

STAMFORD TYRES CORPORATION LTD

Unaudited Third Quarter 2013 Financial Statements

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

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

1(a)(i) CONSOLIDATED INCOME STATEMENT

	Group			Group		
	Q3FY13	Q3FY12	Difference	9MFY13	9MFY12	Difference
	Jan'13	Jan'12		Jan'13	Jan'12	
	\$'000	\$'000	%	\$'000	\$'000	%
Revenue	80,877	88,862	-8.99%	262,604	258,326	1.66%
Other revenue	240	223	7.62%	617	607	1.65%
Total revenue	81,117	89,085	-8.94%	263,221	258,933	1.66%
Cost of goods sold	62,915	70,609	-10.90%	210,986	199,916	5.54%
Salaries and employees benefits	5,475	5,885	-6.97%	18,534	18,402	0.72%
Marketing and distribution	2,759	1,726	59.85%	8,642	7,721	11.93%
Utilities, repairs and maintenance	1,481	1,549	-4.39%	4,819	4,677	3.04%
Finance costs	1,433	1,617	-11.38%	4,334	4,293	0.96%
Depreciation of property, plant and equipment	1,138	1,322	-13.92%	3,360	3,607	-6.85%
Operating lease rentals	1,819	1,664	9.31%	5,487	4,517	21.47%
Other operating expenses/(income)	1,432	2,641	-45.78%	(740)	8,615	N.M
Total expenditure	(78,452)	(87,013)	-9.84%	(255,422)	(251,748)	1.46%
Share of profits of associated company	-	917	N.M	-	1,876	N.M
Profit before taxation	2,665	2,989	-10.84%	7,799	9,061	-13.93%
Taxation	(421)	(748)	-43.72%	(1,716)	(3,031)	-43.39%
Profit for the financial period	2,244	2,241	0.13%	6,083	6,030	0.88%
Attributable to:						
Equity holders of the company	2,244	2,241	0.13%	6,083	6,030	0.88%
	2,244	2,241	0.13%	6,083	6,030	0.88%

N.M - Not meaningful.

1(a)(i) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q3FY13 Jan'13 \$'000	Q3FY12 Jan'12 \$'000	9MFY13 Jan'13 \$'000	9MFY12 Jan'12 \$'000
Net profit for the financial period	2,244	2,241	6,083	6,030
Other comprehensive income :				
Translation adjustments arising on consolidation	956	746	(641)	692
Other comprehensive income for the financial period, net of tax	956	746	(641)	692
Total comprehensive income for the financial period	3,200	2,987	5,442	6,722
Total comprehensive income attributable to :				
Equity holders of the Company	3,200	2,987	5,442	6,722
	3,200	2,987	5,442	6,722

	Q3FY13 Jan'13 \$'000	Q3FY12 Jan'12 \$'000	9MFY13 Jan'13 \$'000	9MFY12 Jan'12 \$'000
(a) Profit after taxation is stated after charging/(crediting) :				
Depreciation of property, plant and equipment (inclusive of charges included in cost of goods sold)	2,049	2,403	6,152	6,985
(Write-back of)/allowance for doubtful receivables	(47)	947	2,147	1,354
Allowance for/(write-back of) inventory obsolescence	337	566	(30)	1,434
Gain on disposal of property, plant and equipment	(37)	(159)	(551)	(219)
Foreign exchange (gain)/loss	(83)	331	2,015	2,954
Fair value loss/(gain) on other financial instruments	97	(149)	227	(391)
Property, plant and equipment written-off	5	1	2,777	3
Gain on disposal of associated company	-	-	(11,174)	-

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

	Group		Company	
	31/01/13	30/04/12	31/01/13	30/04/12
	\$'000	\$'000	\$'000	\$'000
Non-current assets				
Property, plant and equipment	49,464	53,994	-	-
Investment property	3,030	-	-	-
Subsidiary companies	-	-	42,122	33,929
Amount due from subsidiary companies	-	-	24,435	25,227
Joint venture company	-	-	4,046	1,571
Associated company	233	233	-	-
Deferred tax assets	3,076	2,996	-	-
	<u>55,803</u>	<u>57,223</u>	<u>70,603</u>	<u>60,727</u>
Current assets				
Inventories	127,930	122,464	-	-
Trade receivables	87,409	95,615	-	-
Derivatives	37	175	-	44
Other receivables	6,539	5,966	55	92
Prepayments and advances	4,232	3,131	42	24
Associated company held for sale	-	8,295	-	-
Cash and cash equivalents	32,393	16,931	416	261
	<u>258,540</u>	<u>252,577</u>	<u>513</u>	<u>421</u>
Less: Current liabilities				
Trade payables	30,489	20,110	-	-
Trust receipts (secured)	82,303	90,423	-	-
Derivatives	146	57	28	-
Other payables	23,481	24,488	607	714
Loans (secured)	21,579	36,241	-	1,312
Hire-purchase liabilities	677	597	-	-
Provisions	1,257	860	-	-
Provision for taxation	3,269	3,254	21	74
	<u>163,201</u>	<u>176,030</u>	<u>656</u>	<u>2,100</u>
Net current assets/(liabilities)	<u>95,339</u>	<u>76,547</u>	<u>(143)</u>	<u>(1,679)</u>
Non-current liabilities				
Amount due to subsidiary companies	-	-	365	365
Hire-purchase liabilities	964	1,077	-	-
Provisions	375	541	-	-
Long-term loans (secured)	31,692	16,334	-	680
Deferred tax liabilities	2,954	2,806	-	-
	<u>35,985</u>	<u>20,758</u>	<u>365</u>	<u>1,045</u>
Net assets	<u>115,157</u>	<u>113,012</u>	<u>70,095</u>	<u>58,003</u>
Equity				
Share capital	35,573	35,182	35,573	35,182
Reserves	79,584	77,830	34,522	22,821
	<u>115,157</u>	<u>113,012</u>	<u>70,095</u>	<u>58,003</u>

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

Amount repayable in one year or less, or on demand

As at 31/01/2013		As at 30/04/2012	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
104,559	-	127,261	-

Amount repayable after one year

As at 31/01/2013		As at 30/04/2012	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
32,656	-	17,411	-

Details of any collateral

The Group's freehold land, certain leasehold land and buildings, leasehold improvements and certain plant and equipment with a total net book value of \$33,312,000 as at 31 Jan 2013 (30 April 2012 : \$36,265,000) are subject to legal mortgages in connection with bank facilities granted to the Group.

The trust receipts of subsidiary companies are secured primarily by corporate guarantees from the Company.

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

1(c)(i) CONSOLIDATED CASH FLOW STATEMENT (3Q FY2013 vs 3Q FY2012)

	Group	
	Q3FY13 Jan'13 \$'000	Q3FY12 Jan'12 \$'000
Cash flows from operating activities		
Profit before taxation	2,665	2,989
Adjustments for:		
Depreciation of property, plant and equipment	2,049	2,403
Gain on disposal of property, plant and equipment	(37)	(159)
Fair value loss/(gain) on other financial instruments	97	(149)
Property, plant and equipment written-off	5	1
Bad debts recovered	(2)	-
Foreign currency translation adjustment	599	(81)
Interest income	(25)	(29)
Provision for product warranties	177	229
Interest expenses	1,433	1,617
Share of profits of associated company	-	(917)
Operating profit before reinvestment in working capital	6,961	5,904
Increase in inventories	(9,591)	(7,431)
Decrease/(increase) in receivables	4,913	(3,651)
Increase in payables	5,878	1,522
Cash generated from/(used in) operations	8,161	(3,656)
Interest received	25	29
Interest paid	(1,433)	(1,617)
Income tax paid	(1,039)	(1,961)
Net cash provided by/(used in) operating activities	5,714	(7,205)
Cash flows from investing activities :		
Proceeds from disposal of property, plant and equipment	92	144
Proceeds from exercise of employee share options	226	-
Purchase of property, plant and equipment	(3,687)	(3,560)
Net cash used in investing activities	(3,369)	(3,416)
Cash flows from financing activities :		
Proceeds from long-term loans	1,395	1,560
Repayment of trust receipts	(1,375)	(4,071)
(Repayment of)/proceeds from revolving loans	(1,030)	10,747
Repayment of hire purchase creditors	(230)	(352)
Repayment of long-term loans	(1,702)	(2,531)
Net cash (used in)/provided by financing activities	(2,942)	5,353
Net decrease in cash and cash equivalents	(597)	(5,268)
Cash and cash equivalents at beginning of financial period	33,514	18,630
Exchange rate adjustment to cash and cash equivalents at beginning of financial period	(524)	109
Cash and cash equivalents at end of financial period	32,393	13,471

1(c)(ii) CONSOLIDATED CASH FLOW STATEMENT (YTD JAN FY2013 vs YTD JAN FY2012)

	Group	
	9MFY13 Jan'13 \$'000	9MFY12 Jan'12 \$'000
Cash flows from operating activities		
Profit before taxation	7,799	9,061
Adjustments for:		
Depreciation of property, plant and equipment	6,152	6,985
Gain on disposal of property, plant and equipment	(551)	(219)
Gain on disposal of associated company	(11,174)	-
Fair value loss/(gain) on other financial instruments	227	(391)
Property, plant and equipment written-off	2,777	3
Bad debts written-off	112	-
Foreign currency translation adjustment	(486)	198
Interest income	(67)	(97)
Provision for product warranties	540	567
Interest expenses	4,334	4,293
Share of profits of associated company	-	(1,876)
Operating profit before reinvestment in working capital	9,663	18,524
Increase in inventories	(5,466)	(59,848)
Decrease/(increase) in receivables	6,420	(7,483)
Increase in payables	8,932	5,909
Cash generated from/(used in) operations	19,549	(42,898)
Interest received	67	97
Interest paid	(4,334)	(4,293)
Income tax paid	(3,704)	(4,005)
Net cash provided by/(used in) operating activities	11,578	(51,099)
Cash flows from investing activities :		
Proceeds from disposal of property, plant and equipment	800	244
Proceeds from disposal of associated company	22,243	-
Proceeds from exercise of employee share options	226	-
Dividend income from associated company	-	475
Purchase of property, plant and equipment	(6,931)	(4,440)
Net cash provided by/(used in) investing activities	16,338	(3,721)
Cash flows from financing activities :		
Proceeds from long-term loans	30,493	1,560
(Repayment of)/proceeds from trust receipts	(8,120)	34,316
(Repayment of)/proceeds from revolving loans	(13,268)	16,981
Repayment of hire purchase creditors	(681)	(821)
Dividend paid to shareholders	(3,523)	(3,523)
Repayment of long-term loans	(16,529)	(7,707)
Net cash (used in)/provided by financing activities	(11,628)	40,806
Net increase/(decrease) in cash and cash equivalents	16,288	(14,014)
Cash and cash equivalents at beginning of financial period	16,931	27,743
Exchange rate adjustment to cash and cash equivalents at beginning of financial period	(826)	(258)
Cash and cash equivalents at end of financial period	32,393	13,471

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 year of the immediately preceding financial year.

Group	Equity	Share	Revenue	Other	Capital	Employee	Foreign	Discount on	
	attributable to	owners of the	capital	reserves	reserve	share	currency	acquisition of	
	Equity	Company total	total	total	reserve	option	translation	non-controlling	
	total	Company total	capital	reserve	reserve	reserve	reserve	interest	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Balance at 1 May 2011	106,803	106,803	35,182	79,359	(7,738)	373	755	(9,068)	202
Profit for the financial period	6,030	6,030	-	6,030	-	-	-	-	-
Other comprehensive income for the period	692	692	-	-	692	-	-	692	-
Total comprehensive income for the financial period	6,722	6,722	-	6,030	692	-	-	692	-
<u>Contributions by and distributions to owners</u>									
Transfer from revenue reserve to capital reserve	-	-	-	(51)	51	51	-	-	-
Dividend on ordinary shares	(3,523)	(3,523)	-	(3,523)	-	-	-	-	-
Total contributions by and distributions to owners	(3,523)	(3,523)	-	(3,574)	51	51	-	-	-
Total transactions with owners in their capacity as owners	(3,523)	(3,523)	-	(3,574)	51	51	-	-	-
Balance at 31 Jan 2012	110,002	110,002	35,182	81,815	(6,995)	424	755	(8,376)	202
Balance at 1 May 2012	113,012	113,012	35,182	85,542	(7,712)	424	755	(9,093)	202
Profit for the financial period	6,083	6,083	-	6,083	-	-	-	-	-
Other comprehensive income for the period	(641)	(641)	-	-	(641)	-	-	(641)	-
Total comprehensive income for the financial period	5,442	5,442	-	6,083	(641)	-	-	(641)	-
<u>Contributions by and distributions to owners</u>									
Forfeiture of employee share options	-	-	-	273	(273)	-	(273)	-	-
Dividend on ordinary shares	(3,523)	(3,523)	-	(3,523)	-	-	-	-	-
Exercise of employee share options	226	226	391	-	(165)	-	(165)	-	-
Total contributions by and distributions to owners	(3,297)	(3,297)	391	(3,250)	(438)	-	(438)	-	-
Total transactions with owners in their capacity as owners	(3,297)	(3,297)	391	(3,250)	(438)	-	(438)	-	-
Balance at 31 Jan 2013	115,157	115,157	35,573	88,375	(8,791)	424	317	(9,734)	202

	Equity total \$'000	Equity attributable to owners of the Company total \$'000	Share capital \$'000	Revenue reserve \$'000	Other reserves total \$'000
Company					
Balance at 1 May 2011	54,263	54,263	35,182	18,326	755
Profit for the financial period	6,123	6,123	-	6,123	-
Total comprehensive income for the financial period	6,123	6,123	-	6,123	-
<u>Contributions by and distributions to owners</u>					
Dividend on ordinary shares	(3,523)	(3,523)	-	(3,523)	-
Total contributions by and distributions to owners	(3,523)	(3,523)	-	(3,523)	-
Total transactions with owners in their capacity as owners	(3,523)	(3,523)	-	(3,523)	-
Balance at 31 Jan 2012	56,863	56,863	35,182	20,926	755
Balance at 1 May 2012	58,003	58,003	35,182	22,066	755
Profit for the financial period	15,389	15,389	-	15,389	-
Total comprehensive income for the financial period	15,389	15,389	-	15,389	-
<u>Contributions by and distributions to owners</u>					
Forfeiture of employee share options	-	-	-	273	(273)
Dividend on ordinary shares	(3,523)	(3,523)	-	(3,523)	-
Exercise of employee share options	226	226	391	-	(165)
Total contributions by and distributions to owners	(3,297)	(3,297)	391	(3,250)	(438)
Total transactions with owners in their capacity as owners	(3,297)	(3,297)	391	(3,250)	(438)
Balance at 31 Jan 2013	70,095	70,095	35,573	34,205	317

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 year 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 year reported on and as at the end of the corresponding year of the immediately preceding financial year.

Exercise of share options

In accordance with the STC Share Option Scheme 2001 (the "Scheme"), eligible share option holders of the Company exercised their share options during the financial quarter. 525,000 share options were converted into new shares. Following the exercise of the share options under the Scheme during the financial quarter, the number of issued shares has increased to 235,386,244.

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

	Company 31/01/2013	Company 30/4/2012
Ordinary shares (excluding treasury shares)	235,386,244	234,861,244

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

Not applicable. There is no treasury share as at the end of the current financial period reported on.

2. Whether the figures have been audited, or reviewed and in accordance with which 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 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.

Except as disclosed in Note 5, the Group and the Company has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period compared with those of the audited financial statements as at 30 April 2012.

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 May 2012, the Group and the Company adopted the following new and revised Financial Reporting Standards (“FRS”) and Interpretations of Financial Reporting Standards (“INT FRS”) that are relevant:

Description

Amendments to FRS 107 Disclosures - Transfers of Financial Assets
Amendments to FRS 12 Deferred Tax: Recovery of Underlying Assets

The adoption of the above FRS and INT FRS did not result in any substantial changes to the Group's accounting policies and did not have any significant impact on the Group and the Company.

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

	Group		Group	
	Q3FY13 Jan'13	Q3FY12 Jan'12	9MFY13 Jan'13	9MFY12 Jan'12
Earning per share (EPS)				
- basic (cents)	0.95	0.95	2.59	2.57
- diluted (cents)	0.95	0.95	2.59	2.57
	\$'000	\$'000	\$'000	\$'000
Group earnings used for the calculation of EPS (Loss)/profit for the financial period	2,244	2,241	6,083	6,030
	'000	'000	'000	'000
Number of shares used for the calculation of basic and diluted EPS: Weighted average number of ordinary shares in issue used for the calculation of basic EPS	235,036	234,861	235,036	234,861

Basic earning per share (“EPS”) is calculated on the Group's profit for the financial year attributable to the shareholders of the Company divided by the weighted average number of ordinary shares in issue during the financial period.

Diluted EPS is calculated on the same basis as basic EPS as there are no dilutive potential ordinary shares as at 31 Jan 2013.

Unissued shares under share options as at 31 Jan 2013 comprise 1,010,000 (30 April 2012: 1,565,000) options entitling holders to subscribe at any time during the exercise period for the same number of ordinary shares in the Company.

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

	Group		Company	
	31/01/13	30/04/12	31/01/13	30/04/12
Net asset value per ordinary share (cents)	48.92	48.12	29.78	24.70

The net asset value per share for the Group and the Company as at 31 Jan 2013 are calculated based on the actual number of shares in issue of 235,386,244 ordinary shares (30 April 2012: 234,861,244 ordinary shares).

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 year 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 year reported on.

3QFY13

Revenue

The Group's total revenue was 9.0% lower at S\$80.9 million for the three months ended 31 January 2013 (3QFY13) compared to S\$88.9 million in 3QFY12. The lower revenue was mainly due to weak export sales to Europe and the continued appreciation of the reporting currency (Singapore dollar) against the Group's sales in local currencies.

In local currency terms, most of the Group's markets reported higher sales.

Gross Profit and Gross Margin

The Group reported a higher gross margin of 22.2% for 3QFY13 versus 20.5% previously. The improvement was due to lower average cost of goods sold in 3QFY13 versus 3QFY12. Gross profit dipped by 1.7% to S\$18.0 million in 3QFY13.

Operating Expenses

Operating expenses were 5.5% lower at S\$15.3 million in 3QFY13 compared to S\$16.2 million in 3QFY12. The reduction in the Group's operating expenses was mainly due to:

- Cost reduction efforts in the areas of salaries and employee benefits, and other operating expenses.
- Net S\$47K write-back of allowance for doubtful receivables in 3QFY13 compared to S\$0.9 million allowance made in same period last year. Of the S\$2.2 million provided for doubtful receivables as at end of 2QFY13, S\$0.8 million were collected and written-back in 3QFY13.

Share of Profits of Associated Company

With the sale of the Group's 20%-owned China associate to Sumitomo Rubber Industries in 1HFY13, the Group's 3QFY13 share of profits of associated company dropped to zero compared to S\$0.9 million previously.

Net Profit

As a result of the above, the Group recorded a net profit of S\$2.2 million in 3QFY13, which was comparable to 3QFY12.

Financial Position

Receivables dropped to S\$87.4 million as at 31 January 2013 from S\$95.6 million as at 30 April 2012, in line with lower sales and increase in collections.

Inventories increased to S\$127.9 million as at 31 January 2013 from S\$122.5 million as at 30 April 2012 due to restocking as the Group continued to optimise its product mix.

Trade payables and trust receipts increased marginally to S\$112.8 million as at 31 January 2013 from S\$110.5 million as at 30 April 2012. The increase was due to the higher inventory levels.

As at 31 January 2013, the Group's cash and cash equivalents stood at S\$32.4 million compared to S\$16.9 million as at 30 April 2012.

The Group's borrowings which comprise trust receipts, revolving credit, short-term secured loans as well as long-term secured loans stood at S\$135.6 million as at 31 January 2013 compared with S\$143.0 million as at 30 April 2012. The decline is mainly attributable to repayment of bank borrowings in 9MFY13. This resulted in a lower aggregate leverage of 43.1% as at 31 January 2013 versus 46.2% as at 30 April 2012.

9MFY13

Revenue

Revenue for the Group grew by 1.7% to S\$262.6 million for the nine months ended 31 January 2013 (9MFY13) from S\$258.3 million in 9MFY12. This was primarily due to steady growth in the South East Asia market which was offset by the decline in export to Europe and the stronger Singapore dollar reporting currency against local currencies.

Gross Profit and Gross Profit Margin

Gross profit declined to S\$51.6 million in 9MFY13, as a result of lower gross profit margin of 19.7% versus 22.6% previously. The decline in gross profit is due to the higher historical cost of goods sold during 9MFY13 compared to 9MFY12.

Operating Expenses

Operating expenses increased 2.6% to S\$52.6 million in 9MFY13 from S\$51.2 million in 9MFY12 due to the following:

- Increased allowance for doubtful receivables by S\$0.8 million mainly due to collection issues in Europe and China.
- Increase in industrial rental costs in Singapore and Malaysia by S\$1.0 million.

Other Operating (Income)/Expenses

In addition to the above operating expenses, the Group recorded the following items:

- One time gain of S\$11.2 million from the sale of its 20%-owned China associate to Sumitomo Rubber Industries.
- Write off of S\$2.8 million from the remaining value of the existing warehouse structure at 21/21A Lok Yang Way for redevelopment.

Net Profit

As a result of the above, the Group achieved a net profit of S\$6.1 million in 9MFY13, which is similar to that in 9MFY12.

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

Not applicable.

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 year and the next 12 months.

The macro economic outlook continues to remain uncertain. As a result, business sentiments and consumer confidence are expected to remain weak.

To mitigate the challenging business conditions, the Group embarked on stringent operating cost reduction measures in 3QFY13. In addition, the Group expects to steadily maintain its topline performance for its core wholesale and retail businesses, especially in the South East Asia markets.

Going forward, the Group will continue to optimize its product mix and manage operating costs so as to enhance its performance.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No

(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

Not applicable.

(d) Books closure date

Not applicable.

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 shareholder for IPTs, the aggregate value of such transactions as required under Rule 9201(1)(a)(iii). If no IPT mandate has been obtained, a statement to that effect.

No IPT mandate has been obtained.

**Statement Pursuant to Rule 705(4) of the Listing Manual
of the Singapore Exchange Securities Trading Limited**

The directors confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the interim financial statements of Stamford Tyres Corporation Limited for the 2nd quarter ended 31 Jan 2013, to be false or misleading in any material aspect.

BY ORDER OF THE BOARD



Dawn Wee Wai Ying
Director
11 March 2013