

**Financial Statements and Related Announcement::Second Quarter and/ or Half Yearly Results****Issuer & Securities**

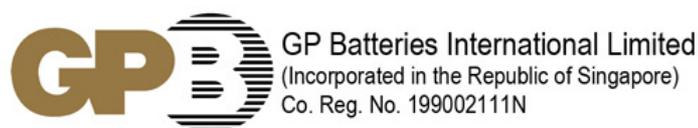
<b>Issuer/ Manager</b>	GP BATTERIES INTERNATIONAL LIMITED
<b>Securities</b>	GP BATTERIES INT LTD - SG0964000491 - G08
<b>Stapled Security</b>	No

**Announcement Details**

<b>Announcement Title</b>	Financial Statements and Related Announcement
<b>Date &amp; Time of Broadcast</b>	12-Nov-2014 17:30:44
<b>Status</b>	New
<b>Announcement Sub Title</b>	Second Quarter and/ or Half Yearly Results
<b>Announcement Reference</b>	SG141112OTHRILXV
<b>Submitted By (Co./ Ind. Name)</b>	Lynn Wan Tiew Leng
<b>Designation</b>	Company Secretary
<b>Description (Please provide a detailed description of the event in the box below - Refer to the Online help for the format)</b>	Second Quarter and Half Year Financial Statement for the period ended 30 September 2014.

**Additional Details**

<b>For Financial Period Ended</b>	30/09/2014
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**Second Quarter and Half Year Financial Statement and Dividend Announcement  
For the Period Ended 30 September 2014**

**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.

Group income statement for the second quarter ("Q2") and half year ("H1") ended 30 September 2014. These figures have not been audited.

	Q2 ended 30 Sept 2014 S\$'000	Q2 ended 30 Sept 2013 S\$'000	Change %	H1 ended 30 Sept 2014 S\$'000	H1 ended 30 Sept 2013 S\$'000	Change %
Revenue	185,210	190,028	(2.5)	359,577	353,964	1.6
Cost of sales	(143,451)	(148,205)	(3.2)	(276,906)	(273,667)	1.2
Gross profit	41,759	41,823	(0.2)	82,671	80,297	3.0
Other operating income & expenses	10,594	244	4,241.8	10,587	956	1,007.4
Distribution expenses	(14,441)	(12,271)	17.7	(27,979)	(23,193)	20.6
Administrative expenses	(19,923)	(20,929)	(4.8)	(38,166)	(41,211)	(7.4)
Finance costs	(1,436)	(1,941)	(26.0)	(2,804)	(3,733)	(24.9)
Profit before share of results of associates	16,553	6,926	139.0	24,309	13,116	85.3
Share of results of associates	(457)	(2,039)	(77.6)	(308)	(3,685)	(91.6)
Profit before income tax	16,096	4,887	229.4	24,001	9,431	154.5
Income tax	(2,944)	(2,923)	0.7	(5,922)	(5,569)	6.3
Profit after income tax	13,152	1,964	569.7	18,079	3,862	368.1
Attributable to:						
Equity holders of the Company	9,119	150	5,979.3	11,461	257	4,359.5
Non-controlling interests	4,033	1,814	122.3	6,618	3,605	83.6
	13,152	1,964	569.7	18,079	3,862	368.1
Gross profit margin	22.5%	22.0%		23.0%	22.7%	

## Statement of Comprehensive Income

The Group	Q2 ended 30 Sept 2014 S\$'000	Q2 ended 30 Sept 2013 S\$'000	H1 ended 30 Sept 2014 S\$'000	H1 ended 30 Sept 2013 S\$'000
<b>Profit for the period</b>	13,152	1,964	18,079	3,862
<b>Other comprehensive income (loss):</b>				
<i>Items that may be subsequently reclassified to Profit or Loss:</i>				
Translation differences arising from consolidation of foreign operations	6,873	(974)	4,991	7,461
Fair value gain (loss) on available-for-sale financial assets	41	0	(531)	0
Other comprehensive income for the period	6,914	(974)	4,460	7,461
Total comprehensive income for the period	20,066	990	22,539	11,323
<b>Attributable to:</b>				
Equity holders of the Company	14,117	(690)	14,551	6,451
Non-controlling interests	5,949	1,680	7,988	4,872
	20,066	990	22,539	11,323

	Q2 ended 30 Sept 2014 S\$'000	Q2 ended 30 Sept 2013 S\$'000	H1 ended 30 Sept 2014 S\$'000	H1 ended 30 Sept 2013 S\$'000
<b>Profit from operations is arrived at after crediting (charging) the following:</b>				
Depreciation and amortisation	(5,263)	(5,936)	(10,259)	(12,101)
Included in other operating income & expenses:				
Foreign exchange (loss) gain	536	(655)	(35)	(632)
(Loss) Gain on disposal of property, plant and equipment	9,255	5	9,249	473
Government grant	328	252	395	306
Impairment loss on property, plant and equipment	(20)	(98)	(20)	(166)
Property, plant and equipment written off	(131)	(67)	(156)	(214)
Technical, marketing development & engineering fee income	28	42	93	42
Over (Under) provision of prior years' tax	136	(24)	331	(381)

**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 30 Sept 2014	The Group 31 Mar 2014	The Company 30 Sept 2014	The Company 31 Mar 2014
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Non-current assets</b>				
Investment property	1,626	1,601	0	0
Property, plant & equipment	206,916	215,240	869	772
Interest in subsidiaries	0	0	332,385	332,354
Interest in associates	49,777	52,066	16,382	16,382
Available-for-sales investments	4,908	4,722	0	0
Deferred tax assets	5,917	5,713	0	0
Goodwill on consolidation	13,607	13,485	0	0
Deposits and prepayments	343	156	16	16
<b>Total non-current assets</b>	<b>283,094</b>	<b>292,983</b>	<b>349,652</b>	<b>349,524</b>
<b>Current assets</b>				
Stocks	103,500	95,396	0	0
Debtors	141,423	122,570	102,047	117,583
Tax recoverable	836	896	0	0
Deposits and prepayments	9,491	7,996	946	564
Bank balances and cash	74,094	93,979	5,031	10,661
	329,344	320,837	108,024	128,808
Assets held for sale	6,208	1,847	0	0
<b>Total current assets</b>	<b>335,552</b>	<b>322,684</b>	<b>108,024</b>	<b>128,808</b>
<b>Current liabilities</b>				
Creditors and accrued charges	160,493	146,314	121,693	121,032
Derivative financial instruments	344	679	0	0
Obligations under finance leases	245	291	19	64
Income tax payable	2,262	2,502	278	257
Bank loans and overdrafts	122,032	149,813	64,001	79,152
<b>Total current liabilities</b>	<b>285,376</b>	<b>299,599</b>	<b>185,991</b>	<b>200,505</b>
<b>Net current assets (liabilities)</b>	<b>50,176</b>	<b>23,085</b>	<b>(77,967)</b>	<b>(71,697)</b>
<b>Non-current liabilities</b>				
Bank loans	1,857	2,103	0	42
Obligations under finance leases	13	108	0	0
Deferred tax liabilities	3,679	3,809	0	0
<b>Total non-current liabilities</b>	<b>5,549</b>	<b>6,020</b>	<b>0</b>	<b>42</b>
<b>Net assets</b>	<b>327,721</b>	<b>310,048</b>	<b>271,685</b>	<b>277,785</b>
<b>Represented by:</b>				
Share Capital	257,400	257,400	257,400	257,400
Reserves	3,749	(9,154)	14,285	20,385
Attributable to equity holders of the Company	261,149	248,246	271,685	277,785
Non-controlling interests	66,572	61,802	0	0
	327,721	310,048	271,685	277,785

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

	As at 30 Sept 2014 S\$'000	As at 31 Mar 2014 S\$'000
<b>Amount repayable in one year or less, or on demand</b>		
<b>Unsecured:</b>		
Long term bank loans		
- scheduled repayments within 12 months	12,744	22,976
- not repayable within 12 months but contain a repayment on demand clause	108	1,074
Short term bank loans	95,830	112,390
Import and export loans	13,350	13,373
	<u>122,032</u>	<u>149,813</u>
<b>Secured:</b>		
Obligations under finance leases	245	291
	<u>245</u>	<u>291</u>
<b>Amount repayable after one year</b>		
<b>Unsecured:</b>		
Long term bank loans	1,857	2,103
	<u>1,857</u>	<u>2,103</u>
<b>Secured:</b>		
Obligations under finance leases	13	108
	<u>13</u>	<u>108</u>

**Details of any collateral**

Carrying amount of fixed assets in respect of certain motor vehicles and equipment held under finance leases:

As at 30 Sept 2014		As at 31 Mar 2014	
The Group	The Company	The Group	The Company
S\$530,000	S\$79,000	S\$611,000	S\$101,000

**Other comments to paragraph 1(b)(ii)**

Not applicable.

**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.**

	Q2 30 Sept 2014 S\$'000	Q2 30 Sept 2013 S\$'000	YTD 30 Sept 2014 S\$'000	YTD 30 Sept 2013 S\$'000
<b>Operating activities</b>				
Profit before income tax	16,096	4,887	24,001	9,431
Adjustments for:				
Allowance for doubtful debts (trade)	465	18	630	53
Allowance for stock, net	273	1,533	1,128	2,439
Depreciation and amortisation	5,263	5,936	10,259	12,101
Finance costs	1,436	1,941	2,804	3,733
Gain on dilution of interest	(10)	0	(10)	0
Loss on disposal of available-for-sale investments	0	0	0	5
Impairment loss on property, plant and equipment	20	98	20	166
Interest income	(323)	(134)	(578)	(254)
Gain on disposal of property, plant and equipment	(9,255)	(5)	(9,249)	(473)
Property, plant and equipment written off	131	67	156	214
Realised (gain) loss on derivative financial instruments	(68)	(282)	(70)	(275)
Share of results of associates	457	2,039	308	3,685
Unrealised fair value loss of derivative financial instruments	(85)	0	39	0
Unrealised foreign exchange loss (gain)	(214)	22	962	(351)
Operating profit before working capital changes	<u>14,186</u>	<u>16,120</u>	<u>30,400</u>	<u>30,474</u>
Stocks	(5,208)	287	(8,646)	(9,463)
Debtors	(9,905)	(17,329)	(17,827)	(23,018)
Deposits and prepayments	(2,004)	(1,197)	(1,466)	(1,992)
Creditors and accrued charges	5,238	9,778	13,840	25,418
Cash generated from operations	<u>2,307</u>	<u>7,659</u>	<u>16,301</u>	<u>21,419</u>
Income tax paid	(3,082)	(2,135)	(5,800)	(3,740)
Net cash (used in) generated from operating activities	<u>(775)</u>	<u>5,524</u>	<u>10,501</u>	<u>17,679</u>

	Q2 30 Sept 2014 S\$'000	Q2 30 Sept 2013 S\$'000	YTD 30 Sept 2014 S\$'000	YTD 30 Sept 2013 S\$'000
<b>Investing activities</b>				
Deposits paid for purchase of property, plant and equipment	(244)	(132)	(302)	(132)
Divestment of a subsidiary, net of cash disposed	(286)	0	(286)	0
Dividends received from associates	1,694	1,530	1,984	2,051
Interest received	323	133	578	252
Investment in associates	0	0	(304)	(165)
Proceeds on disposal of available-for-sale investments	0	0	0	371
Proceeds received from disposal of equity interest in a subsidiary	0	9,709	0	9,709
Proceeds on disposal of property, plant and equipment	11,167	8	11,671	36
Purchase of available-for-sale investments	(680)	0	(680)	0
Purchase of property, plant and equipment	(4,036)	(3,709)	(6,261)	(8,140)
Net cash used in investing activities	<u>7,938</u>	<u>7,539</u>	<u>6,400</u>	<u>3,982</u>
<b>Financing activities</b>				
Repayment of term loans	(6,128)	(5,810)	(11,484)	(10,871)
Other short term bank loans (paid) obtained	(3,660)	10,811	(17,494)	11,143
Interest paid	(1,440)	(1,951)	(2,830)	(3,684)
Capital contributions from minority shareholders	71	0	71	0
Dividends paid	(1,648)	(1,099)	(1,648)	(1,099)
Dividends paid to minority shareholders	0	0	(3,119)	(1,880)
Repayment of obligations under finance leases	(94)	(97)	(146)	(232)
Net cash used in financing activities	<u>(12,899)</u>	<u>1,854</u>	<u>(36,650)</u>	<u>(6,623)</u>
Net (decrease) increase in cash and cash equivalents	(5,736)	14,917	(19,749)	15,038
Cash and cash equivalents at beginning of period	78,923	65,166	93,979	63,463
Effect of exchange rate changes on the balance of cash held in foreign currencies	907	578	(136)	2,160
Cash and cash equivalents at end of period	<u>74,094</u>	<u>80,661</u>	<u>74,094</u>	<u>80,661</u>
<b>Cash and cash equivalents at end of period comprise:</b>				
Bank balances and cash	74,094	82,136	74,094	82,136
Bank overdrafts	0	(1,475)	0	(1,475)
	<u>74,094</u>	<u>80,661</u>	<u>74,094</u>	<u>80,661</u>

**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.**

	Share capital S\$'000	Capital reserve S\$'000	Legal reserve S\$'000	Translation reserve S\$'000	Property/ asset revaluation reserve S\$'000	Retained profits S\$'000	Fair value reserve S\$'000	Sub Total S\$'000	Non- controlling interests S\$'000	Total S\$'000
<b>The Group</b>										
Balance at 1 Apr 2014	257,400	(32,963)	21,778	(131,161)	3,358	128,452	1,382	248,246	61,802	310,048
Total comprehensive income:										
Profit for the year	0	0	0	0	0	2,342	0	2,342	2,585	4,927
Other comprehensive income for the period	0	0	0	(1,336)	0	0	(572)	(1,908)	(546)	(2,454)
Total	0	0	0	(1,336)	0	2,342	(572)	434	2,039	2,473
Transactions with owners, recognised directly in equity:										
Dividends paid to non-controlling interests	0	0	0	0	0	0	0	0	(3,119)	(3,119)
Total	0	0	0	0	0	0	0	0	(3,119)	(3,119)
Transfer to (from) reserves	0	0	0	0	0	0	0	0	0	0
Balance at 30 Jun 2014	257,400	(32,963)	21,778	(132,497)	3,358	130,794	810	248,680	60,722	309,402
Total comprehensive income:										
Profit for the year	0	0	0	0	0	9,119	0	9,119	4,033	13,152
Other comprehensive income for the period	0	0	0	4,957	0	0	41	4,998	1,916	6,914
Total	0	0	0	4,957	0	9,119	41	14,117	5,949	20,066
Transactions with owners, recognised directly in equity:										
Dividends paid	0	0	0	0	0	(1,648)	0	(1,648)	0	(1,648)
Capital contributions by non-controlling interests	0	0	0	0	0	0	0	0	71	71
Effects of changes in in shareholdings on non-controlling interests	0	0	0	0	0	0	0	0	(170)	(170)
Total	0	0	0	0	0	(1,648)	0	(1,648)	(99)	(1,747)
Transfer to (from) reserves	0	0	223	0	0	(223)	0	0	0	0
Balance at 30 Sept 2014	257,400	(32,963)	22,001	(127,540)	3,358	138,042	851	261,149	66,572	327,721

The Group	Share capital S\$'000	Capital reserve S\$'000	Legal reserve S\$'000	Translation reserve S\$'000	Property/ asset revaluation reserve S\$'000	Retained profits S\$'000	Share option reserve S\$'000	Sub Total S\$'000	Non-controlling interests S\$'000	Total S\$'000
Balance at 1 Apr 2013	231,257	(34,002)	21,407	(135,009)	3,358	180,746	1,133	268,890	53,452	322,342
Total comprehensive income:										
Profit for the year	0	0	0	0	0	107	0	107	1,791	1,898
Other comprehensive income for the period	0	0	0	7,034	0	0	0	7,034	1,401	8,435
Total	0	0	0	7,034	0	107	0	7,141	3,192	10,333
Transactions with owners, recognised directly in equity:										
Dividends paid to non-controlling interests	0	0	0	0	0	0	0	0	(1,880)	(1,880)
Total	0	0	0	0	0	0	0	0	(1,880)	(1,880)
Transfer to (from) reserves	0	0	57	0	0	(57)	0	0	0	0
Balance at 30 Jun 2013	231,257	(34,002)	21,464	(127,975)	3,358	180,796	1,133	276,031	54,764	330,795
Total comprehensive income:										
Profit for the year	0	0	0	0	0	150	0	150	1,814	1,964
Other comprehensive income for the period	0	0	0	(840)	0	0	0	(840)	(134)	(974)
Total	0	0	0	(840)	0	150	0	(690)	1,680	990
Transactions with owners, recognised directly in equity:										
Dividends paid	0	0	0	0	0	(1,099)	0	(1,099)	0	(1,099)
Total	0	0	0	0	0	(1,099)	0	(1,099)	0	(1,099)
Transfer to (from) reserves	0	0	314	0	0	(314)	0	0	0	0
Balance at 30 Sept 2013	231,257	(34,002)	21,778	(128,815)	3,358	179,533	1,133	274,242	56,444	330,686

	Share capital S\$'000	Retained profits S\$'000	Share option reserve S\$'000	Translation reserve S\$'000	Total S\$'000
<b>The Company</b>					
Balance at 1 Apr 2014	257,400	20,405	0	(20)	277,785
Total comprehensive income					
Loss for the period	0	(3,329)	0	0	(3,329)
Other comprehensive loss	0	0	0	(491)	(491)
	0	(3,329)	0	(491)	(3,820)
Balance at 30 Jun 2014	257,400	17,076	0	(511)	273,965
Total comprehensive income					
Loss for the period	0	(30)	0	0	(30)
Other comprehensive loss	0	0	0	(602)	(602)
	0	(30)	0	(602)	(632)
Transactions with owners, recognised directly in equity:					
Dividends paid	0	(1,648)	0	0	(1,648)
Balance at 30 Sept 2014	257,400	15,398	0	(1,113)	271,685
Balance at 1 Apr 2013	231,257	64,564	1,133	213	297,167
Total comprehensive income					
Loss for the period	0	(2,920)	0	0	(2,920)
Other comprehensive loss	0	0	0	(235)	(235)
	0	(2,920)	0	(235)	(3,155)
Balance at 30 Jun 2013	231,257	61,644	1,133	(22)	294,012
Total comprehensive income					
Loss for the period	0	(2,686)	0	0	(2,686)
Other comprehensive loss	0	0	0	87	87
	0	(2,686)	0	87	(2,599)
Transactions with owners, recognised directly in equity:					
Dividends paid	0	(1,099)	0	0	(1,099)
Balance at 30 Sept 2013	231,257	57,859	1,133	65	290,314

- 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.**

There were no movements in the share capital of the Company from 30 June 2014 to 30 September 2014. There were no shares that may be issued on conversion of any outstanding convertibles as at 30 September 2014 and 30 September 2013. The Company did not hold any of its issued shares as treasury shares as at 30 September 2014 and 30 September 2013.

- 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.**

<b>As at</b>	<b>30 September 2014</b>	<b>31 March 2014</b>
Total number of issued shares	164,806,752	164,806,752
Less: Treasury shares	<u>-</u>	<u>-</u>
Total number of issued shares excluding treasury shares	<u>164,806,752</u>	<u>164,806,752</u>

- 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.**

As at 30 September 2014, there were no sales, transfers, disposals, cancellation and/or use of treasury shares.

- 2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by the Company's auditors.

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

Other than the adoption of certain revisions to various existing Financial Reporting Standards ("FRS"), the new FRS and Interpretations of FRS ("INT FRS") that are mandatory on the Group for its financial year commenced on 1 April 2014, the Group has adopted the same accounting policies and methods of computation for the current financial period as those adopted for the audited financial statements for the financial year ended 31 March 2014.

**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 adoption of the various revised FRS, new FRS and INT FRS effective for the Company's financial year commenced on 1 April 2014 does not have a material financial effect on the Group and the Company.

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.**

	<b>Q2 ended 30 Sept 2014</b>	<b>Q2 ended 30 Sept 2013 (Restated) <sup>(1)</sup></b>	<b>H1 ended 30 Sept 2014</b>	<b>H1 ended 30 Sept 2013 (Restated) <sup>(1)</sup></b>
<b>Earnings per share (“EPS”) in cents Basic&amp; Diluted</b>	5.53	0.13	6.95	0.22
<b>Number of shares</b> Weighted average number of ordinary shares used in calculating basic& diluted EPS	164,806,752	117,562,150	164,806,752	117,562,150

(1) Restated for the effects of the rights issue completed in March 2014

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.**

	<b>The Group</b>		<b>The Company</b>	
	<b>30 Sept 2014 S\$</b>	<b>31 Mar 2014 S\$</b>	<b>30 Sept 2014 S\$</b>	<b>31 Mar 2014 S\$</b>
Net asset value per ordinary share based on issued share capital at the end of the period	1.58	1.51	1.65	1.69

- 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.**

Turnover for the three months ended 30 September 2014 was S\$185.2 million, a decrease of 2.5% over the corresponding period last year. Turnover for the six months ended 30 September 2014 was S\$359.6 million, an increase of 1.6% over the corresponding period last year.

While sales of rechargeable batteries decreased by 18.7% and 17.9% for the three months and six months ended 30 September 2014 respectively over the corresponding periods last year, sales of primary batteries increased by 1.4% and 7.3% for the three months and six months ended 30 September 2014 respectively over the corresponding periods last year.

Sales in the Americas and Asia increased by 11.8% and 1.3% respectively while sales in Europe decreased by 18.7% for the three months ended 30 September 2014 over the corresponding periods last year. For the six months ended 30 September 2014, sales in the America and Asia increased by 13.8% and 3.1% respectively while sales in Europe decreased by 7.8%.

Profit before income tax for the three months and six months ended 30 September 2014 were S\$16.1 million and S\$24.0 million respectively as compared to S\$4.9 million and S\$9.4 million over the corresponding periods last year. Gross profit margins for the three months and six months ended 30 September 2014 improved slightly to 22.5% and 23.0% respectively from 22.0% and 22.7% in the corresponding periods last year due to reduced overhead.

Distribution expenses for the three months and six months ended 30 September 2014 were S\$14.4 million and S\$28.0 million respectively, an increase of 17.7% and 20.6% over the corresponding periods last year due to additional investment in advertising and promotion globally for brand building.

Administrative expenses for the three months and six months ended 30 September 2014 were S\$19.9 million and S\$38.2 million respectively, a decrease of 4.8% and 7.4% over the corresponding periods last year due to the Group's continuous effort to streamline and rationalize its operations.

Finance costs for the three months and six months ended 30 September 2014 were S\$1.4 million and S\$2.8 million respectively, a decrease of 26.0% and 24.9% over the corresponding periods last year. This is mainly attributable to reduced gross borrowings from S\$192.2 million as at 30 September 2013 to S\$123.9 million as at 30 September 2014.

Net other operating income for the three months ended 30 September 2014 was S\$10.6 million as compared to S\$0.2 million over the same period last year. The income included a gain of S\$9.2 million arising from the disposal of the factory building in Singapore.

Share of loss of associates for the three months and six months ended 30 September 2014 were S\$0.5 million and S\$0.3 million respectively as compared to S\$2.0 million and S\$3.7 million over the same periods last year mainly due to cessation of loss-making operations of the Vectrix group.

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

These results are in line with the statement made by the Company in the announcement of results for the financial period ended 30 June 2014 released on 12 August 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.**

Although gross margins are under pressure due to volatility of raw material prices and the weakening of certain currencies against US dollar, the Group continues to improve cost competitiveness and quality of the products through automation programs, and the Group has some success in getting longer term orders from key customers through these advantages. The Group will continue to focus on brand building efforts and distribution development in selected markets as well as to increase new design-in activities in targeted industrial market segments.

As the Group continues to improve its working capital, the cash flow is expected to remain healthy in the coming quarter.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

Name of Dividend	Interim
Dividend type	Cash
Dividend amount per share (in cents)	1.25 cents
Tax rate	Tax-exempt (one-tier)

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

No.

**(c) Date payable**

To announce later.

**(d) Books closure date**

To announce later.

**12. If no dividend has been declare/recommended, a statement to that effect.**

Not applicable.

**13. If the Group has obtained a general mandate from shareholders for Interested Person Transactions (“IPT”), 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.**

The Company does not have a shareholders’ mandate for IPT.

**14. Confirmation by the Board Pursuant to Rule 705(5)**

We, Victor Lo Chung Wing and Richard Ku Yuk Hing, being two directors of GP Batteries International Limited (the “Company”), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial statements for secondquarter ended 30 September 2014 to be false or misleading in any material aspect.

**BY ORDER OF THE BOARD**

**Victor Lo Chung Wing**  
Chairman and Chief Executive Officer

**Richard Ku Yuk Hing**  
Vice Chairman

12 November 2014