

Audited Full Year Financial Results and Dividend Announcement for the Year Ended 2015

1(a) An income statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

| | Group | | |
|---|-------------------------------|----------------|----------------|
| | Year Ended 31 December | | |
| | 2015 | 2014 | + / (-) |
| | S\$'000 | S\$'000 | % |
| Revenue | 178,834 | 154,222 | 16.0 |
| Cost of sales | (72,587) | (63,983) | 13.4 |
| Gross profit | 106,247 | 90,239 | 17.7 |
| Other income (net) | 86,440 | 69,420 | 24.5 |
| Distribution and marketing expenses | (42,867) | (37,079) | 15.6 |
| General and administrative expenses | (10,104) | (10,181) | (0.8) |
| Finance expenses | (460) | (423) | 8.7 |
| Profit from operations | 139,256 | 111,976 | 24.4 |
| Equity accounting/gains on associated companies | 56,376 | 11,917 | 373.1 |
| Fair value changes on investment properties (net) | (1,967) | 3,075 | (164.0) |
| Profit before taxation | 193,665 | 126,968 | 52.5 |
| Taxation | (10,389) | (8,143) | 27.6 |
| Profit for the financial year, net of tax | 183,276 | 118,825 | 54.2 |

A consolidated statement of comprehensive income for the financial year ended 31 December 2015:

| | Group | | |
|---|-------------------------------|----------------|----------------|
| | Year Ended 31 December | | |
| | 2015 | 2014 | + / (-) |
| | S\$'000 | S\$'000 | % |
| Profit for the financial year, net of tax | 183,276 | 118,825 | 54.2 |
| Other comprehensive (expense)/income, after tax, that may be reclassified subsequently to profit or loss: | | | |
| Fair value changes on available-for-sale financial assets (net) | (406,144) | 283,208 | (243.4) |
| Reclassification of fair value changes to profit or loss on disposal of available-for-sale financial assets | 3,286 | (3,400) | 196.6 |
| Currency translation differences on consolidation of foreign entities (net) | (2,892) | 5,664 | (151.1) |
| Share of associated company's other comprehensive income through equity accounting | (2,927) | 57 | (5,235.1) |
| Reclassification of currency translation reserve to profit or loss on reclassification of associated company to available-for-sale financial assets | (4,543) | - | N/M |
| Other comprehensive (expense)/income for the financial year, net of tax | (413,220) | 285,529 | (244.7) |
| Total comprehensive (expense)/income for the financial year | (229,944) | 404,354 | (156.9) |

N/M - not meaningful

1(a) Notes to the Income Statement

| | Group | | |
|---|-------------------------------|---------|---------|
| | Year Ended 31 December | | |
| | 2015 | 2014 | + / (-) |
| | S\$'000 | S\$'000 | % |
| (i) Other income (net) | | | |
| Gross dividend income from quoted equity investments | 89,476 | 62,566 | 43.0 |
| (Loss)/gain on disposal of available-for-sale financial assets | (3,286) | 3,400 | (196.6) |
| Impairment of property, plant and equipment | (4,601) | - | N/M |
| Gain on sale of investment property | 250 | - | N/M |
| Interest income | 2,764 | 1,434 | 92.7 |
| Miscellaneous income | 1,837 | 2,020 | (9.1) |
| | 86,440 | 69,420 | 24.5 |
| (ii) The following were charged/(credited) to the income statement : | | | |
| Interest on borrowings | 460 | 423 | 8.7 |
| Depreciation of property, plant and equipment | 5,338 | 5,415 | (1.4) |
| Loss on disposal and write-off of property, plant and equipment | 86 | 108 | (20.4) |
| Allowance for impairment of receivables | 8 | 1 | 700.0 |
| Inventories written off | 216 | 98 | 120.4 |
| Foreign exchange gain, net | (1,172) | (96) | 1,120.8 |
| Prior years' over provision of current taxation | (96) | (709) | (86.5) |
| Prior years' under provision of deferred taxation | 484 | 63 | 668.3 |
| Gain on partial disposal of interest in associated company and deemed disposal on decognition of associated company | (55,599) | - | N/M |
| (iii) Segmental results | | | |
| <u>Revenue</u> | | | |
| Healthcare | 152,567 | 122,231 | 24.8 |
| Leisure | 12,736 | 15,604 | (18.4) |
| Property | 13,531 | 16,387 | (17.4) |
| | 178,834 | 154,222 | 16.0 |
| <u>Profit/(loss) from operations</u> | | | |
| Healthcare | 48,122 | 33,885 | 42.0 |
| Leisure | (4,340) | 2,513 | (272.7) |
| Property | 9,868 | 12,377 | (20.3) |
| Investments | 88,419 | 66,850 | 32.3 |
| Unallocated expenses | (2,813) | (3,649) | (22.9) |
| | 139,256 | 111,976 | 24.4 |

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.

| | Group | | Company | |
|---|-------------------|-------------------|-------------------|-------------------|
| | 31/12/2015 | 31/12/2014 | 31/12/2015 | 31/12/2014 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| ASSETS | | | | |
| Non-current assets | | | | |
| Property, plant and equipment | 24,406 | 33,187 | - | - |
| Investment properties | 210,823 | 225,249 | - | - |
| Investment in subsidiaries | - | - | 375,857 | 381,957 |
| Investment in associated companies | 3,859 | 137,690 | 2,895 | 2,895 |
| Available-for-sale financial assets | 1,701,036 | 1,842,662 | 281 | 330 |
| Deferred income tax assets | 1,169 | 263 | - | - |
| Intangible assets | 11,116 | 11,116 | - | - |
| | 1,952,409 | 2,250,167 | 379,033 | 385,182 |
| Current assets | | | | |
| Available-for-sale financial assets | 379,519 | 468,830 | - | - |
| Inventories | 12,375 | 10,720 | - | - |
| Trade and other receivables | 32,387 | 19,911 | 138,385 | 121,464 |
| Cash and bank balances | 315,731 | 224,666 | 287,257 | 194,270 |
| | 740,012 | 724,127 | 425,642 | 315,734 |
| Total assets | 2,692,421 | 2,974,294 | 804,675 | 700,916 |
| LIABILITIES | | | | |
| Current liabilities | | | | |
| Trade and other payables | 55,156 | 39,066 | 80,704 | 72,286 |
| Current income tax liabilities | 10,508 | 7,587 | 490 | 283 |
| Borrowings | 43,547 | 56,332 | 43,547 | 56,332 |
| | 109,211 | 102,985 | 124,741 | 128,901 |
| Non-current liabilities | | | | |
| Deferred income tax liabilities | 48,087 | 63,844 | - | - |
| | 48,087 | 63,844 | - | - |
| Total liabilities | 157,298 | 166,829 | 124,741 | 128,901 |
| NET ASSETS | 2,535,123 | 2,807,465 | 679,934 | 572,015 |
| EQUITY | | | | |
| Equity attributable to equity holders of the Company | | | | |
| Share capital | 249,895 | 248,722 | 249,895 | 248,722 |
| Retained profits | 1,030,257 | 887,171 | 426,306 | 319,762 |
| Other reserves | 1,254,971 | 1,671,572 | 3,733 | 3,531 |
| Total equity | 2,535,123 | 2,807,465 | 679,934 | 572,015 |

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

Amount repayable in one year or less, or on demand

| As at 31/12/2015 | | As at 31/12/2014 | |
|------------------|-----------|------------------|-----------|
| Secured | Unsecured | Secured | Unsecured |
| S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| 43,547 | - | 56,332 | - |

Amount repayable after one year

| As at 31/12/2015 | | As at 31/12/2014 | |
|------------------|-----------|------------------|-----------|
| Secured | Unsecured | Secured | Unsecured |
| S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| - | - | - | - |

Details of any collateral

The Group has provided certain investment properties, available-for-sale financial assets and fixed deposits to secure its borrowings and credit facilities.

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.

| | Group | |
|--|---|-----------------|
| | Year Ended 31 December 2015 S\$'000 | 2014 S\$'000 |
| Cash flows from operating activities: | | |
| Profit before tax | 193,665 | 126,968 |
| Adjustments for: | | |
| Gross dividend income from quoted equity investments | (89,476) | (62,566) |
| Equity accounting/gains on associated companies | (56,376) | (11,917) |
| Depreciation of property, plant and equipment | 5,338 | 5,415 |
| Impairment of property, plant and equipment | 4,601 | - |
| Loss/(gain) on disposal of available-for-sale financial assets | 3,286 | (3,400) |
| Interest income | (2,764) | (1,434) |
| Fair value changes on investment properties (net) | 1,967 | (3,075) |
| Finance expenses | 460 | 423 |
| Expensing of share options | 251 | 305 |
| Gain on sale of investment property | (250) | - |
| Write-back of unclaimed dividends | (216) | (278) |
| Inventories written down | 216 | 98 |
| Loss on disposal and write-off of property, plant and equipment | 86 | 108 |
| Allowance for impairment of receivables | 8 | 1 |
| Currency translation losses/(gains) | 70 | (512) |
| Operating profit before working capital changes | 60,866 | 50,136 |
| Increase in inventories | (1,871) | (1,107) |
| Increase in trade and other receivables | (5,085) | (2,292) |
| Increase in trade and other payables | 13,079 | 2,380 |
| Cash generated from operations | 66,989 | 49,117 |
| Dividend income received (Note) | 63,534 | 14,880 |
| Interest income received | 2,773 | 1,176 |
| Net taxation paid | (9,233) | (7,059) |
| Net cash provided by operating activities | 124,063 | 58,114 |
| Cash flows from investing activities | | |
| Proceeds from partial disposal of interest in associated company | 99,322 | - |
| Proceeds from sale of investment property | 10,045 | - |
| Dividends from associated companies | 4,068 | 5,452 |
| Purchase of additional interest in associated company | (72,755) | (1,574) |
| Purchase of available-for-sale financial assets | (20,256) | (47,742) |
| Purchase of property, plant and equipment | (993) | (2,530) |
| Improvements to investment properties | (2,282) | (339) |
| Proceeds from sale of property, plant and equipment | - | 7 |
| Proceeds from disposal of available-for-sale financial assets | 9,082 | 9,494 |
| Net cash provided by/(used in) investing activities | 26,231 | (37,232) |
| Cash flows from financing activities | | |
| Proceeds from issue of share capital | 1,173 | 1,874 |
| Bank deposits pledged | 82 | 56 |
| Payment of dividends to members of the Company | (43,822) | (43,789) |
| Interest expense paid | (469) | (427) |
| Proceeds from borrowings | - | 47,746 |
| Repayment of borrowings | (15,450) | (12,413) |
| Net cash used in financing activities | (58,486) | (6,953) |
| Net increase in cash and cash equivalents | 91,808 | 13,929 |
| Cash and cash equivalents at beginning of the financial year | 223,061 | 208,606 |
| Effects of currency translation on cash and cash equivalents | (661) | 526 |
| Cash and cash equivalents at end of the financial year | 314,208 | 223,061 |
| Cash and cash equivalents comprised the following: | | |
| Cash and bank balances | 315,731 | 224,666 |
| Less: Bank deposits pledged for banking facilities | (1,523) | (1,605) |
| | 314,208 | 223,061 |

Note: During the financial year, the Group elected to receive \$22.4m (2014: \$47.7m) of dividend income as non-cash available-for-sale financial assets in lieu of cash dividends.

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 | Fair Value Reserve | Other Reserve | Foreign Currency Translation Reserve | Retained Profits | Total Equity |
|---|------------------|-----------------------|------------------|---|---------------------|------------------|
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| <u>The Group</u> | | | | | | |
| 2015 | | | | | | |
| Balance at 1 January 2015 | 248,722 | 1,648,605 | 26,046 | (3,079) | 887,171 | 2,807,465 |
| Issue of share capital | 1,173 | - | - | - | - | 1,173 |
| Expensing of share options | - | - | 251 | - | - | 251 |
| Transfer from revenue reserve to statutory reserve | - | - | 26 | - | (26) | - |
| Reclassification from share option reserve to retained profits on reclassification of investment in associated company to available-for-sale financial assets | - | - | (3,658) | - | 3,658 | - |
| Dividends paid | - | - | - | - | (43,822) | (43,822) |
| Total comprehensive (expense)/income for the financial year | - | (402,858) | - | (10,362) | 183,276 | (229,944) |
| Balance at 31 December 2015 | 249,895 | 1,245,747 | 22,665 | (13,441) | 1,030,257 | 2,535,123 |
| 2014 | | | | | | |
| Balance at 1 January 2014 | 246,848 | 1,368,797 | 23,752 | (6,858) | 812,182 | 2,444,721 |
| Issue of share capital | 1,874 | - | - | - | - | 1,874 |
| Expensing of share options | - | - | 305 | - | - | 305 |
| Transfer from revenue reserve to statutory reserve | - | - | 47 | - | (47) | - |
| Dividends paid | - | - | - | - | (43,789) | (43,789) |
| Total comprehensive income for the financial year | - | 279,808 | 1,942 | 3,779 | 118,825 | 404,354 |
| Balance at 31 December 2014 | 248,722 | 1,648,605 | 26,046 | (3,079) | 887,171 | 2,807,465 |

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 | Fair Value Reserve | Other Reserve | Retained Profits | Total Equity |
|---|------------------|-----------------------|------------------|---------------------|-----------------|
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| <u>The Company</u> | | | | | |
| 2015 | | | | | |
| Balance at 1 January 2015 | 248,722 | 76 | 3,455 | 319,762 | 572,015 |
| Issue of share capital | 1,173 | - | - | - | 1,173 |
| Expensing of share options | - | - | 251 | - | 251 |
| Dividends paid | - | - | - | (43,822) | (43,822) |
| Total comprehensive (expense)/income for the financial year | - | (49) | - | 150,366 | 150,317 |
| Balance at 31 December 2015 | 249,895 | 27 | 3,706 | 426,306 | 679,934 |
| 2014 | | | | | |
| Balance at 1 January 2014 | 246,848 | 103 | 3,150 | 266,219 | 516,320 |
| Issue of share capital | 1,874 | - | - | - | 1,874 |
| Expensing of share options | - | - | 305 | - | 305 |
| Dividends paid | - | - | - | (43,789) | (43,789) |
| Total comprehensive (expense)/income for the financial year | - | (27) | - | 97,332 | 97,305 |
| Balance at 31 December 2014 | 248,722 | 76 | 3,455 | 319,762 | 572,015 |

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

Since 30 September 2015, 20,000 shares were issued pursuant to the exercise of share options.

As at 31 December 2015, unissued shares under the share option scheme of the Company were as follows:

| | <u>31/12/2015</u> | <u>31/12/2014</u> |
|--|-------------------|-------------------|
| The Haw Par Corporation Group 2002 Share Option Scheme | <u>1,349,000</u> | <u>1,003,000</u> |

- 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.**

| | <u>31/12/2015</u> | <u>31/12/2014</u> |
|-------------------------------|--------------------|--------------------|
| Total number of issued shares | <u>219,131,173</u> | <u>218,962,173</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.**

Not applicable.

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

The figures for the year ended 31 December 2015 have been audited by the Company's independent auditor 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).

The independent auditor's report is as follows:

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
HAW PAR CORPORATION LIMITED**

For the financial year ended 31 December 2015

Report on the Financial Statements

We have audited the accompanying financial statements of Haw Par Corporation Limited (the "Company") and its subsidiaries (the "Group") set out on pages 7¹ to 74¹, which comprise the consolidated statement of financial position of the Group and statement of financial position of the Company as at 31 December 2015, the consolidated income statement, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows of the Group for the financial 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 financial statements 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 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 so as to give a true and fair view of the financial position of the Group and of the Company as at 31 December 2015, and of the financial performance, changes in equity and cash flows of the Group for the financial 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 subsidiary corporations incorporated in Singapore, of which we are the auditors, have been properly kept in accordance with the provisions of the Act.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants

¹ The page numbers are as stated in the Independent Auditor's Report dated 25 February 2016 included in Haw Par Corporation Limited's full financial statements for the financial year ended 31 December 2015.

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

These financial results have been prepared based on accounting policies and methods of computation consistent with those adopted in the most recently audited annual financial statements for the year ended 31 December 2014, except as stated in Note 5.

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

On 1 January 2015, the Group adopted the new or amended FRS and Interpretations to FRS ("INT FRS") that are mandatory for application for the financial year. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS including the following:

- FRS 102 Share-based Payment
- FRS 103 Business Combinations
- FRS 40 Investment Property
- FRS 108 Operating Segments

The adoption of these new or amended FRS and INT FRS did not result in substantial changes to the accounting policies of the Group and the Company and had no material effect on the amounts reported for the current or prior financial years.

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

| | <u>Group</u> | |
|--|-------------------------------|-----------------|
| | <u>Year Ended 31 December</u> | |
| | 2015 | 2014 |
| Earnings per ordinary share: | | |
| (a) Based on the weighted average number of ordinary shares on issue | 83.7 cts | 54.3 cts |
| (b) On a fully diluted basis | <u>83.6 cts</u> | <u>54.3 cts</u> |

7. Net asset value (for the issuer and group) per ordinary share based on the issued share capital of the issuer at the end of the:-

- (a) current financial period reported on; and
(b) immediately preceding financial year.**

| | <u>Group</u> | | <u>Company</u> | |
|--|-------------------|-------------------|-------------------|-------------------|
| | <u>31/12/2015</u> | <u>31/12/2014</u> | <u>31/12/2015</u> | <u>31/12/2014</u> |
| Net asset value per ordinary share (S\$) | <u>11.57</u> | <u>12.82</u> | <u>3.10</u> | <u>2.61</u> |

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.

Income statement and segmental information

Group revenue increased 16.0% from \$154.2m to \$178.8m. This was mainly from Healthcare. Operating profit increased 24.4% to \$139.3m due to higher profit from Healthcare and increase in dividend income from investments. Earnings for the year increased 54.2% to \$183.3m with higher contribution from Healthcare, investment income and associated companies.

Healthcare's revenue of \$152.6m increased 24.8% compared to the previous year due to increase in sales from key markets. Operating profit increased 42.0% to \$48.1m due to higher sales, lower cost of materials and more favourable exchange rates. Leisure reported an 18.4% decrease in revenue due to lower visitorship. The segment also recorded an impairment charge of \$4.6m on its fixed assets at Underwater World Singapore. Excluding the impairment charge, Leisure reported profits of \$0.3m, 89.6% lower than in 2014 due to lower revenue. Property revenue of \$13.5m decreased 17.4% and profit of \$9.9m decreased 20.3% as a result of lower occupancy.

Other income increased 24.5% to \$86.4m due to higher dividend income and interest income, partially offset by loss on disposal of certain available-for-sale financial assets and impairment of certain fixed assets.

Distribution and marketing expenses increased 15.6% to \$42.9m mainly due to increase in promotion and advertising expenses in Healthcare.

Contribution from associated companies increased to \$56.4m due to partial disposal of interest and subsequent reclassification of Hua Han to available-for-sale financial assets. Pursuant to the partial disposal of Hua Han, the Group has recovered fully its cash capital cost invested in Hua Han.

As a result of lower occupancy and subdued property market outlook, Property recorded a fair value loss of \$2.0m compared to \$3.1m gain in the previous year.

Statements of financial position and cashflow

Property, plant and equipment decreased 26.5% or \$8.8m mainly due to depreciation of \$5.3m during the year and impairment charge on fixed assets of \$4.6m in Leisure, partially offset by additions during the year of \$1.0m.

During the year, the Group reclassified one of its associated companies, Hua Han, to available-for-sale financial assets, which resulted in a reduction in investment in associated companies.

Deferred income tax assets increased to \$1.2m due to increase of accruals during the year.

Inventories increased by 15.4% to \$12.4m due to growth in Healthcare's business.

Trade and other receivables increased 62.7%, or \$12.5m due to increase in revenue from Healthcare and dividend receivable.

Cash and bank balances increased 40.5% to \$315.7m mainly due to increase in cash generated from operations, investment income received, proceeds from partial disposal of interests in associated company and disposal of an investment property.

Trade and other payables increased 41.2% to \$55.2m mainly due to growth in Healthcare's business.

Current income tax liabilities increased 38.5% to \$10.5m due to net increase in operating profits.

Borrowings decreased by \$12.8m, or 22.7% mainly due to repayment during the year.

Deferred income tax liabilities decreased 24.7% to \$48.1m mainly due to fair value changes on certain available-for-sale financial assets.

As at 31 December 2015, available-for-sale financial assets were lower compared to valuations at 31 December 2014 as a result of depressed equity market, which contributed mainly to the reduction in net asset per share from \$12.82 to \$11.57.

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

No forecast or prospect statement was made previously in respect of full year results.

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.

Amid uncertain economic outlook, the operating environment will continue to be challenging. The outlook for Healthcare remains positive but Leisure and Property will likely suffer further setbacks.

The volatile investment environment will affect fair values and income from investments.

11. If a decision regarding dividend has been made: -

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and -

(b) (i) Amount per share:

(ii) Previous corresponding period:

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of the shareholders, this must be stated.)

| Name of Dividend | 2015 | | | 2014 | |
|---------------------------|---|---|--|---|--|
| | Second & Final (Proposed) | Special (Proposed) | First & Interim | Second & Final | First & Interim |
| Dividend Type | Cash | Cash | Cash | Cash | Cash |
| Dividend amount per share | 14 cents per ordinary share tax-exempt (one-tier) | 15 cents per ordinary share tax-exempt (one tier) | 6 cents per ordinary share tax-exempt (one-tier) | 14 cents per ordinary share tax-exempt (one-tier) | 6 cents per ordinary share tax-exempt (one-tier) |
| Tax Rate | Tax-Exempt (one-tier) | Tax-Exempt (one-tier) | Tax-Exempt (one-tier) | Tax-Exempt (one-tier) | Tax-Exempt (one-tier) |

(d) The date the dividend is payable

First & Interim Dividend - 4 September 2015

Second & Final Dividend and

Special Dividend - 27 May 2016

(Subject to shareholders' approval for the payment of the proposed Second & Final and Special Dividends)

(e) The date on which Registrable Transfers received by the company (up to 5:00pm) will be registered before entitlements to the dividend are determined.

The Share Transfer Books and Register of Members of the Company will be closed on 18 May 2016, 5.00 p.m. . Duly completed transfers in respect of ordinary shares in the capital of the Company ("Shares") received by the Company's Registrar up to 5.00 p.m. on 18 May 2016 will be registered to determine shareholders' entitlement to the proposed Second & Final and Special Dividend. Shareholders whose securities accounts with The Central Depository (Pte) Limited are credited with Shares as at 5.00 p.m. on 18 May 2016 will be entitled to such proposed dividends.

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.

The Group does not have any general mandate from shareholders pursuant to Rule 920.

14. Negative confirmation pursuant to Rule 705 (5) of the Listing Manual

Not required for announcement on full year results.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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

15. **Segmental 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.**

| | Healthcare products S\$'000 | Leisure products and services S\$'000 | Property rental S\$'000 | Investments S\$'000 | Eliminations S\$'000 | Consolidated S\$'000 |
|--|-----------------------------------|--|-------------------------------|------------------------|-------------------------|-------------------------|
| (a) Business segments | | | | | | |
| 2015 | | | | | | |
| Sales to external customers | 152,567 | 12,736 | 13,531 | - | - | 178,834 |
| Inter-segment sales | 7 | - | 796 | - | (803) | - |
| Interest income | - | - | - | 2,764 | - | 2,764 |
| Other income | 411 | 114 | 1,310 | 86,442 | - | 88,277 |
| Inter-segment other income | - | - | - | 54,660 | (54,660) | - |
| Total revenue and other income | 152,985 | 12,850 | 15,637 | 143,866 | (55,463) | 269,875 |
| Impairment of property, plant and equipment | - | 4,601 | - | - | - | 4,601 |
| Depreciation | 2,268 | 3,010 | 8 | 52 | - | 5,338 |
| Segment profit/(loss) | 48,122 | (4,340) | 9,868 | 143,539 | (54,660) | 142,529 |
| Finance expense | | | | | | (460) |
| Unallocated expenses | | | | | | (2,813) |
| Profit from operations | | | | | | 139,256 |
| Equity accounting/gains on associated companies | - | - | - | 56,376 | - | 56,376 |
| Fair value losses on investment properties | - | - | (1,967) | - | - | (1,967) |
| Taxation | | | | | | (10,389) |
| Earnings for the financial year | | | | | | 183,276 |
| Segment assets | 78,313 | 11,580 | 212,629 | 2,697,849 | (309,119) | 2,691,252 |
| Deferred income tax assets | | | | | | 1,169 |
| Total assets per statement of financial position | | | | | | 2,692,421 |
| Expenditures for segment non-current assets | | | | | | |
| - Additions to property, plant and equipment | 795 | 124 | 20 | 54 | - | 993 |
| - Investment properties improvements | - | - | 2,282 | - | - | 2,282 |
| | 795 | 124 | 2,302 | 54 | - | 3,275 |
| Segment liabilities | 43,130 | 3,110 | 6,428 | 49,388 | (3,353) | 98,703 |
| Current income tax liabilities | | | | | | 10,508 |
| Deferred income tax liabilities | | | | | | 48,087 |
| Total liabilities per statement of financial position | | | | | | 157,298 |

Segmental Reporting (cont'd)

| | Healthcare products S\$'000 | Leisure products and services S\$'000 | Property rental S\$'000 | Investments S\$'000 | Eliminations S\$'000 | Consolidated S\$'000 |
|--|-----------------------------------|--|-------------------------------|------------------------|-------------------------|-------------------------|
| 2014 | | | | | | |
| Sales to external customers | 122,231 | 15,604 | 16,387 | - | - | 154,222 |
| Inter-segment sales | 9 | - | 702 | - | (711) | - |
| Interest income | - | - | - | 1,434 | - | 1,434 |
| Other income | 444 | 389 | 886 | 66,267 | - | 67,986 |
| Inter-segment other income | - | - | - | 39,437 | (39,437) | - |
| Total revenue and other income | 122,684 | 15,993 | 17,975 | 107,138 | (40,148) | 223,642 |
| Depreciation | 2,170 | 3,183 | 4 | 58 | - | 5,415 |
| Segment profit | 33,885 | 2,513 | 12,377 | 106,710 | (39,437) | 116,048 |
| Finance expense | | | | | | (423) |
| Unallocated expenses | | | | | | (3,649) |
| Profit from operations | | | | | | 111,976 |
| Equity accounting/gains on associated companies | - | - | - | 11,917 | - | 11,917 |
| Fair value gain on investment properties | - | - | 3,075 | - | - | 3,075 |
| Taxation | | | | | | (8,143) |
| Earnings for the financial year | | | | | | 118,825 |
| Segment assets | 69,150 | 21,122 | 227,417 | 2,964,844 | (308,502) | 2,974,031 |
| Deferred income tax assets | | | | | | 263 |
| Total assets per statement of financial position | | | | | | 2,974,294 |
| Expenditures for segment non-current assets | | | | | | |
| - Additions to property, plant and equipment | 2,114 | 293 | 6 | 117 | - | 2,530 |
| - Investment properties improvements | - | - | 339 | - | - | 339 |
| | 2,114 | 293 | 345 | 117 | - | 2,869 |
| Segment liabilities | 27,604 | 3,143 | 5,564 | 61,762 | (2,675) | 95,398 |
| Current income tax liabilities | | | | | | 7,587 |
| Deferred income tax liabilities | | | | | | 63,844 |
| Total liabilities per statement of financial position | | | | | | 166,829 |

15. Segmental Reporting (cont'd)

| | Singapore S\$'000 | Other Asian countries S\$'000 | Other countries S\$'000 | Consolidated S\$'000 |
|------------------------------------|----------------------|-------------------------------------|-------------------------------|-------------------------|
| (b) Geographical segments | | | | |
| 2015 | | | | |
| Revenue ⁽ⁱ⁾ | 35,117 | 91,922 | 51,795 | 178,834 |
| Non-current assets ⁽ⁱⁱ⁾ | 198,739 | 51,465 | - | 250,204 |
| 2014 | | | | |
| Revenue ⁽ⁱ⁾ | 38,510 | 71,750 | 43,962 | 154,222 |
| Non-current assets ⁽ⁱⁱ⁾ | 206,243 | 200,999 | - | 407,242 |

⁽ⁱ⁾ Revenues are attributable to countries in which the customer is located.

⁽ⁱⁱ⁾ Non-current assets, which include property, plant and equipment, investment properties, investment in associated companies and intangible assets, are shown based on the geographical area where the assets are located.

There was no individual country from "Other Asian countries" and "Other countries" which individually contributed more than 20% of the Group's revenue or non-current assets, except for 2014 Other Asian countries non-current assets which included investment in associated company located in Hong Kong of a carrying amount of \$134,208,000. The investment in associated company has been derecognised and subsequently classified as available-for-sale financial assets in 2015.

Revenue or non-current asset contribution from one single country is disclosed separately if it exceeded 20% of the Group's revenue or non-current assets.

(c) Major customers

Revenues of approximately \$70,598,000 (2014: \$66,005,000) were contributed from two groups of external customers (2014: three groups). These revenues are attributable to the sale of Healthcare products in Singapore and other Asian countries.

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.

Other than those stated under item 8 above, there were no major factors leading to material changes in contributions to turnover and earnings by the business or geographical segments.

17. A breakdown of sales.

| | | Group | | |
|-----|--|-------------------------------|-------------|---------------------|
| | | Year Ended 31 December | | |
| | | 2015 | 2014 | % increase / |
| | | S\$'000 | S\$'000 | (decrease) |
| | | % | | |
| (a) | Sales reported for first half year | 96,729 | 83,877 | 15.3 |
| (b) | Operating profit after tax reported for first half year | 129,332 | 73,854 | 75.1 |
| (c) | Sales reported for second half year | 82,105 | 70,345 | 16.7 |
| (d) | Operating profit after tax reported for second half year | 53,944 | 44,971 | 20.0 |

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

| | 2015 S\$'000 | 2014 S\$'000 |
|----------------|-----------------|-----------------|
| (a) Ordinary | 43,822 | 43,789 |
| (b) Preference | - | - |
| (c) Total | 43,822 | 43,789 |

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 or chief executive officer 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 |
|--------------------------|-----|---|---|---|
| Wee Ee Lim | 55 | Mr Wee Ee Lim is the son of Dr Wee Cho Yaw, the Non-executive Chairman and a substantial shareholder of the Company. He is also the brother of Mr Wee Ee-chao, a Non-executive Director and substantial shareholder of the Company. | Mr Wee is the President and Chief Executive Officer of the Company since 27 October 2003. He is responsible for the day-to-day operations and management of the Group. | There was no change in duties and position held during the financial year ended 31 December 2015. |
| Kelvin Whang Sung Tze | 55 | Mr Whang is the brother-in-law of Mr Wee Ee Lim who is the President and Chief Executive Officer and substantial shareholder of Haw Par Corporation Limited. | Mr Whang is the General Manager of Underwater World Pattaya Ltd ("UWP"), a Thai subsidiary in the Group. He is responsible for the day-to-day operations and management of UWP. | There was no change in duties and position held during the financial year ended 31 December 2015. |

**BY ORDER OF THE BOARD
HAW PAR CORPORATION LIMITED**

Zann Lim Seok Bin
Company Secretary
25 February 2016