

## FOURTH QUARTER 2015 FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT

### 1(a)(i) Income statement

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			Group		
	4th Quarter ended 31 December		Incr/(Decr) %	12 months ended 31 December		Incr/(Decr) %
	2015	2014		2015	2014	
	Unaudited USD'000	Unaudited USD'000		Unaudited USD'000	Audited USD'000	
Revenue	35,360	5,338	562%	65,356	37,736	73%
Other income	82	128	-36%	251	1,441	-83%
<b>Total income</b>	<b>35,442</b>	<b>5,466</b>	<b>548%</b>	<b>65,607</b>	<b>39,177</b>	<b>67%</b>
Cost of services	(15,522)	(835)	1759%	(25,512)	(29,275)	-13%
Amortisation of intangibles assets	(1,640)	(911)	80%	(7,544)	(5,420)	39%
Depreciation	(18)	(9)	100%	(65)	(31)	110%
Employee benefit expenses	(1,125)	(542)	108%	(4,479)	(2,498)	79%
Other expenses	(1,620)	(1,410)	15%	(4,251)	(2,954)	44%
<b>Profit/(Loss) before non-recurring expense</b>	<b>15,517</b>	<b>1,759</b>	<b>782%</b>	<b>23,756</b>	<b>(1,001)</b>	<b>-2473%</b>
Non recurring expenses-RTO expense	-	-	nm	-	(44,599)	nm
<b>Profit/(Loss) before tax</b>	<b>15,517</b>	<b>1,759</b>	<b>782%</b>	<b>23,756</b>	<b>(45,600)</b>	<b>-152%</b>
Taxation	-	-	nm	-	-	nm
<b>Profit/(Loss) after tax</b>	<b>15,517</b>	<b>1,759</b>	<b>nm</b>	<b>23,756</b>	<b>(45,600)</b>	<b>nm</b>
Other comprehensive income	11	-	nm	99	64	55%
<b>Total comprehensive income/(expenses)</b>	<b>15,528</b>	<b>1,759</b>	<b>nm</b>	<b>23,855</b>	<b>(45,536)</b>	<b>-152%</b>
<b>Profit/(Loss) attributable to:</b>						
Equity holders of the Company	15,517	1,759	nm	23,756	(45,595)	-152%
Non controlling interests	-	-	nm	-	(5)	-100%
	15,517	1,759	nm	23,756	(45,600)	-152%
<b>Total comprehensive income/(expenses) attributable to:</b>						
Equity holders of the Company	15,528	1,759	783%	23,855	(45,531)	-152%
Non controlling interests	-	-	nm	-	(5)	-100%
	15,528	1,759	783%	23,855	(45,536)	-152%
<b>EBITDA</b>	<b>17,175</b>	<b>2,679</b>	<b>541%</b>	<b>31,365</b>	<b>4,450</b>	<b>605%</b>
<b>EBIT</b>	<b>15,517</b>	<b>1,759</b>	<b>782%</b>	<b>23,756</b>	<b>(1,001)</b>	<b>nm</b>

### 1(a) (ii) Profit before income tax is arrived at after charging / (crediting) the following

	Group			Group		
	4th Quarter ended 31 December		Change in %	12 months ended 31 December		Change in %
	2015	2014		2015	2014	
	USD'000	USD'000		USD'000	USD'000	
Unrealised exchange loss/(gain)	(81)	11	NM	1,002	28	NM
Interest on borrowings	-	4	NM	-	17	NM

## 1(b)(i) Balance sheet

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 Dec	31 Dec	Incr/(Decr)	31 Dec	31 Dec	Incr/(Decr)
	2015	2014		2015	2014	
	Unaudited	Audited		Unaudited	Audited	
	USD'000	USD'000		USD'000	USD'000	
<b>Non-current assets</b>						
Plant and equipment	205	74	177%	-	-	nm
Investments in subsidiaries	-	-	nm	229,780	229,051	0%
Intangible assets	8,451	10,971	-23%	814	-	nm
Trade and other receivables	1,005	-	nm	-	-	nm
Assets available for sale	38,878	-	nm	-	-	nm
<b>Total non-current assets</b>	<b>48,539</b>	<b>11,045</b>	<b>339%</b>	<b>230,594</b>	<b>229,051</b>	<b>1%</b>
<b>Current assets</b>						
Trade and other receivables	24,543	24,689	-1%	13,844	7,049	96%
Prepayments	163	44	270%	93	-	nm
Cash and cash equivalents	2,650	9,447	-72%	444	8,692	-95%
<b>Total current assets</b>	<b>27,356</b>	<b>34,180</b>	<b>-20%</b>	<b>14,381</b>	<b>15,741</b>	<b>-9%</b>
<b>Total assets</b>	<b>75,895</b>	<b>45,225</b>	<b>68%</b>	<b>244,975</b>	<b>244,792</b>	<b>0%</b>
<b>Equity</b>						
Share capital	63,437	63,207	0%	63,437	63,207	0%
Share premium	18,666	18,166	3%	204,705	204,584	0%
Other reserves	1,232	117	953%	1,080	65	1562%
Accumulated losses	(15,353)	(39,236)	-61%	(25,325)	(23,235)	9%
<b>Total equity attributable to owners of the Company</b>	<b>67,982</b>	<b>42,254</b>	<b>61%</b>	<b>243,897</b>	<b>244,621</b>	<b>0%</b>
Non-controlling interests	-	507	-100%	-	-	nm
<b>Total equity</b>	<b>67,982</b>	<b>42,761</b>	<b>59%</b>	<b>243,897</b>	<b>244,621</b>	<b>0%</b>
<b>Current liabilities</b>						
Trade and other payables	7,913	2,144	269%	1,078	171	530%
Deferred revenue	-	320	-100%	-	-	nm
Loans and borrowings	-	-	nm	-	-	nm
<b>Total current liabilities</b>	<b>7,913</b>	<b>2,464</b>	<b>221%</b>	<b>1,078</b>	<b>171</b>	<b>530%</b>
<b>Total liabilities</b>	<b>7,913</b>	<b>2,464</b>	<b>221%</b>	<b>1,078</b>	<b>171</b>	<b>530%</b>
<b>Total liabilities and equity</b>	<b>75,895</b>	<b>45,225</b>	<b>68%</b>	<b>244,975</b>	<b>244,792</b>	<b>0%</b>



**YUUZOO CORPORATION LIMITED**

(Incorporated in Bermuda)  
(Company registration number: 36658)

**1(b)(ii) Details of borrowings**

*In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:—*

- (A) the amount repayable in one year or less, or on demand;*
- (B) the amount repayable after one year;*
- (C) whether the amounts are secured or unsecured; and*
- (D) details of any collaterals.*

The group does not have any outstanding borrowing as at 31 December 2015 and 31 December 2014.

	Amount repayable in one year or less		Amount repayable after one year	
	<u>Group</u>		<u>Group</u>	
	As at 31 Dec 2015	As at 31 Dec 2014	As at 31 Dec 2015	As at 31 Dec 2014
	Unaudited USD'000	Audited USD'000	Unaudited USD'000	Audited USD'000
Loans and borrowing				
Secured	-	-	-	-
Unsecured	-	-	-	-

### 1(c) Cash flows statement

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

	<b>Group</b>	
	12 months ended 31 December	
	2015	2014
	Unaudited	Audited
	USD'000	USD'000
<b>Cash flows from operating activities</b>		
Profit/(Loss) before tax	23,756	(45,600)
Adjustments for:		
Amortisation of intangible assets	7,544	5,420
Intangible assets acquired	(3,970)	(9,292)
Depreciation of plant and equipment	65	31
Write off of trade receivables	710	288
Share based compensation	1,015	65
Deferred revenue realised	(320)	-
Reversal of share option expenses	-	(84)
Share based expense related to RTO	-	40,392
Gain on liquidation of subsidiaries	-	(178)
Finance cost	-	17
Interest income	(77)	(417)
Asset available for sale acquired	(35,650)	-
<b>Operating cash flows before working capital changes</b>	<b>(6,927)</b>	<b>(9,358)</b>
Working capital changes :		
Change in trade and other receivables	(1,569)	9,920
Change in prepayments	(119)	(25)
Change in trade and other payables	5,846	(12,669)
<b>Cash generated from/(used in) operations</b>	<b>(2,769)</b>	<b>(12,132)</b>
Interest received	-	-
<b>Net Cash generated from/(used in) operating activities</b>	<b>(2,769)</b>	<b>(12,132)</b>
<b>Cash flows from investing activities</b>		
Purchase of plant and equipment	(185)	(48)
Net cash (outflow)/inflow from liquidation of subsidiaries	-	(144)
Asset available for sale acquired	(3,228)	-
Development costs incurred/purchase of intangible asset	(1,054)	(1,350)
Cash and bank balances acquired through RTO	-	1,798
<b>Net cash generated from/ (used in) investing activities</b>	<b>(4,467)</b>	<b>256</b>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of shares	352	20,013
Share issue expenses	-	(1,071)
<b>Net cash (used in)/generated from financing activities</b>	<b>352</b>	<b>18,942</b>
<b>Net change in cash and cash equivalents</b>	<b>(6,884)</b>	<b>7,066</b>
Cash and cash equivalents at beginning of period	9,447	2,319
Net effect of exchange differences	87	62
<b>Cash and cash equivalents at end of period</b>	<b>2,650</b>	<b>9,447</b>

## 1(d)(i) Statement of Changes in Equity

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.

Group

	Share capital USD'000	Share premium USD'000	Foreign currency translation account USD'000	Share option reserve USD'000	(Accumulated Losses)/ Retained earnings USD'000	Total equity attributable to the owners of the parent USD'000	Non-controlling interests USD'000	Total equity USD'000
Balance at 1 January 2015	63,207	18,166	52	65	(39,236)	42,254	507	42,761
<b>Profit/(Loss) for the financial year</b>	-	-	-	-	23,756	23,756	-	23,756
Exchange differences on translation	-	-	99	-	-	99	-	99
<b>Total comprehensive income for the financial year</b>	-	-	99	-	23,756	23,855	-	23,855
Reclassification of NCI and shareholders equity	-	379	1	-	127	507	(507)	-
Employee share option scheme	-	-	-	1,015	-	1,015	-	1,015
Issue of new shares	230	121	-	-	-	351	-	351
<b>Total transactions with owners of the parent</b>	230	121	-	1,015	-	1,366	-	1,366
Balance at 31 December 2015	63,437	18,666	152	1,080	(15,353)	67,982	-	67,982
Balance at 1 January 2014	120	15,337	(12)	84	6,491	22,020	(624)	21,396
Liquidation of subsidiaries	-	-	-	-	-	-	624	624
Adjustment at Yuuzoo Corporation Bvi	5,283	(376)	0	(84)	(132)	4,691	512	5,203
<b>Loss for the financial year</b>	-	-	-	-	(45,595)	(45,595)	(5)	(45,600)
Exchange differences on translation	-	-	64	-	-	64	-	64
<b>Loss/total comprehensive income for the financial year</b>	-	-	64	-	(45,595)	(45,531)	(5)	(45,536)
Employee share option scheme	-	-	-	65	-	65	-	65
Issue of new shares	39,341	22,739	-	-	-	62,080	-	62,080
Realignment of share capital	18,463	(18,463)	-	-	-	-	-	-
Share issue expense	-	(1,071)	-	-	-	(1,071)	-	(1,071)
<b>Total transactions with owners of the parent</b>	57,804	3,205	-	-	-	61,009	-	61,009
Balance at 31 December 2014 *	63,207	18,166	52	65	(39,236)	42,254	507	42,761

Company

	Share capital USD'000	Share premium USD'000	Other reserve USD'000	(Accumulated Losses)/ Retained earnings USD'000	Total equity USD'000
Balance at 1 January 2015	63,207	204,584	65	(23,235)	244,621
Loss for the financial year	-	-	-	(2,090)	(2,090)
Share option scheme	-	-	1,015	-	1,015
Issue of new shares	230	121	-	-	351
Balance at 31 December 2015	63,437	204,705	1,080	(25,325)	243,897
Balance at 1 January 2014	23,803	35,449	-	(59,624)	(372)
Capital reduction	(17,923)	(35,449)	-	-	(53,372)
Conversion of convertible bonds	1,033	2,953	-	-	3,986
Issue of shares to reverse takeover	56,294	202,702	-	-	258,996
Total comprehensive income	-	-	-	36,389	36,389
Employee share option scheme	-	-	65	-	65
Share issue expenses	-	(1,071)	-	-	(1,071)
Balance at 31 December 2014 *	63,207	204,584	65	(23,235)	244,621

### 1(d)(ii) Change in number of shares

*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.*

During financial year ended 31 December 2015, the Company issued:-

- (i) 2,307,772 new shares at SGD0.215 each amounting to SGD496,170 being consideration price for the purchase of mobile games from Camigo Media.

As at 31 December 2015, the number of ordinary shares of the Company was 634,383,682 (31 Dec 2014 : 632,075,910).

On 01 October 2015, the Company granted a total of 6,000,000 share options under the Company's Employee Share Option Scheme ("**Options**"). The total number of Options outstanding as at 31 December 2015 is 27,481,345 (2014 – 12,935,894). These Options are exercisable into 27,481,345 (2014 – 12,935,894) ordinary shares in the Company.

Save for the aforementioned Options, the Company did not have any other outstanding convertibles or treasury shares as at 31 December 2015 and 31 December 2014.

### 1 (d)(iii) Total number of shares

*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>31-Dec-15</b>	<b>31-Dec-14</b>
Total number of outstanding shares	634,383,682	632,075,910
Treasury shares	-	-
<b>Total number of shares ex. Treasury shares</b>	<b>634,383,682</b>	<b>632,075,910</b>

### 1 (d)(iv) Evolution of treasury shares

*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.*

The Group and Company have no treasury shares.

## 2. Review of financial figures

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

The financial statements have not been audited or reviewed by the Company's auditor.

## 3. Auditors report

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

Not applicable.

#### 4. Accounting policies

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

The accounting policies and methods of computations applied by the Group are consistent with those used in its audited financial statements for the financial year ended 31 December 2014, except for the adoption of accounting standards and interpretations applicable for the financial period beginning 1 January 2015.

#### 5. Change in accounting policies

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 new and revised FRSs and Interpretation of FRSs applicable for the financial period beginning 1 January 2015 did not result in a significant change to the Group's accounting policies and is assessed to have no material impact to the results of the Group and of the Company for the quarter and the twelve months ended 31 December 2015.

#### 6. Earnings per share

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:

(a) Based on the weighted average number of ordinary shares on issue; and

(b) On a fully diluted basis (detailing any adjustments made to the earnings)

	Group		Group	
	4th Quarter ended 31 Dec 2015	2014	12 months ended 31 Dec 2015	2014
<b>Earning Per Share</b>				
Earning att. to shareholder in USD '000	15,517	1,759	23,756	(45,595)
- Undiluted number of shares in '000	634,384	632,076	634,384	632,076
- Fully Diluted number of shares in '000	661,865	645,012	661,865	632,076
<b>Undiluted EPS (in USD cents)</b>	<b>2.45</b>	<b>0.28</b>	<b>3.74</b>	<b>(7.21)</b>
<b>Fully diluted EPS (in USD cents)</b>	<b>2.34</b>	<b>0.28</b>	<b>3.59</b>	<b>(7.21)</b>

#### 7. Net asset value per share

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	
	31 Dec 2015	31 Dec 2014	31 Dec 2015	31 Dec 2014
	Audited		Audited	
<b>Net Asset Value per Share</b>				
Net Asset value att. to shareholder in USD '000	67,982	42,254	243,897	244,621
- Undiluted number of shares in '000	634,384	632,076	634,384	632,076
<b>Undiluted NAV per share (in USD cents)</b>	<b>10.72</b>	<b>6.68</b>	<b>38.45</b>	<b>38.70</b>



## 8. Performance review

*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.*

### **4<sup>th</sup> Quarter 2015 (4Q 2015) vs. 4<sup>th</sup> Quarter 2014 (4Q 2014)**

#### **Income Statement**

The Group's revenue for 4Q 2015 was USD35.4 million. This represents a USD30.0 million (562%) increase over the corresponding period in 2014.

Revenue grew in e-commerce and franchise sales. E-commerce revenues, comprising payments, merchant sales, gaming and advertising revenues, improved by 195% or USD10.4 million to USD15.7 million in 4Q 2015 over the prior year comparative of USD5.3 million.

4Q 2015 franchise sales were USD18.8 million. This comprises USD2.0 million from the sale of a franchise in Africa and USD16.8 million from the second 50% of the revenues recognised in the first three quarters of FY2015. In the first three quarters of FY2015 the Company reported only half of the revenues generated from the sales of franchises in Turkey, South Korea, Central and Eastern Europe in accordance with internal policies. This policy has been amended in the current quarter and revenues are now being reported as they are earned, when the YuuZoo product is supplied to the franchisee. There was no revenue for this class in 4Q 2014.

4Q 2015 network sales in Europe totaled USD0.8 million There was no revenue for this class in 4Q 2014.

The Group's cost of services, which mainly relates to e-commerce transactions, for 4Q 2015 increased from USD0.8 million to USD15.5 million.

Increase in amortisation of intangible assets from USD0.9 million in 4Q 2014 to USD1.6 million in 4Q 2015 relates mainly to endorsement rights acquired in late 2014. This increase is consistent with the increase experienced in the three earlier quarters in 2015.

The Group's 4Q 2015 employee-related costs was USD1.1 million as compared to 4Q 2014's USD0.5 million, due to increase in staff numbers in Singapore, China and Nigeria.

'Other expenses' amounted to USD1.6 million representing advertising, administrative, legal and professional fees and currency exchange impact arising from the movement of the US Dollar applied to Singapore Dollar denominated assets and liabilities.

The Group is debt-free and thus has no finance expenses.

The Group registered a net profit of USD15.5 million in 4Q 2015, compared to USD1.8 million in 4Q 2014. For the full year the business turned a loss of USD45.6 million in 2014 to a USD23.8 million profit in 2015. These improvements are driven by the absence of the RTO expense in 2015, combined with increased e-commerce revenue and high margins on the licenses sold to franchisees and social e-commerce networks sold to customers.

## **Balance Sheet**

### **Non-current assets**

The increase of USD37.5 million in non-current assets was largely due to the increase in assets available for sale amounting to USD38.9 million as a result of receiving payments for licences for YuuZoo's business in Central and Eastern Europe, South Korea, Turkey, UK and South Africa in the form of shares in the companies running the operations in these countries. Also included in this class of asset is the Company's USD3.2 million stake in the China-focused film company, RS Media & Entertainment Group ("RSMEG"). USD1.0 million of the Company's receivables were reclassified from current to non-current to reflect the period in which the debt will be realised. These increases were partially offset by a USD2.5 million reduction in the Group's intangible asset base during the year where amortisation outstripped acquisitions.

The value of these non-current assets is assessed annually and adjusted as necessary to reflect any variations (up or down) in the fair value of the assets.

### **Current assets**

The Group's current assets decreased by USD6.8 million from USD34.2 million as at 31 December 2014 to USD27.4 million as at 31 December 2015. The decrease was mainly due to lower bank balance.

The Group's cash and cash-equivalents as at 31 December 2015 was USD2.6 million, representing a decrease of USD6.8 million from FY2014's USD9.4 million. The amount was primarily used in operating activities as detailed in the cash flow statement included in this announcement.

### **Current liabilities**

The Group's current liabilities increased by USD5.4 million from USD2.5 million as at 31 December 2014 to USD7.9 million as at 31 December 2015 due to the increase in trade and other payables generated by higher merchant transactions during the period.

### **Cash flows**

Net change in cash and cash-equivalents showed a reduction of USD6.9 million in FY2015 compared to an increase of USD7.1 million in FY2014.

The profit before tax of USD23.8 million in the current year (2014 loss of USD42.8 million) included USD39.6 million in revenue received in the form of shares and advertising rights (2014 – USD9.3 million) and non-cash based expenses of USD9.3 million (2014 – USD46 million). In 2015, the Company's increased payables net of increased receivables, freed up cash of USD4.3 million. In 2014, USD2.7 million was absorbed by the net decrease in debtors and creditor balances.

During 2015, operating activities used USD2.8 million. This is a USD9.3 million improvement over 2014 where these activities absorbed USD12.1 million.

2015 saw the Company invest USD4.5 million, primarily in RSMEG and users and games from Camigo Media. Cash generated by investing activities in the corresponding period last year resulted from the W Corporation bank account balance acquired as part of the RTO process.

2014 cash flow benefitted from the proceeds from issue of shares of USD18.9 million. There was no equivalent contribution required from shareholders in the current year.

**9. Variance with formerly disclosed forecasted figures**

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

Not applicable.

**10. Competitive landscape and trends of the industry**

*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.***

YuuZoo, together with its partners and franchisees operate in a combination of four key areas: social networking, e-commerce, payments and gaming. The industry trends in all areas are strongly positive, especially in emerging markets and Asia where the expertise and presence of YuuZoo is relatively strong.

There are no known factors or events that are expected to negatively affect the group in the next reporting period and the next 12 months. YuuZoo expects its current agreements to continue to generate growth in its recurring e-commerce segment income from payments, advertising, gaming and general e-commerce. Discussions with potential franchisees and clients are expected to result in continuing revenues from network sales and the issue of new franchise licenses.

**11. Dividend**

*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 ..... cents*

*(ii) Previous corresponding period ..... cents*

*(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 shareholders, this must be stated).*

*(d) The date the dividend is payable.*

*(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.*

- (a) Nil
- (b) Not applicable
- (c) Not applicable
- (d) Not applicable
- (e) Not applicable

**12. Dividend declaration / recommendation**

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

No dividend for the quarter ended 31 December 2015 is declared or recommended.

The Group is not declaring any dividend, as a large part of the increase in revenue and profits is non-cash. The Group, however, wants to underline that, in respect of the exclusive franchise licenses, the new method of receiving payment in shares in the companies that run the franchise operations is

designed to enable the Group to sell such shares and distribute the proceeds as dividends once the franchisees operations achieve sufficient volume and value.

### 13. IPT

*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.*

Pursuant to the Special General Meeting held on 24th June 2014, the Group was granted an IPT Mandate for the period ended 29 May 2015. The Company did not seek a renewal of the IPT mandate at the AGM held on 29 May 2015.

### 14. Use of proceeds

*The use of the IPO proceeds and any proceeds arising from any offerings pursuant to Chapter 8 as and when such funds are materially disbursed and whether such a use is in accordance with the stated use and in accordance with the percentage allocated in the prospectus or the announcement of the issuer. Where there is any material deviation from the stated use of proceeds, the issuer must announce the reasons for such deviation.*

	Opening Balance		Use of proceeds		Closing balance	
	<i>in SGD m</i>	<i>ln %</i>	<i>in SGD m</i>	<i>ln %</i>	<i>in SGD m</i>	<i>ln %</i>
<i>Intended Use and expenses in m SGD</i>						
Development of partnerships	9.7	53%	(0.9)	6%	8.8	295%
Investment in growth opportunities	4.8	26%	(1.5)	10%	3.3	111%
General corporate expenses and working capital purposes	3.9	21%	(13.0)	84%	(9.1)	-307%
<b>Total</b>	<b>18.4</b>	<b>100%</b>	<b>(15.4)</b>	<b>100%</b>	<b>3.0</b>	<b>100%</b>

General corporate expenses and working capital purposes includes a payment of S\$6.5 million to Infocomm Asia Holdings Pte. Ltd to finance the purchase and sale of games on behalf of the Group. On repayment these funds will be allocated to “general corporate expenses and working capital purposes”. During the quarter ended 31 December 2015 the Company utilized S\$0.3 million for development of partnership and S\$2.3 million for general corporate expenses, mainly for employee costs, office expenses and professional fees.

### 15. Confirmation pursuant to Rule 705(5) of listing manual

Not required for full year results

**16. Segmental breakdown**

*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.*



**YUUZOO CORPORATION LIMITED**

(Incorporated in Bermuda)  
(Company registration number: 36658)

2015	Network and Franchise				Total USD'000
	Sales USD'000	E-commerce USD'000	Unallocated USD'000	Elimination USD'000	
<b>Revenue</b>					
External revenue	39,870	25,486	251	-	65,607
<b>Result</b>					
Segment results	30,087	(2,208)	(4,123)	-	23,756
Interest expense	-	-	-	-	-
Profit/(loss) before income tax	30,087	(2,208)	(4,123)	-	23,756
Income tax					-
Net result					<b>23,756</b>
<b>Non-cash items</b>					
Allowance for impairment in trade receivables	-	705	-	-	705
Depreciation of PP&E	49	16	-	-	65
Amortisation of intangible assets	7,240	258	46	-	7,544
<b>Capital expenditure</b>					
Plant and equipment	150	35	-	-	185
Development cost	702	-	-	-	702
Advertising rights	3,970	-	-	-	3,970
Games	-	352	-	-	352
Investment	-	-	3,228	-	3,228
<b>Assets and liabilities</b>					
Segment assets	58,816	7,709	18,423	(9,053)	75,895
Segment liabilities	432	8,362	1,078	(1,959)	7,913
<b>2014</b>					
2014	Network and Franchise				Total USD'000
	Sales USD'000	E-commerce USD'000	Unallocated USD'000	Elimination USD'000	
<b>Revenue and other revenue</b>					
External revenue	8,697	29,039	-	-	37,736
<b>Result</b>					
Segment results	(103)	(169)	(44,367)	(978)	(45,617)
Interest expense	17	-	-	-	17
Profit before income tax	(86)	(169)	(44,367)	(978)	(45,600)
Income tax					-
Net result					<b>(45,600)</b>
<b>Non-cash items</b>					
Allowance for impairment in trade receivables	264	24	-	-	288
Depreciation of PP&E	24	6	2	-	31
Amortisation of intangible assets	4,583	837	-	-	5,420
<b>Capital expenditure</b>					
Plant and equipment	22	26	-	-	48
Development cost	858	-	-	-	858
Advertising rights	9,292				9,292
User Data	492				492
<b>Assets and liabilities</b>					
Segment assets	30,396	6,737	10,380	(2,288)	45,225
Segment liabilities	4,153	1,363	563	(3,615)	2,464

**17. Segmental breakdown performance review**

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

Network and franchise sales increased 343% from USD9.0 million in FY2014 to USD39.9 million in FY2015. As detailed in paragraph 8 of this report and announced throughout the year the value of franchisee company shares received in consideration of YuuZoo entering into franchise arrangements drove this growth to the extent of USD35.65 million.

E-commerce revenues shrank by 12% from USD29.0 million in FY2014 to USD25.5 million in FY 2015. This comparison was adversely affected by the discontinuance of IAH games revenues in FY 2015 that were included at a level of USD18.1 million in FY 2014. After removing the impact of the loss of IAH games revenue this segment improved year on year by 134%.

Unallocated expenses in FY2014 included USD44.9 million of costs associated with the reverse take over of W Corp by YuuZoo in 4Q 2014. This expense does not recur in FY2015.

## 18. Breakdown by semester

A breakdown of sales as follows

	Group		Increase %
	2015 USD'000	2014 USD'000	
(a) Revenue reported for the first Half year	17,630	10,324	71%
(b) Profit/(loss) after tax before non-controlling interest reported for first half year	4,196	(2,572)	nm
(c) Revenue reported for second Half year	65,356	37,736	73%
(d) Profit/(loss) after tax before non-controlling interest reported for second half year	23,756	(45,600)	nm

## 19. Dividends

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

- (a) Ordinary
- (b) Preference
- (c) Total

Not applicable since no dividend has been paid for previous year

## 20. Directors related employees

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 the changes in duties and position, if any, in the year
Sebastian Zilliacus	34	Nephew of Thomas Zilliacus (Executive Chairman and substantial shareholder)	Senior VP since 31 July 2015	n/a



**YUUZOO CORPORATION LIMITED**

(Incorporated in Bermuda)  
(Company registration number: 36658)

---

**BY ORDER OF THE BOARD**

**JAMES SUNDRAM  
CHIEF EXECUTIVE OFFICER**

**MICHAEL PARKER  
CHIEF FINANCIAL OFFICER**

**25 February 2016**