



Company Registration No. 198002677D

Datapulse Technology Limited

Full Year Financial Statements and Dividend Announcement

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

1(a) 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.

Consolidated Statement of Comprehensive Income

	Year Ended 31.07.14 \$'000	Year Ended 31.07.13 \$'000	Change %
GROUP			
Revenue	29,481	45,074	(34.6)
Other income	402	1,215	(66.9)
	<u>29,883</u>	<u>46,289</u>	(35.4)
Changes in inventories and raw materials usage	(8,092)	(12,443)	(35.0)
Staff costs	(9,982)	(11,336)	(11.9)
Depreciation	(4,178)	(3,176)	31.5
Other operating expenses	(7,447)	(9,069)	(17.9)
Finance costs	(16)	(18)	(11.1)
Total operating expenses	<u>(29,715)</u>	<u>(36,042)</u>	(17.6)
Profit before tax	168	10,247	(98.4)
Income tax credit/(expense)	643	(31)	NM
Profit for the year	811	10,216	(92.1)
Attributable to:			
Owners of the Company	811	10,216	(92.1)
Profit for the year	811	10,216	(92.1)
<u>Other comprehensive income</u>			
Items that are or may be reclassified subsequently to profit or loss:			
Foreign currency translation differences relating to financial statements of a foreign subsidiary			
- attributable to owners of the Company	(114)	128	NM
Net change in fair value of available-for-sale financial assets			
- attributable to owners of the Company	-	282	NM
Net change in fair value of available-for-sale financial assets reclassified to profit or loss, upon sale			
- attributable to owners of the Company	-	(686)	NM
Other comprehensive income for the year	(114)	(276)	(58.7)
Total comprehensive income for the year	697	9,940	(93.0)
Total comprehensive income attributable to:			
Owners of the Company	697	9,940	(93.0)
Total comprehensive income for the year	697	9,940	(93.0)

NM: Not meaningful.

1(a) 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. (cont'd)

Notes

Other income:

	Year Ended 31.07.14 \$'000	Year Ended 31.07.13 \$'000	Change %
Dividend income from financial assets	-	94	NM
Gain on sale of property, plant and equipment	140	7	NM
Interest income	220	396	(44.4)
Net change in fair value of available-for-sale financial assets reclassified to profit or loss, upon sale	-	686	NM
Sundry income	42	32	31.3
	<u>402</u>	<u>1,215</u>	<u>(66.9)</u>

Other operating expenses include the following items:

Exchange gain	(10)	(58)	(82.8)
Impairment losses made on trade receivables	3	-	NM
Net change in fair value of derivative financial assets recognised in profit or loss	-	4	NM
Property, plant and equipment written off	1	59	NM
	<u>(6)</u>	<u>5</u>	<u>NM</u>

Others:

Adjustment for overprovision of tax in respect of prior years (included as part of income tax expense)	458	857	(46.6)
	<u>458</u>	<u>857</u>	<u>(46.6)</u>

NM: Not meaningful.

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.

Statements of Financial Position

	GROUP			COMPANY		
	31.07.14	31.07.13	Change	31.07.14	31.07.13	Change
	\$'000	\$'000	%	\$'000	\$'000	%
Non-current assets						
Property, plant and equipment	20,384	16,406	24.2	20,384	16,406	24.2
Investment property	6,344	6,530	(2.8)	-	-	-
Subsidiaries	-	-	-	-#	-#	0.0
Amounts due from subsidiaries	-	-	-	5,941	5,941	0.0
Non-financial assets	216	216	0.0	216	216	0.0
	26,944	23,152	16.4	26,541	22,563	17.6
Current assets						
Inventories	1,579	1,888	(16.4)	1,579	1,888	(16.4)
Trade and other receivables	3,175	11,601	(72.6)	3,175	11,604	(72.6)
Cash and bank balances	15,385	45,719	(66.3)	15,049	45,461	(66.9)
	20,139	59,208	(66.0)	19,803	58,953	(66.4)
Total assets	47,083	82,360	(42.8)	46,344	81,516	(43.1)
Equity attributable to owners of the Company						
Share capital	25,747	46,562	(44.7)	25,747	46,562	(44.7)
Reserves	14,474	25,663	(43.6)	14,470	25,574	(43.4)
Total equity	40,221	72,225	(44.3)	40,217	72,136	(44.2)
Non-current liabilities						
Bank loan	583	650	(10.3)	-	-	-
Deferred tax liabilities	1,616	1,801	(10.3)	1,616	1,800	(10.2)
	2,199	2,451	(10.3)	1,616	1,800	(10.2)
Current liabilities						
Trade and other payables	3,790	6,205	(38.9)	3,693	6,158	(40.0)
Bank loan	55	57	(3.5)	-	-	-
Current tax payable	818	1,422	(42.5)	818	1,422	(42.5)
	4,663	7,684	(39.3)	4,511	7,580	(40.5)
Total liabilities	6,862	10,135	(32.3)	6,127	9,380	(34.7)
Total equity and liabilities	47,083	82,360	(42.8)	46,344	81,516	(43.1)

#: Amount less than \$10.

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

Amount repayable in one year or less, or on demand

As at 31.07.14		As at 31.07.13	
\$'000	\$'000	\$'000	\$'000
Secured	Unsecured	Secured	Unsecured
55	-	57	-

Amount repayable after one year

As at 31.07.14		As at 31.07.13	
\$'000	\$'000	\$'000	\$'000
Secured	Unsecured	Secured	Unsecured
583	-	650	-

Details of any collateral

As at 31 July 2014, the bank loan of \$0.6 million (31 July 2013: \$0.7 million) was secured by way of a charge over a subsidiary's freehold property with net book value of \$6.3 million (31 July 2013: \$6.5 million).

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.

Consolidated Statement of Cash Flows

	Year Ended 31.07.14 \$'000	Year Ended 31.07.13 \$'000
GROUP		
<u>Operating activities</u>		
Profit for the year	811	10,216
Adjustments for:		
Depreciation	4,178	3,176
Dividend income from financial assets	-	(94)
Finance costs	16	18
Gain on sale of property, plant and equipment	(140)	(7)
Impairment losses made on trade receivables	3	-
Income tax (credit)/expense	(643)	31
Interest income	(220)	(396)
Net change in fair value of available-for-sale financial assets reclassified to profit or loss, upon sale	-	(686)
Net change in fair value of derivative financial assets recognised in profit or loss	-	4
Property, plant and equipment written off	1	59
Operating profit before working capital changes	<u>4,006</u>	<u>12,321</u>
Changes in working capital:		
Inventories	309	169
Trade and other receivables	2,268	1,335
Trade and other payables	<u>(2,395)</u>	<u>(1,364)</u>
Cash generated from operations	4,188	12,461
Income tax paid	<u>(146)</u>	<u>(1,267)</u>
Net cash from operating activities	<u>4,042</u>	<u>11,194</u>
<u>Investing activities</u>		
Advance payments for purchase of property, plant and equipment	-	(6,187)
Dividends received from financial assets	-	74
Fixed deposits with maturity of more than three months	12,634	1,077
Interest received	205	396
Proceeds from sale of financial assets	-	2,132
Proceeds from sale of property, plant and equipment	151	7
Purchase of property, plant and equipment	<u>(1,916)</u>	<u>(3,288)</u>
Net cash from/(used in) investing activities	<u>11,074</u>	<u>(5,789)</u>
<u>Financing activities</u>		
Cash distribution from capital reduction exercise paid	(20,815)	-
Dividends paid	(11,894)	(11,894)
Interest paid	(16)	(18)
Repayment of bank loan	(56)	(56)
Return of unclaimed dividends	8	15
Net cash used in financing activities	<u>(32,773)</u>	<u>(11,953)</u>
Net decrease in cash and cash equivalents	(17,657)	(6,548)
Cash and cash equivalents at beginning of year	30,982	37,557
Effect of exchange rate changes on balances held in foreign currency	(43)	(27)
Cash and cash equivalents at end of year	<u>13,282</u>	<u>30,982</u>
<u>Note</u>		
Cash and bank balances at end of year comprise the following:		
Fixed deposits with maturity of more than three months	2,103	14,737
Cash and cash equivalents	<u>13,282</u>	<u>30,982</u>
	<u>15,385</u>	<u>45,719</u>

Non-cash transaction

Included in the purchase of property, plant and equipment is balance payable of \$0.1 million for the purchase of plant and equipment and is recognised in trade and other payables.

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 immediately preceding financial year.

Consolidated Statement of Changes in Equity

	Share capital \$'000	Legal reserve \$'000	Foreign currency translation reserve \$'000	Share option reserve \$'000	Retained earnings \$'000	Total equity \$'000
GROUP						
At 1 August 2013	46,562	-	(223)	411	25,475	72,225
Total comprehensive income for the year						
<i>Profit for the year</i>	-	-	-	-	811	811
<u>Other comprehensive income</u>						
Foreign currency translation differences relating to financial statements of a foreign subsidiary	-	-	(114)	-	-	(114)
<i>Total other comprehensive income</i>	-	-	(114)	-	-	(114)
Total comprehensive income for the year	-	-	(114)	-	811	697
Transactions with owners, recorded directly in equity						
<u>Contributions by and distributions to owners</u>						
Cash distribution from capital reduction exercise paid of 3.5 cents per share	(20,815)	-	-	-	-	(20,815)
Final and special 1-tier tax-exempt dividends paid of 2.0 cents per share for FY2013	-	-	-	-	(11,894)	(11,894)
Return of unclaimed dividends	-	-	-	-	8	8
Transfer to retained earnings for value of share options cancelled	-	-	-	(1)	1	-
Transfer to legal reserve	-	9	-	-	(9)	-
<i>Total contributions by and distributions to owners</i>	(20,815)	9	-	(1)	(11,894)	(32,701)
Total transactions with owners	(20,815)	9	-	(1)	(11,894)	(32,701)
At 31 July 2014	25,747	9	(337)	410	14,392	40,221

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 immediately preceding financial year. (cont'd)

Consolidated Statement of Changes in Equity

	Share capital \$'000	Foreign currency translation reserve \$'000	Fair value reserve \$'000	Share option reserve \$'000	Retained earnings \$'000	Total equity \$'000
GROUP						
At 1 August 2012	46,562	(351)	404	413	27,136	74,164
Total comprehensive income for the year						
<i>Profit for the year</i>	-	-	-	-	10,216	10,216
<u>Other comprehensive income</u>						
Foreign currency translation differences relating to financial statements of a foreign subsidiary	-	128	-	-	-	128
Net change in fair value of available-for-sale financial assets	-	-	282	-	-	282
Net change in fair value of available-for-sale financial assets reclassified to profit or loss, upon sale	-	-	(686)	-	-	(686)
<i>Total other comprehensive income</i>	-	128	(404)	-	-	(276)
Total comprehensive income for the year	-	128	(404)	-	10,216	9,940
Transactions with owners, recorded directly in equity						
<u>Contributions by and distributions to owners</u>						
Final and special 1-tier tax-exempt dividends paid of 2.0 cents per share for FY2012	-	-	-	-	(11,894)	(11,894)
Return of unclaimed dividends	-	-	-	-	15	15
Transfer to retained earnings for value of share options cancelled	-	-	-	(2)	2	-
<i>Total contributions by and distributions to owners</i>	-	-	-	(2)	(11,877)	(11,879)
Total transactions with owners	-	-	-	(2)	(11,877)	(11,879)
At 31 July 2013	46,562	(223)	-	411	25,475	72,225

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 immediately preceding financial year. (cont'd)

Statement of Changes in Equity

COMPANY

At 1 August 2013

Total comprehensive income for the year

Profit for the year

Total other comprehensive income

Total comprehensive income for the year

Transactions with owners, recorded directly in equity

Contributions by and distributions to owners

Cash distribution from capital reduction exercise paid of 3.5 cents per share

Final and special 1-tier tax-exempt dividends paid of 2.0 cents per share for FY2013

Return of unclaimed dividends

Transfer to retained earnings for value of share options cancelled

Total contributions by and distributions to owners

Total transactions with owners

At 31 July 2014

Statement of Changes in Equity

COMPANY

At 1 August 2012

Total comprehensive income for the year

Profit for the year

Other comprehensive income

Net change in fair value of available-for-sale financial assets

Net change in fair value of available-for-sale financial assets reclassified to profit or loss, upon sale

Total other comprehensive income

Total comprehensive income for the year

Transactions with owners, recorded directly in equity

Contributions by and distributions to owners

Final and special 1-tier tax-exempt dividends paid of 2.0 cents per share for FY2012

Return of unclaimed dividends

Transfer to retained earnings for value of share options cancelled

Total contributions by and distributions to owners

Total transactions with owners

At 31 July 2013

	Share capital \$'000	Share option reserve \$'000	Retained earnings \$'000	Total equity \$'000
At 1 August 2013	46,562	411	25,163	72,136
Total comprehensive income for the year				
<i>Profit for the year</i>	-	-	782	782
<i>Total other comprehensive income</i>	-	-	-	-
Total comprehensive income for the year	-	-	782	782
Transactions with owners, recorded directly in equity				
<u>Contributions by and distributions to owners</u>				
Cash distribution from capital reduction exercise paid of 3.5 cents per share	(20,815)	-	-	(20,815)
Final and special 1-tier tax-exempt dividends paid of 2.0 cents per share for FY2013	-	-	(11,894)	(11,894)
Return of unclaimed dividends	-	-	8	8
Transfer to retained earnings for value of share options cancelled	-	(1)	1	-
<i>Total contributions by and distributions to owners</i>	(20,815)	(1)	(11,885)	(32,701)
Total transactions with owners	(20,815)	(1)	(11,885)	(32,701)
At 31 July 2014	25,747	410	14,060	40,217

	Share capital \$'000	Fair value reserve \$'000	Share option reserve \$'000	Retained earnings \$'000	Total equity \$'000
At 1 August 2012	46,562	404	413	26,832	74,211
Total comprehensive income for the year					
<i>Profit for the year</i>	-	-	-	10,208	10,208
<u>Other comprehensive income</u>					
Net change in fair value of available-for-sale financial assets	-	282	-	-	282
Net change in fair value of available-for-sale financial assets reclassified to profit or loss, upon sale	-	(686)	-	-	(686)
<i>Total other comprehensive income</i>	-	(404)	-	-	(404)
Total comprehensive income for the year	-	(404)	-	10,208	9,804
Transactions with owners, recorded directly in equity					
<u>Contributions by and distributions to owners</u>					
Final and special 1-tier tax-exempt dividends paid of 2.0 cents per share for FY2012	-	-	-	(11,894)	(11,894)
Return of unclaimed dividends	-	-	-	15	15
Transfer to retained earnings for value of share options cancelled	-	-	(2)	2	-
<i>Total contributions by and distributions to owners</i>	-	-	(2)	(11,877)	(11,879)
Total transactions with owners	-	-	(2)	(11,877)	(11,879)
At 31 July 2013	46,562	-	411	25,163	72,136

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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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.

For the year ended 31 July 2014, share capital of the Company decreased by \$20.8 million from \$46.5 million to \$25.7 million due to the payment of cash distribution of 3.5 cents per share on 28 January 2014 from the capital reduction exercise, which became effective from 10 January 2014. There was no change in the number of shares held by shareholders following the capital reduction exercise. Except for the above, there was no other change to the share capital of the Company.

As at 31 July 2014, there were 8.2 million (31 July 2013: 8.2 million) outstanding share options in respect of unissued ordinary shares under the DT Share Option Scheme 1999. The exercise price of the outstanding share options was adjusted from \$0.28 to \$0.237 per ordinary share following the capital reduction exercise, which became effective from 10 January 2014.

1(d)(iii) Total number of issued shares excluding treasury shares (a) as at the end of the current financial period and (b) as at the end of the immediately preceding year.

	COMPANY	
	As at 31.07.14	As at 31.07.13
Number of issued ordinary shares	594,724,000	594,724,000
Less: Number of treasury shares	(-)	(-)
Number of issued ordinary shares, excluding treasury shares, at the end of the year	594,724,000	594,724,000

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation 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 auditing standard or practice.

The figures have been audited in accordance with Singapore Standards on Auditing.

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

See attached.

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 financial statements have been prepared in accordance with the same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended 31 July 2013.

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.

Not applicable.

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

	GROUP	
	Year Ended 31.07.14	Year Ended 31.07.13
Earnings per ordinary share based on profit for the year		
(a) Based on the weighted average number of shares on issue	0.14 cent	1.72 cent
(b) On a fully diluted basis	0.14 cent	1.72 cent

Notes:

- (i) The calculation of basic earnings per share of the Group for the year ended 31 July 2014 is based on profit attributable to owners of the Company of \$0.8 million (31 July 2013: \$10.2 million) and weighted average number of 594.7 million (31 July 2013: 594.7 million) ordinary shares.
- (ii) The calculation of diluted basic earnings per share of the Group for the year ended 31 July 2014 is based on profit attributable to owners of the Company of \$0.8 million (31 July 2013: \$10.2 million) and weighted average number of 594.7 million (31 July 2013: 594.7 million) ordinary shares; there were no dilutive potential ordinary shares during these periods.

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

	GROUP		COMPANY	
	As at 31.07.14	As at 31.07.13	As at 31.07.14	As at 31.07.13
Net Asset Value per ordinary share based on issued share capital at the end of the year	6.76 cents	12.14 cents	6.76 cents	12.13 cents

Note: The Net Asset Value per ordinary share is calculated based on 594.7 million (31 July 2013: 594.7 million) ordinary shares in issue at the end of the financial year.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-
(a) 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; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

For FY2014, the Group registered 34.6% decrease in revenue from \$45.1 million to \$29.5 million. The decrease in revenue was mainly attributed to weaker demand for existing media storage products and services, in particular, DVD media storage products and services. In addition, sales from Blu-Ray media storage products and services remained slow.

Total operating expenses decreased by 17.6% from \$36.0 million in FY2013 to \$29.7 million in FY2014. The decrease in cost of raw materials usage by 35.0% from \$12.4 million to \$8.1 million was attributed to lower sales. The reduction in staff costs by 11.9% from \$11.3 million to \$10.0 million and other operating expenses by 17.9% from \$9.1 million to \$7.4 million was attributed to lower level of business activities. Depreciation was higher by 31.5% from \$3.2 million to \$4.2 million due to depreciation recorded for Blu-Ray related plant and equipment during FY2014.

Income tax credit of \$0.6 million was recorded by the Group for FY2014, which was related to the Company for adjustments made amounting to \$0.5 million for overprovision of tax in respect of prior years and reversal of deferred tax liabilities of \$0.2 million for temporary timing differences during FY2014. Although the Group made pre-tax profit of \$0.2 million, no income tax expense was recorded for FY2014 as the Group had sufficient tax allowances to offset its taxable income for FY2014, taking into consideration that the Company was granted investment allowance by a government agency during 2Q FY2014 for its investment in Blu-Ray plant and equipment. For FY2013, a modest income tax expense of \$0.1 million was recorded by the Group despite registering \$10.2 million in pre-tax profit due to various tax credits. Total tax credit of \$1.8 million was recognized for FY2013, which was related to the Company for an adjustment of \$0.9 million for overprovision of tax in respect of prior years, reversal of deferred tax liabilities of \$0.3 million for temporary timing differences during FY2013 and the recognition of \$0.6 million in tax benefits during 3Q FY2013 under the Productivity and Innovation Credit scheme announced in Singapore Budget 2013.

As a result of the above, the Group's profit decreased by 92.1% from \$10.2 million to \$0.8 million.

Financial Position and Cashflow

The financial position of the Group remained healthy with a net cash position of \$14.7 million as at 31 July 2014. The Group continued to generate positive operating cashflows amounting to \$4.0 million during FY2014. Net cash position of the Group decreased by \$30.3 million from \$45.0 million as at 31 July 2013 to \$14.7 million as at 31 July 2014 mainly due to the payments of the final one-tier tax exempt dividend of 1.0 cent per share and special one-tier tax exempt dividend of 1.0 cent per share for FY2013, in total amounting to \$11.9 million, on 12 December 2013, and cash distribution of 3.5 cents per share from capital reduction exercise amounting to \$20.8 million on 28 January 2014.

Despite depreciation charge of \$4.2 million recorded for the year, property, plant and equipment rose by 24.2% from \$16.4 million to \$20.4 million mainly due to additions of Blu-Ray plant and equipments during FY2014.

The decrease in inventories was attributed to lower level of inventories maintained at the back of slower business activities.

Trade and other receivables decreased by 72.6% from \$11.6 million to \$3.2 million due mainly to reclassification of advance payments made for the purchase of property, plant and equipment, which were mainly attributed to Blu-Ray plant and equipment, amounting to \$6.2 million as at 31 July 2013 to property, plant and equipment during FY2014 upon receipts of the these plant and equipment. If these advance payments of \$6.2 million were excluded, trade and other receivables would have decreased by a lesser extent of 41.3% from \$5.4 million to \$3.2 million due to lower revenue of \$5.6 million recorded during 4Q FY2014 compared to revenue of \$7.3 million registered during 4Q FY2013. Accordingly, trade and other payables decreased by 38.9% from \$6.2 million to \$3.8 million at the back of lower level of business activities compared to 4Q FY2013.

The decrease in share capital of \$20.8 million was attributed to the payment of cash distribution of 3.5 cents per share from capital reduction exercise on 28 January 2014. This capital reduction exercise had no impact on the number of shares held by shareholders.

The decrease in reserves of \$11.2 million despite continued profitability of \$0.8 million during FY2014 was attributed to the payment of final one-tier tax exempt dividend of 1.0 cent per share and special one-tier tax exempt dividend of 1.0 cent per share for FY2013, in total amounting to \$11.9 million, on 12 December 2013.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) 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; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on. (cont'd)

Financial Position and Cashflow

The bank loan taken was attributed to a Taiwan subsidiary, One Global Inc.

Deferred tax liabilities were lower due to \$0.2 million reversal made by the Company for temporary timing differences during FY2014.

Current tax payable was lower due to tax payments made during FY2014 and adjustments amounting to \$0.5 million for overprovision of tax in respect of prior years.

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

There is no variance to the prospect statement that was previously disclosed to the shareholders on 28 May 2014.

10. A commentary at the date of the announcement of the significant trends and 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.

Demand for existing CD/DVD media storage products and services is expected to remain weak while sales from Blu-Ray media storage products and services would likely improve. The Group will continue to focus on providing more value added services to its customers and controlling its operating costs.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared or recommended for the current financial period reported on? Yes

Name of Dividend	Final
Dividend Type	Cash
Dividend Rate	0.22 cent per share
Tax Rate	One-tier tax exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	Final	Special
Dividend Type	Cash	Cash
Dividend Rate	1.0 cent per share	1.0 cent per share
Tax Rate	One-tier tax exempt	One-tier tax exempt

(c) Date payable

Details on the payment date of the final one-tier tax exempt dividend will be released in a separate announcement.

(d) Books closure date

Details on the closure of the Share Transfer Books and Registrar of Members of the Company to determine members' entitlement to the dividend will be released in a separate announcement.

12. If no dividend has been declared (recommended), a statement to that effect.

Not applicable.

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.

No IPT mandate has been obtained from shareholders.

14. Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results)

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

15. 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.

Information regarding the Group's reportable segments are presented in the tables below.

Information about reportable segments

	Singapore		Taiwan		Group	
	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
External revenue	29,271	44,882	210	192	29,481	45,074
Inter segment revenue	-	-	-	-	-	-
Total revenue for reporting segments	29,271	44,882	210	192	29,481	45,074
Interest income	217	395	3	1	220	396
Finance costs	-	-	(16)	(18)	(16)	(18)
Depreciation	(4,114)	(3,112)	(64)	(64)	(4,178)	(3,176)
Reportable segment profit/(loss) before tax	140	10,238	(77)	127	63	10,365
Income tax credit/(expense)	642	(30)	1	(1)	643	(31)
Other material non-cash items:						
Net change in fair value of available-for-sale financial assets reclassified to profit or loss, upon sale	-	686	-	-	-	686
Segment assets	46,344	81,516	6,684	6,789	53,028	88,305
Capital expenditure	8,103	3,288	-	-	8,103	3,288
Segment liabilities	6,127	9,380	739	759	6,866	10,139

Reconciliations of reportable segment revenues, profit or loss, assets and liabilities and other material items

	2014	2013
	\$'000	\$'000
Revenue		
Total revenue for reporting segments	29,481	45,074
Elimination of inter-segment revenue	-	-
Consolidated revenue	<u>29,481</u>	<u>45,074</u>
Profit before tax		
Total profit for reportable segments before tax	63	10,365
Consolidation adjustments	105	(118)
Consolidated profit before tax	<u>168</u>	<u>10,247</u>
Assets		
Total assets for reportable segments	53,028	88,305
Consolidation adjustments	(5,945)	(5,945)
Consolidated total assets	<u>47,083</u>	<u>82,360</u>
Liabilities		
Total liabilities for reportable segments	6,866	10,139
Consolidation adjustments	(4)	(4)
Consolidated total liabilities	<u>6,862</u>	<u>10,135</u>

There are no reconciling items in relation to other material items.

15. 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. (cont'd)

Products and services

For the Singapore operation, it is in the business of media storage products and services. For the Taiwan operation, it is in the business of leasing out commercial space. Accordingly, information on revenue from external customers is as disclosed above.

Geographical segments

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers while segment assets are based on the geographical location of assets.

Revenue	2014 \$'000	2013 \$'000
Singapore	14,437	24,954
Taiwan	436	592
Other Asia Pacific	10,686	16,207
Others	3,922	3,321
	<u>29,481</u>	<u>45,074</u>

Non-current assets	2014 \$'000	2013 \$'000
Singapore	20,600	16,622
Taiwan	6,344	6,530
	<u>26,944</u>	<u>23,152</u>

Major Customers

The Group has three (2013: three) major customers which in aggregate contributed to a total of approximately 45% (2013: 61%) of the Group's revenue.

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

As explained in paragraph 8 above, the Group recorded 34.6% drop in revenue from \$45.1 million to \$29.5 million. The decrease in revenue was mainly attributed to weaker demand for existing media storage products and services, in particular, DVD media storage products and services, and slow sales from Blu-Ray media storage products and services from customers of the Singapore operation located in Singapore and other Asia Pacific countries.

The drop in revenue and other income coupled by higher depreciation recorded for Blu-Ray related plant and equipment during FY2014 had led to the Group reporting a 98.4% drop in pre-tax profit from \$10.2 million to \$0.2 million.

17. A breakdown of sales.

	Latest Financial Year	Previous Financial Year	% Increase / (Decrease)
	\$'000	\$'000	%
	Group	Group	Group
(a) Sales reported for the first half year	17,287	30,364	(43.1)
(b) Operating profit after tax before deducting non-controlling interests reported for the first half year	825	5,937	(86.1)
(c) Sales reported for the second half year	12,194	14,710	(17.1)
(d) Operating (loss)/profit after tax before deducting non-controlling interests reported for the second half year	(14)	4,279	NM

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

Total Annual Dividend

	Latest Full Year	Previous Full Year
	\$'000	\$'000
Ordinary – Interim (Paid)	-	-
Ordinary – Final	1,308	5,947
Ordinary – Special	-	5,947
Preference	-	-
Total	1,308	11,894

* The final dividend is estimated based on 594.7 million (31 July 2013: 594.7 million) ordinary shares in issue at the end of the financial year.

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Ng Cheow Chye	63	Brother of Mr Ng Cheow Leng, who is the Human Resource and Administration Director.	Deputy Chairman since September 2004 (Previously Managing Director since 1981). Oversees the Group's operations, provides guidance to the management in the setting of the Group's strategic plans and directions as well as explore other investment and business opportunities.	Nil.
Ng Bie Tjin @ Djuniarti Intan	48	Daughter of Mr Ng Khim Guan and Ms Kwek Li Chien, who are substantial shareholders through their interests in Uniseraya Holdings Pte Ltd. Sister of Mr Ng Han Meng who is a substantial shareholder through his interest in Uniseraya Holdings Pte Ltd.	Finance Director since 1994. Responsible for the administration and implementation of the Group's corporate finance strategies and policies, corporate governance and internal control policies and procedures.	Nil.
Ng Cheow Leng	53	Brother of Ng Cheow Chye, who is the Deputy Chairman and a substantial shareholder.	Human Resource and Administration Director since 1994. Responsible for the formulation and implementation of the Company's human resource, administration and information technology policies.	Nil.

BY ORDER OF THE BOARD

Djuniarti Intan Ng
Finance Director
15 September 2014

Independent auditors' report

Members of the Company
Datapulse Technology Limited

Report on the financial statements

We have audited the accompanying financial statements of Datapulse Technology Limited (the Company) and its subsidiaries (the Group), which comprise the statements of financial position of the Group and the Company as at 31 July 2014, the statement of comprehensive income, statement of changes in equity and statement of cash flows of the Group for the year then ended, 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.

Auditors' 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 judgement, 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 audit opinion.

Opinion

In our opinion, the consolidated financial statements of the Group and the statement of financial position of the Company are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards to give a true and fair view of the state of affairs of the Group and of the Company as at 31 July 2014 and the results, changes in equity and cash flows of the Group for the year ended on that date.

Report on other legal and regulatory requirements

In our opinion, 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.

KPMG LLP

*Public Accountants and
Chartered Accountants*

Singapore

15 September 2014