, Ernst & Young LLP (the "**Auditor**"), has issued a qualified opinion (the "**Qualified Opinion**") and emphasis of matter (the "**EOM**") in relation to the FY2013 Financial Statements.

The nature and contents of the Qualified Opinion and the EOM are contained in the Independent Auditor's Report for FY2013 (the "**Independent Auditor's Report**"). A copy of the Independent Auditor's Report, together with the extracts of the relevant notes to the FY2013 Financial Statements, is attached as Appendix 2 to this announcement.

The Independent Auditor's Report and the FY2013 Financial Statements will form part of the Company's Annual Report for FY2013 (the "**FY2013 Annual Report**") which will be dispatched to the shareholders of the Company (the "**Shareholders**") in due course.

Shareholders are advised to read the Independent Auditor's Report and the FY2013 Annual Report in their entirety and to read this announcement in conjunction with the Independent Auditor's Report and the FY2013 Annual Report.

(C) CLARIFICATIONS BY THE COMPANY ON THE QUALIFIED OPINION AND EMPHASIS OF MATTER BY THE INDEPENDENT AUDITOR ON THE AUDITED FINANCIAL STATEMENTS

The Company wishes to make the following statements with regard to the Qualified Opinion and the EOM in the Independent Auditor's Report.

(i) Cavu Corp Pte. Ltd., a wholly-owned subsidiary of the Company, and its subsidiaries (collectively, the "**Cavu Group**")

The Company refers to the basis for the Qualified Opinion and the EOM in the Independent Auditor's Report with reference to note 39 to the FY2013 Financial Statements in relation to the Cavu Group. The Company would like to clarify the situation as follows:

(a) On or about 21 February 2014, the audit committee of the Company ("**Audit Committee**") was alerted by the Auditor to certain irregularities in the accounting records of the Cavu Group. The Audit Committee immediately took steps and directed the Auditor to investigate further.

(b) The Cavu Group is engaged in a separate business of IT infrastructure services and system integration and operates, outside of Singapore, independent of the other businesses of the Group.

(c) The initial review by the Auditor to date indicates that these irregularities are limited to the Cavu Group.

(d) The Company notes that in the past years, the Cavu Group was subject to regular internal and statutory audits and no such irregularities have been highlighted in such previous audits.

(e) All adjustments as advised by the Auditor as at the date of this announcement arising from the above have been incorporated in the FY2013 Financial Statements and as further elaborated in Appendix 1.

(f) The Audit Committee also appointed Ernst & Young Advisory Pte. Ltd. ("**EY Advisory**") to carry out an independent investigative review on the matter. Such review is still on-going as at the date of this announcement. The Audit Committee is in regular discussions with EY Advisory and the management of the Company on this review and will update the Shareholders of any material developments as and when they arise. The Company will also initiate a review of the internal controls and processes of the Cavu Group and will take the necessary steps once the investigative review is completed.

(ii) PT Selular Global Net, an indirect subsidiary of the Company, and its subsidiaries (collectively, the "**PT Selular Group**", which operates in the Indonesian market)

(a) The Company refers to the basis for the Qualified Opinion in the Independent Auditor's Report with reference to note 25 to the FY2013 Financial Statements which concerns the unavailability of certain documentary evidence to verify the occurrence of certain sales of mobile phones made by the PT Selular Group. The Company would like to clarify the situation as follows:

(1) In the six-month period ended December 2012, the management of the PT Selular Group in Indonesia overseeing the mobile phones sales business decided to close certain branch offices and warehouses in Indonesia, as part of efforts to increase efficiency and reduce costs to remain competitive in the market. The closures took place in the six-month period ended December 2012. Consequently, certain documents relating to sales of mobile phones made by the PT Selular Group could not be traced.

(2) The Company understands from the Auditor that in particular, the Auditor had required signed copies of delivery notes as an important piece of documentary evidence required for the purposes of the audit, in order to verify sales of mobile phones made by the PT Selular Group. The Company notes that certain signed delivery notes were not traceable in the samples chosen by the Auditor during the 18-month period under review. From the total invoices selected as samples by the Auditor, approximately 65% were invoices recording the sale of not more than five phones per invoice. The remaining invoices related to the sale of more than five phones but not exceeding 250 phones per invoice. In addition, the Auditor has referred to the practice of "*on account*" and cash payments for the tested samples made by counter-party dealers which the Auditor viewed as insufficient evidence towards settlement of individual invoices. The Company notes that "*on account*" and cash payments are standard industry practices in Indonesia and being consistently followed.

(3) The Company further notes that there are no outstanding receivables and no write-offs in the audited accounts of the PT Selular Group as at 31 December 2013 in relation to any of the transactions which the Auditor has identified as transactions where the documentary evidence they have required described above, was not available.

(4) The Company notes that the findings of the Auditor regarding the unavailability of these documents during the 18-month period under review are limited to certain documents for the period from July 2012 to December 2012. The Company further notes that no exceptions or findings were reported in relation to the period from January 2013 to December 2013, due to the corrective steps taken by the PT Selular Group.

(b) The Company refers to the EOM with reference to note 25 to the FY2013 Financial Statements concerning the complaint received by the Group in respect of revenue recognised by the PT Selular Group on certain sales transactions. The Company would like to clarify the situation as follows:

(1) The Company was informed of a letter with allegations, *inter alia*, regarding certain quantities of mobile phones billed and not delivered in Indonesia. This letter was fraudulently signed in the name of an ex-employee. The actual ex-employee denied that he had sent the letter, through a court affidavit. The Audit Committee nevertheless has initiated a review instead of dismissing it as a frivolous or malicious complaint. A professional firm was engaged to perform a review on this allegation. This review is on-going and the Shareholders will be updated on any material progress or outcome in due course.

(2) In addition to the above, the Audit Committee also authorised the Auditor to undertake other additional audit procedures to conduct further investigation as part of their audit processes, including interviews with the dealers, verification of documents and increasing sample size. The Company notes that for the 18-month period under review, the findings of the Auditor are limited to missing documents related to transactions for the period from July 2012 to December 2012 and no further exceptions or findings were reported in relation to the period from January 2013 to December 2013, due to the corrective steps taken by the PT Selular Group.

(3) As part of the additional audit procedure conducted by the Auditor as authorised by the Audit Committee, eight counter-party dealers to whom the PT Selular Group sold, *inter alia*, house brand mobile phones to were subject to interviews and questionnaires by the Auditor. The questionnaires and interviews focused on the sales process, returns and outstanding balances. The Company notes that five of the counter-party dealers completed all the

questions to the satisfaction of the Auditor. As the remaining three counter-party dealers did not complete the questionnaire to the satisfaction of the Auditor, the Auditor proceeded to further conduct interviews with representatives of these three counter-party dealers but have taken the view that these interviews were not completed to their satisfaction. The Company notes that the PT Selular Group has no actual authority to compel the co-operation of these third parties.

(D) REPORT MADE BY ERNST & YOUNG LLP TO THE MINISTER OF FINANCE UNDER SECTION 207(9A) OF THE COMPANIES ACT

We have been notified by Ernst & Young LLP that a report dated 24 March 2014 has been submitted to the Minister of Finance pursuant to Section 207(9A) of the Companies Act (Cap. 50) of Singapore which makes reference to certain irregular transactions identified by Ernst & Young LLP in the course of the performance of their duties as auditors of a subsidiary within the Cavu Group. The Company believes that these irregular transactions relate to the matters highlighted in Section (C)(i)(a) and (c) above.

All adjustments as advised by the Auditor as at the date of this announcement in relation to the matters highlighted in Section (C)(i)(a) and (c) above have been incorporated in the FY2013 Financial Statements and as further elaborated in Appendix 1.

(E) GENERAL

The Board is of the view that there is sufficient information in the market for trading in the Company's shares to continue. The Company will expeditiously make further announcements on the above matters as and when there are material developments thereon.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Company's shares. When in doubt Shareholders and potential investors are advised to seek independent advice from their professional advisers before trading or making any investment decision on the Company's shares.

BY ORDER OF THE BOARD

Maneesh Tripathi

Chief Executive Officer
S I2I LIMITED
24 March 2014

Appendix 1

The Differences (which exceeds 0.05% of the Company together with its subsidiaries (the "Group") revenue) are set out in the table below:

Reference to the Announcement	Unaudited US$'000	Audited US$'000	Difference US$'000	Main reasons for Difference
1 (a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year				
Turnover	770,586	769,587	(999)	Audit adjustment in respect of certain service revenues
Other expenses	(43,155)	(43,838)	(683)	Audit adjustment regarding impairment of certain fixed assets and increase in allowance for doubtful receivables, stock obsolence and legal and professional fees
Loss before taxation	(54,613)	(56,189)	(1,576)	Consequent effect of changes due to audit adjustments
Loss for the period from continuing operations	(55,888)	(57,464)	(1,576)	Consequent effect of above
Net loss for the period	(56,448)	(58,024)	(1,576)	Consequent effect of above
Loss attributable to:				
Owners of the parent	(55,888)	(57,464)	(1,576)	Consequent effect of above
Total	(56,448)	(58,024)	(1,576)	Consequent effect of above
Note 12: Other expenses				
(Impairment)/Write Back of property, plant and equipment	5	(493)	(498)	Audit adjustment regarding impairment of certain fixed assets
Total other expenses	(43,155)	(43,838)	(683)	Audit adjustment regarding impairment of certain fixed assets and increase in allowance for doubtful receivables, stock obsolence and legal and professional fees
A statement of comprehensive income for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year				
Profit/(loss) for the period	(56,448)	(58,024)	(1,576)	Reasons as above and net of transaltion effect
Total comprehensive loss for the period	(64,227)	(65,789)	(1,562)	Consequent effect of above
Total comprehensive (loss)/income attributable to:				
Owners of the parent	(64,134)	(65,696)	(1,562)	Consequent effect of above
Total	(64,227)	(65,789)	(1,562)	Consequent effect of above
1 (b) (i): A statement of financial position (for the issuer and group), together with a comparative statement at the end of the immediately preceding financial year				
Group				
Accumulated losses	(315,193)	(316,768)	(1,575)	Consequent effect of increase in losses as explained above
Equity attributable to owners of the parent	91,698	90,136	(1,562)	Consequent effect of losses and movement in translation reserve
Total equity	91,781	90,219	(1,562)	Consequent effect of above
Property, plant & equipment	6,499	5,984	(515)	Impairment of certain fixed assets as explained above and effect of depreciation
Current assets	86,566	85,140	(1,426)	Effect of changes in various current assets consequent effect of audit adjustments
Trade debtors, current	25,593	24,458	(1,135)	Consequent effect of audit adjustment in respect of certain service revenues and increase in provision for doubtful debts

Lease obligations, current	214	2,470	2,256	Reclassification from loans and borrowings
Loans and bank borrowings	15,558	13,609	(1,949)	Reclassification to Lease obligations and non- current liabilities
Net current assets	44,976	43,620	(1,356)	Effect of changes in various current assets and reclassification to Non current liability, consequent effect of audit adjustments
Net Assets	91,781	90,219	(1,562)	Consequent effect of above
Company				
Accumulated losses	(327,207)	(327,642)	(435)	Impact of above audit adjustments on impairment of investment in Cavu Group
Equity attributable to owners of the parent	76,769	76,334	(435)	Consequent effect of above
Total equity	76,769	76,334	(435)	Consequent effect of above
Investment in subsidiaries	39,381	38,946	(435)	Impact of above audit adjustments on impairment of investment in Cavu Group
Net Assets	76,769	76,334	(435)	Consequent effect of above

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

Amount repayable in one year or less, or on demand

Unsecured	5,327	3,073	(2,254)	Reclassification to Lease obligations

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

Loss before taxation from continuing operations	(54,613)	(56,189)	(1,576)	Consequent effect of increase in losses as explained above
Total loss before taxation	(55,173)	(56,749)	(1,576)	Consequent effect of above
Impairment of fixed assets		493	493	Adjustment to arrive at operating loss before working capital changes
Operating loss before working capital changes	(30,709)	(31,781)	(1,072)	Consequent effect of increase in losses and adjustments on account of allowance for doubtful trade debts, impairment of fixed assets
(Increase)/decrease in trade debtors	23,483	24,535	1,052	Consequent effect of audit adjustment in respect of certain service revenues and increase in provision for doubtful debts
Repayment of loans	(22,230)	(24,498)	(2,268)	Reclassification from loans and borrowings
(Repayment) Proceeds from obligations under finance lease	(654)	1,521	2,175	Reclassification from loans and borrowings

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 arsing from capitalisation issues and distribution to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Group				
Total comprehensive income/(loss) for the quarter ended December 2013	(22,370)	(23,932)	(1,562)	Reasons as above , net of translation effect
Balance as at 31st December 2013	91,781	90,219	(1,562)	Reasons as above , net of translation effect
Company				
Total comprehensive income/(loss) for the quarter ended December 2013	(29,466)	(29,901)	(435)	Impact of above audit adjustments on impairment of investment in Cavu Group
Balance as at 31st December 2013	76,769	76,334	(435)	Consequent effect of above

15: Part II - Additional information required for full year announcement

Operating segments - Computing

Turnover - external sales	64,137	63,138	(999)	Audit adjustment in respect of certain service revenues
Write back/ (impairment) of property, plant and equipment	-	(493)	(493)	Audit adjustment regarding impairment of certain fixed assets
Profit/(Loss) before taxation	(4,371)	(5,948)	(1,577)	Consequent effect of above
Profit/(Loss) after taxation	(5,223)	(6,800)	(1,577)	Consequent effect of above
Segment assets	29,796	27,855	(1,941)	Consequent effect of audit adjustment in respect of certain accounts receivables, inventory and fixed assets
Segment liabilities	16,134	15,755	(379)	Audit adjustments relating to accruals
Geographical segments				
Turnover - Southeast Asia	753,697	752,698	(999)	Audit adjustment in respect of certain service revenues
Turnover - Total	771,268	770,269	(999)	Consequent effect of above
Assets - Southeast Asia	132,197	130,258	(1,939)	Consequent effect of audit adjustment in respect of certain accounts receivables, inventory and fixed assets
Assets - Total	140,679	138,739	(1,940)	Consequent effect of above
17: A breakdown of sales				
Sales reported for second half year	338,412	337,413	(999)	Audit adjustment in respect of certain service revenues
Loss reported for second half year	(36,161)	(37,736)	(1,575)	Consequent effect of change in loss for the financial period

20: An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

Turnover	770,586	769,587	(999)	Audit adjustment in respect of certain service revenues
Other expenses	(43,155)	(43,838)	(683)	Audit adjustment regarding impairment of certain fixed assets and increase in allowance for doubtful receivables, stock obsolence and legal and professional fees
Loss before taxation	(54,613)	(56,189)	(1,576)	Consequent effect of changes due to audit adjustments
Loss for the period from continuing operations	(55,888)	(57,464)	(1,576)	Consequent effect of above
Net loss for the period	(56,448)	(58,024)	(1,576)	Consequent effect of above
Loss attributable to:				
Owners of the parent	(55,888)	(57,464)	(1,576)	Consequent effect of above
Total	(56,448)	(58,024)	(1,576)	Consequent effect of above
Note 12: Other expenses				
(Impairment)/Write Back of property, plant and equipment	5	(493)	(498)	Audit adjustment regarding impairment of certain fixed assets
Total other expenses	(43,155)	(43,838)	(683)	Audit adjustment regarding impairment of certain fixed assets and increase in allowance for doubtful receivables, stock obsolence and legal and professional fees

BY ORDER OF THE BOARD
MANEESH TRIPATHI
Chief Executive Officer
S i2i Limited
24-Mar-14

Appendix 2

Independent Auditor's Report

For the 18 months financial period ended 31 December 2013

Independent Auditor's Report to the Members of S i2i Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Si2i Limited (the "Company") and subsidiaries (collectively, the "Group"), set out on pages 12 to 142, which comprise the balance sheets of the Group and the Company as at 31 December 2013, the statement of changes in equity of the Group and the Company and the consolidated income statement, consolidated statement of comprehensive income, and consolidated cash flow statement of the Group for the financial period from 1 July 2012 to 31 December 2013, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act, Chapter 50 (the "Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and balance sheets and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

With reference to note 39 to the financial statements, during the course of our audit, we noted significant control deficiencies and other related evidence in “Cavu Group” (comprising Cavu Corp Pte Ltd and its subsidiaries), which cast significant doubt on the reliability of certain documents, information and representations provided to us as audit evidence during the course of our audit. Accordingly, we were unable to assess the appropriateness of the carrying values of certain assets and liabilities and the corresponding income and expenses which have been included in the Group’s consolidated financial statements. These assets and liabilities include trade receivables of $12.7 million, creditors and accruals of $4.4million. The consolidated income statement of the Group for the period from 1 July 2012 to 31 December 2013 also included turnover and the related direct service fees incurred and cost of goods sold of Cavu Group as itemised in note 39 to the financial statements. We were unable to obtain sufficient appropriate audit evidence to ascertain appropriateness of these amounts presented in the financial statements. Consequently, we were unable to determine whether any adjustments to these amounts, and any consequential adjustments to goodwill relating to Cavu Group, were necessary.

In addition, the consolidated income statement of the Group for the period from 1 July 2012 to 31 December 2013 also included turnover relating to mobile phone sales of “PT Selular Group” (comprising PT Selular and its subsidiaries) as disclosed in note 25 to the financial statements. During the course of our audit, we were unable to obtain documentary evidence to verify the occurrence of certain sales of mobile phones made by PT Selular Group. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

Qualified Opinion

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Group and Company as at 31 December 2013 and the results, changes in equity and cash flows of the Group and the changes in equity of the Company for the period from 1 July 2012 to 31 December 2013.

Emphasis of Matter

Without further qualifying our opinion, we draw attention to note 25 and note 39 to the financial statements:

- The Group received an anonymous complaint in respect of the appropriateness of revenue recognised by PT Selular Group on certain sales transactions. In relation to this matter, the Group has engaged a professional firm to perform a review on this allegation. The review is currently in progress.

- In relation to the significant control deficiencies and other related evidence noted in Cavu Group as described in the Basis of Qualified Opinion paragraph, the Group has initiated a review of this matter, and this is currently in progress.

The accompanying consolidated financial statements do not include any adjustments that might result from the outcome of these reviews.

Report on Other Legal and Regulatory Requirements

In our opinion, except for those matters referred to in the Basis of Qualified Opinion paragraphs, the accounting and other records required by the Act to be kept by the Company and by those subsidiaries incorporated in Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Act.

Ernst & Young LLP
Public Accountants and
Chartered Accountants
Singapore

24 March 2014

Extract of Notes to financial statements for the 18 months period ended 31 Dec 2013

Note 25: Turnover

Turnover comprises the following:

	Group	
	For the period from 1.7.2012 to 31.12.2013	**For the period from 1.4.2011 to 30.6.2012**
	US$'000	US$'000
Voice and Data Services	25,295	44,660
Computing	63,138	48,621
Mobility	681,154	899,946
	769,587	993,227

During the period October 2012 to December 2012, the management of one of the subsidiaries in Indonesia, which was in the business of selling mobile phones (part of the Mobility operating segment), decided to close certain branch offices across Indonesia, as part of its effort to increase operating efficiency.

Certain supporting documents for sales and sales returns of mobile phones relating to this period of transition could not be located. In the opinion of the management, the absence of these documents did not have any impact on the financial statements of the Group for the financial period ended 31 December 2013, as proper accounting of such transactions had already been done and reflected in the financial statements. The auditors have made reference to this event in their report of date. Total sales of mobile phones by the subsidiary in question during the period 1 July 2012 to 31 December 2012 was approximately $ 91.8 million.

Note 39: Events occurring after the balance sheet date

On 7 January 2014, the Company has Voluntarily struck off of its dormant subsidiary Mediaring Sdn Bhd.

On 8 January 2014, the Company divested shareholding in its subsidiary in Indonesia, Metrotech Makmur Sejahtera from 70% to 49%.

On 5 March 2014, the Company has proposed to launch new employee stock option scheme.

Subsequent to the financial period ended 31 December 2013, it has come to the knowledge of the management that there has been certain irregularities and internal control deficiencies in Cavu Corp Pte Ltd and its subsidiaries("Cavu Group", part of the Computing operating segment) which has raised doubts on the reliability of certain documents, information and representations relied upon in preparing the financial statements of Cavu Group. Management has appointed a professional firm to carry out further investigation including forensics, interviews with employees etc. As of the date of this report, the investigation is still in progress.

Adjustments to the financial statements, where necessary and identified during the initial stage of the investigation process have already been incorporated.

Turnover recorded by the Cavu Group during the financial period from 1 July 2012 to 31 December 2013 was $47.9 million (1 April 2011 to 30 June 2012: $38.5 million), and related direct service fees incurred and cost of goods sold amounted to $40.4 million (1 April 2011 to 30 June 2012: $30.3 million). Cavu Group also recorded loss after taxation of $2.2 million (1 April 2011 to 30 June 2012: $2.5 million). As of 31 December 2013, Cavu Group had net assets of $10.2 million (30 June 2012: $12.4 million).