



GLOBAL INVESTMENTS LIMITED

SGX Quarterly Report 30 June 2013

Investments in Global Investments Limited ("GIL") are not deposits with or other liabilities of ST Asset Management Ltd ("STAM"), or any of STAM's related corporations and are subject to investment risk, including possible loss of income and capital invested. Neither STAM (manager of GIL), nor STAM's related corporations guarantee the performance of GIL or the payment of a particular rate of return on the shares of GIL.

This financial report is not an offer or invitation for subscription or purchase or recommendation of GIL shares. It does not take into account the investment objectives, financial situation and particular needs of an investor. Before making an investment in GIL, an investor or prospective investor should consider whether such an investment is appropriate to their particular investment needs, objectives and financial circumstances and consult an investment adviser if necessary.

STAM, as manager of GIL is entitled to fees for so acting. STAM and its related corporations, together with their respective officers and directors, may hold shares in GIL from time to time.

This financial report has been prepared to enable the directors to comply with their obligations under the Singapore Exchange Securities Trading Limited Listing Rules and where relevant, to satisfy the requirements of the International Financial Reporting Standards. The responsibility for the preparation of the financial report and any financial information contained in this financial report rests solely with the directors of GIL.

CONTENT

CONTENT	2
PERFORMANCE REVIEW	3
INVESTMENT PORTFOLIO	5
BUSINESS OUTLOOK	6
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	8
STATEMENT OF FINANCIAL POSITION	9
CONSOLIDATED STATEMENT OF CASH FLOWS	10
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	11
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY OF THE COMPANY	12
ACCOUNTING POLICIES APPLICATION	13
DIVIDENDS	13
CHANGES IN SHARE CAPITAL	13
UPDATE ON THE PROCEEDS FROM RIGHTS ISSUE	13
NET ASSET VALUE	14
EARNINGS PER SHARE	14
INTEREST BEARING LIABILITIES	15
AUDIT OR REVIEW	15
INTERESTED PERSON TRANSACTIONS	15
CONFIRMATION OF THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL	15

PERFORMANCE REVIEW

QUARTER ENDED 30 JUNE 2013

The Company and its subsidiaries ("the Group") attained a strong profit after tax of S\$9.0 million for the current quarter, 6.6 times of the S\$1.4 million recorded in 2Q 2012. The higher profit was due to the sale of the two aircraft and listed equities, higher dividend and interest income. Total comprehensive income increased correspondingly to S\$8.9 million in 2Q 2013 from S\$1.3 million in 2Q 2012.

REVENUE

Revenue rose by S\$10.0 million to S\$13.5 million in 2Q 2013 as compared to 2Q 2012. The successful completion of the redelivery and sale of the two aircraft contributed S\$7.0 million. Of the S\$7.0 million, S\$3.4 million was attributed to the gain from the sale of the two aircraft and the balance was attributed to the gain from the redelivery of the two aircraft, which were reflected under gain on sale of investments and other income respectively. The above increase was offset by a lower rental income following the sale. In addition, the Group recorded S\$1.8 million gain from the sale of Asia listed equities and Fly Leasing shares and a higher dividend income of S\$1.0 million in 2Q 2013 as compared to S\$0.3 million in 2Q 2012.

Interest income grew by 78% to S\$3.5 million, derived largely from collateralised loan obligation securities.

EXPENSES

The increase in the total expenses in 2Q 2013 of S\$2.0 million to S\$4.6 million from S\$2.6 million in 2Q 2012 was mainly due to foreign exchange losses from the weakening of Australian Dollar against United States Dollar, partially offset by lower depreciation expense and finance costs following the sale of the aircraft.

SHARE OF PROFIT OF ASSOCIATED COMPANY

The Group recorded a lower share of profit in an associated company, Ascendos Investments Limited ("Ascendos") of S\$0.3 million in 2Q 2013 as compared to S\$0.8 million in 2Q 2012. Dividend income of S\$0.3 million received in 2Q 2013 was taken against the carrying value of the investment.

OTHER COMPREHENSIVE LOSS

Other comprehensive loss amounted to S\$0.2 million for this quarter due to a negative net movement in the available-for-sale financial assets ("AFS") revaluation reserve of S\$2.5 million as a result of the reclassification of the revaluation gain to profit and loss following the sale of listed equities. The negative movement was offset by the translation gain of S\$2.4 million arising from the strengthening of United States Dollar against Singapore Dollar. In 2Q 2012, the fair value loss of S\$1.0 million mainly from Avoca VII G note was offset by S\$0.9 million translation gain arising from the strengthening of United States Dollar against Singapore Dollar.

HALF YEAR ENDED 30 JUNE 2013

For the half year ended 30 June 2013, the Group's net profit attributable to shareholders doubled to S\$18.8 million from S\$9.3 million recorded for the same period last year, driven largely by the gain arising from the disposal of the aircraft and listed equities.

Total comprehensive income jumped 3.7 times to S\$20.7 million in 1H 2013 from S\$5.6 million in 1H 2012 on the back of the higher profit attained and translation gain arising from the strengthening of United States Dollar against Singapore Dollar.

REVENUE

The Group reported higher revenue of S\$23.5 million for 1H 2013 compared to S\$6.9 million in the same period last year. The sale of listed equities and the aircraft contributed S\$7.3 million and S\$7.0 million respectively. Higher interest income boosted by interest received from collateralised loan obligation securities, as well as higher dividend income from the listed equities further contributed to the increase in revenue.

EXPENSES

Total expenses for the year increased by S\$2.5 million (81.2%) to S\$5.5 million due largely to the foreign exchange losses from the weakening of Australian Dollar against United States Dollar in 2Q 2013, partially offset by the lower depreciation expense and finance costs following the sale of the aircraft.

SHARE OF PROFIT OF ASSOCIATED COMPANY

In 1H 2013, the Group recorded a higher share of profit in Ascendos of S\$1.1 million compared to S\$0.8 million in 1H 2012. In 1H 2012, the Group registered a one-time reversal of impairment for its investment in Ascendos of S\$4.9 million following the turnaround in performance of Ascendos.

OTHER COMPREHENSIVE INCOME/LOSS

Other comprehensive income for 1H 2013 amounted to S\$1.9 million as compared to a loss of S\$3.7 million in 1H 2012. The fair value gain from the AFS and the translation gain from the strengthening of the United States Dollar against the Singapore Dollar contributed S\$5.4 million and S\$4.3 million respectively in 1H 2013. The gain was partially offset by the negative movement in the AFS revaluation reserve of S\$7.8 million as a result of the reclassification of the revaluation gain to profit and loss following the sale of listed equities. In 1H 2012, the Group recorded a fair value loss from the AFS of S\$1.2 million and S\$2.3 million translation loss from the weakening of United States Dollar against the Singapore Dollar.

STATEMENT OF FINANCIAL POSITION

AIRCRAFT

On 9 December 2011, two of GIL subsidiaries, namely GIL Aircraft Lessor No. 2 FCA Limited and GIL Aircraft Lessor No. 2 FCB Limited, had each entered into an Aircraft Sale Agreement for the forward sale of their respective Boeing 757-200 aircraft (the "Forward Sales"). On 15 May 2013, the Company announced that the Forward Sales have been completed.

AVAILABLE-FOR-SALE FINANCIAL ASSETS

The available-for-sale financial assets increased to S\$59.0 million as at 30 June 2013 from S\$58.8 million as at 31 December 2012, mainly due to net increase in investments in listed equities.

CASH AND CASH EQUIVALENTS

The higher cash and cash equivalents of S\$59.8 million as at 30 June 2013 as compared to S\$24.5 million as at 31 December 2012 was mainly due to the net proceeds received from the redelivery and sale of two aircraft.

NET ASSET VALUE PER SHARE

The net asset value per share of the Group as at 30 June 2013 was 24.5 Singapore cents after the payment of final 2012 dividend of 0.75 Singapore cents per share. If the dividend was paid and the shares relating to the Scrip Dividend Scheme had been issued before 31 December 2012, the net asset value per share as at 31 December 2012 would have been 22.1 Singapore cents instead of 23.0 Singapore cents per share and the increase in net asset value per share would be 10.9% for the half year ended 30 June 2013.

INVESTMENT PORTFOLIO

GIL was incorporated in Bermuda on 24 April 2006 and is formed as a mutual fund company. Its objective is to invest in a diversified portfolio of assets except for direct investments in properties and commodities.

The Group's investment portfolio at 30 June 2013 comprised the following assets:

OPERATING LEASES

Fly Leasing Limited ("Fly Leasing")

Fly Leasing is a Bermuda exempted company which has been listed on the New York Stock Exchange. It has a portfolio of commercial aircraft which are leased to commercial airlines. The Group owns shares of Fly Leasing.

Ascendos Investments Limited ("Ascendos")

The Group has a 40.56% interest in Ascendos, a Guernsey company. Ascendos hold 100% of Ascendos Rail Leasing S.à r.l. which currently owns and leases a portfolio of rail equipment, consisting of passenger train fleets, locomotives, and freight wagons in mainland Europe.

LOAN PORTFOLIO AND SECURITISATION ASSETS

Residential Mortgage-Backed Securities ("RMBS")

The Group is invested in a portfolio of Australian RMBS, which are securitisation vehicles that hold Australian residential mortgage loans.

Collateralised Loan Obligation ("CLO") Securities

The Group is invested in a portfolio of USD and EUR denominated CLO and credit-linked notes ("CLN"). The CLO investments are in mezzanine and subordinated notes which are issued by securitisation vehicles that hold collateral consisting of mainly senior secured corporate loans, while the CLN investment references portfolios of trade finance obligations and corporate loans, with the obligors mainly domiciled in Asia.

LISTED EQUITIES

GIL is invested in a portfolio of listed equities traded on various exchanges including Hong Kong, Singapore, and Japan.

BONDS

The Group is invested in a portfolio of bonds denominated in SGD and USD.

BUSINESS OUTLOOK¹

TARGETED ASSET CLASSES

Operating Lease Assets

In Europe, the production of new railway equipment continues to remain below the structural replacement level and this augurs well for the future demand outlook. Coupled with the liberalization of the EU rail market, both freight and passenger rail traffic volumes are forecast to grow gradually and steadily over the long term. However, the European rail freight transport market has not shown significant improvement in the short term and doubts persisted about the lease rates for certain locomotives.

Loan Portfolio and Securitisation Assets

In Australia, housing prices continue to improve in 2Q 2013, albeit at a slower rate. The RP Data-Rismark Home Value Index for capital city rose 0.2% quarter-on-quarter as at end June 2013. Going forward, despite the gradual increase in unemployment rate, low interest rates and improved housing affordability are expected to support the housing market.

Prices of global corporate loans decreased during 2Q 2013 but still remain positive year-to-date. The benign credit environment, lower sensitivity to rising rates and strong demand from CLOs as well as other loan funds continue to support this asset class. The Moody's Global Speculative-Grade Corporate default rate increased from 2.5% at end of 1Q 2013 to 2.8% as at end of 2Q 2013. Moody's base outlook is that the global default rate will rise modestly to 3.2% by the end of 2013 as the weak global economic recovery and sovereign debt issues continue to put upward pressure on corporate default rates. However, given that most loans especially in US have been refinanced to mature beyond 2015 and supportive policy actions by central banks have moderated systemic risks, the overall global default rate in 2013 is expected to remain low.

Listed Equities

The MSCI AC Asia Pacific Index ("MSCI AP") declined 1.57% in SGD terms in 2Q13. At the start of the quarter, the index extended its climb on the continual weakening of the Japanese yen against the dollar and the Bank of Japan's ("BoJ") announcement that it would double the monetary base by end-2014 through bond purchases. Speculation that the European Central Bank ("ECB") would cut rates and positive US housing data further supported the rally in Asian equities. The MSCI AP index tracked the decline in global indices following the speech by Chairman Bernanke of US Federal Reserve that bond purchases could be reduced in subsequent months if the US economy showed sustainable growth. Asian equities continued to trade at volatile levels after the International Monetary Fund ("IMF") lowered China's growth forecast and the "third arrow" of Prime Minister Shinzo Abe's growth strategy left investors disappointed. The worsening in China's credit crunch also drove Asian equities downward, but the markets recovered slightly before the end of the quarter following the People's Bank of China's ("PBoC") move to stabilise money market rates.

The outlook for equities is expected to improve over the near term as fears over the withdrawal of US Federal Reserve's quantitative easing measures wane following Chairman Bernanke's comments that highly accommodative monetary policy is set to remain in place for the foreseeable future. In Europe, the ECB has given unprecedented forward guidance that interest rates will remain at present or lower levels for an extended period of time amid recent economic data pointing to an exit from recession. Japan's economy has shown encouraging signs of recovering moderately from two decades of deflation with the help of weak yen and aggressive monetary easing policy. To sustain the recovery, it is expected that the Japanese government will introduce further structural reforms and tax measures to stimulate domestic demand. Economic growth is expected to slow down in China as the Chinese government is committed to reducing past excesses and surplus capacity in many industries, and aims to restructure its economic model away from investment-led growth to one led by consumption so as to ensure a sustainable long term economic growth. The ongoing reform effort has been encouraging so far and it should be positive for China's economy in the long run; however, it carries short term risks of worsening its economy to "hard landing" if the reform effort fails. The current market environment remains favourable for equities with some volatility expected as concerns of the Fed's tapering or exiting quantitative easing could resurface depending on the strength of economic performance in the US.

Bonds

The JPMorgan Asia Credit Index (“JACI”), which tracks Asian bond markets, fell 4.34% qoq in 2Q13, giving up the gains year-to-date and returns are in negative territory due to higher US Treasury yields and wider credit spreads on concerns over China weakness. The high grade financials saw some widening but had remained resilient in view of its relatively shorter duration in comparison to the non-financial corporates. As for the high yield bond, it generally had underperformed the broader market as investors continued derisking their portfolios by moving not only to those corporates with better and stronger fundamentals but also to shorter-dated bonds. Fundamentals for the Asian credits, while on a softening path, remain relatively healthy but near-term headwinds would come in the form of the expectations of a rising rates environment and softness in China’s economic growth.

Summary

The Company will continue to actively manage its assets and the associated risks with the view to enhance returns to shareholders. The Company will also seek investment opportunities that fit the investment objectives of the Company.

¹ Sources include research publications by brokerage house, banks, information service providers, associations and media.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Group Quarter ended 30 Jun 13 S\$'000	Group Year to date 30 Jun 13 S\$'000	Group Quarter ended 30 Jun 12 S\$'000	Group Year to date 30 Jun 12 S\$'000
Revenue				
Dividend income	1,017	1,287	262	525
Interest income	3,548	6,313	1,997	3,855
Rental income	401	1,577	1,200	2,388
Gain on sale of investments	5,140	10,834	-	163
Other income	3,348	3,497	-	-
Total revenue	13,454	23,508	3,459	6,931
Expenses				
Management fees	(314)	(653)	(276)	(456)
Net foreign exchange losses	(3,580)	(3,100)	(1,288)	(409)
Depreciation	(109)	(429)	(327)	(650)
Finance costs	(181)	(445)	(302)	(611)
Other operating expenses	(441)	(911)	(427)	(930)
Total expenses	(4,625)	(5,538)	(2,620)	(3,056)
Reversal of impairment in associate	-	-	(109)	4,936
Share of profit of associate (net of tax)	329	1,063	752	752
Profit before tax	9,158	19,033	1,482	9,563
Income tax expense	(145)	(256)	(124)	(253)
Profit after tax	9,013	18,777	1,358	9,310
Other comprehensive (loss)/income				
Items that may be reclassified subsequently to profit or loss				
Available-for-sale financial assets				
- Fair value (losses)/gains	(116)	5,402	(962)	(1,232)
- Reclassification to profit or loss	(2,465)	(7,838)	-	(144)
Currency translation differences arising from consolidation				
- Gains/(losses)	2,420	4,347	927	(2,328)
Other comprehensive (loss)/income for the period after tax	(161)	1,911	(35)	(3,704)
Total comprehensive income for the period attributable to shareholders	8,852	20,688	1,323	5,606
Basic earnings per share (cents per share)	1.06	2.24	0.17	1.37
Diluted earnings per share (cents per share)	1.06	2.24	0.17	1.37

STATEMENT OF FINANCIAL POSITION

	Group As at 30 Jun 13 S\$'000	Group As at 31 Dec 12 S\$'000	Company As at 30 Jun 13 S\$'000	Company As at 31 Dec 12 S\$'000
ASSETS				
Non-current assets				
Investment in associate	5,491	4,555	-	-
Investments in subsidiaries	-	-	122,080	101,411
Loans and receivables	78,591	79,925	-	-
Financial assets at fair value through profit or loss	7,196	-	7,196	-
	<u>91,278</u>	<u>84,480</u>	<u>129,276</u>	<u>101,411</u>
Current assets				
Cash and cash equivalents	59,790	24,508	38,656	18,270
Aircraft	-	28,707	-	-
Financial assets at fair value through profit or loss	-	8,777	-	8,777
Available-for-sale financial assets	59,044	58,753	41,662	39,961
Intercompany receivables	-	-	408	22,316
Other assets	789	257	590	164
	<u>119,623</u>	<u>121,002</u>	<u>81,316</u>	<u>89,488</u>
Total Assets	<u>210,901</u>	<u>205,482</u>	<u>210,592</u>	<u>190,899</u>
LIABILITIES				
Interest bearing liabilities	-	14,037	-	-
Other liabilities	2,416	1,361	2,107	815
Total Liabilities	<u>2,416</u>	<u>15,398</u>	<u>2,107</u>	<u>815</u>
Net assets attributable to shareholders	<u>208,485</u>	<u>190,084</u>	<u>208,485</u>	<u>190,084</u>
EQUITY				
Share capital	454,336	450,433	454,336	450,433
Capital reserve	(65,846)	(65,846)	(65,846)	(65,846)
Available-for-sale financial assets revaluation reserve	16,865	19,301	947	2,773
Translation reserve	1,801	(2,546)	-	-
Accumulated losses	(198,671)	(211,258)	(180,952)	(197,276)
Total Equity	<u>208,485</u>	<u>190,084</u>	<u>208,485</u>	<u>190,084</u>
Net asset value per share (S\$ per share)	<u>0.245</u>	<u>0.230</u>	<u>0.245</u>	<u>0.230</u>

CONSOLIDATED STATEMENT OF CASH FLOWS

	Group Quarter ended 30 Jun 13 S\$'000	Group Year to date 30 Jun 13 S\$'000	Group Quarter ended 30 Jun 12 S\$'000	Group Year to date 30 Jun 12 S\$'000
Cash flows from operating activities				
Operating costs paid	(961)	(2,306)	(764)	(1,582)
Interest income received	3,682	6,400	1,907	3,563
Dividend income received	1,039	1,243	523	1,055
Rental income received	417	1,608	1,186	2,386
Other income received	3,810	4,001	-	-
Income tax paid	(145)	(256)	(124)	(253)
Net cash inflow from operating activities	7,842	10,690	2,728	5,169
Cash flows from investing activities				
Purchase of financial assets	(38,116)	(77,537)	-	-
Loan repayments received	300	591	1,008	1,808
Proceeds from disposal of financial assets	56,581	85,731	-	237
Proceeds from disposal of aircraft	32,377	32,377	-	-
Net cash inflow from investing activities	51,142	41,162	1,008	2,045
Cash flows from financing activities				
Net repayments of borrowings	(13,288)	(13,802)	(496)	(978)
Payment of share issuance expenses	(120)	(120)	(108)	(198)
Proceeds from rights issue	-	-	35,213	35,213
Borrowing costs paid	(165)	(430)	(297)	(601)
Dividends paid	(2,217)	(2,217)	-	(4,127)
Net cash (outflow)/inflow from financing activities	(15,790)	(16,569)	34,312	29,309
Net increase in cash and cash equivalents	43,194	35,283	38,048	36,523
Cash and cash equivalents at beginning of period	16,674	24,508	40,635	42,166
Effects of exchange rate changes on cash and cash equivalents	(78)	(1)	(9)	(15)
Cash and cash equivalents at end of period	59,790	59,790	78,674	78,674

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Changes in shareholders' equity of the Group for the quarter and half year ended 30 June 2013	Share capital S\$'000	Capital reserve S\$'000	Available-for-sale financial assets revaluation reserve S\$'000	Translation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Total equity at 1 January 2013	450,433	(65,846)	19,301	(2,546)	(211,258)	190,084
Total comprehensive income for the 1st quarter ended 31 March 2013	-	-	145	1,927	9,764	11,836
Transactions with equity holders in their capacity as equity holders:						
Dividends for the period	-	-	-	-	(6,190)	(6,190)
Total equity at 31 March 2013	450,433	(65,846)	19,446	(619)	(207,684)	195,730
Total comprehensive (loss)/income for the 2nd quarter ended 30 June 2013	-	-	(2,581)	2,420	9,013	8,852
Transactions with equity holders in their capacity as equity holders:						
Issuance of new shares pursuant to Scrip Dividend Scheme, net of share issuance expenses	3,903	-	-	-	-	3,903
Total equity at 30 June 2013	454,336	(65,846)	16,865	1,801	(198,671)	208,485

Changes in shareholders' equity of the Group for the quarter and half year ended 30 June 2012	Share capital S\$'000	Capital reserve ² S\$'000	Available-for-sale financial assets revaluation reserve S\$'000	Translation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Total equity at 1 January 2012	415,418	-	17,077	(44,015)	(238,975)	149,505
Effects of change in functional currency ¹	-	(65,846)	-	46,869	18,977	-
	415,418	(65,846)	17,077	2,854	(219,998)	149,505
Total comprehensive (loss)/income for the 1st quarter ended 31 March 2012	-	-	(414)	(3,255)	7,952	4,283
Transactions with equity holders in their capacity as equity holders:						
Dividends for the period	-	-	-	-	(4,127)	(4,127)
Total equity at 31 March 2012	415,418	(65,846)	16,663	(401)	(216,173)	149,661
Total comprehensive (loss)/income for the 2nd quarter ended 30 June 2012	-	-	(962)	927	1,358	1,323
Transactions with equity holders in their capacity as equity holders:						
Issuance of new shares, net of share issuance expenses	35,015	-	-	-	-	35,015
Total equity at 30 June 2012	450,433	(65,846)	15,701	526	(214,815)	185,999

¹ On 1 January 2012, the Company changed its functional currency from United States dollar ("USD") to Singapore dollar ("SGD"). As a result, the cumulative currency translation differences which had arisen up to the date of the change of functional currency were reallocated to other components within the equity as disclosed above.

² Share capital denominated in SGD reflects the registered currency amounts; cumulative currency translation differences are taken to capital reserve directly.

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY OF THE COMPANY

Changes in shareholders' equity of the Company for the quarter and half year ended 30 June 2013	Share capital S\$'000	Capital reserve S\$'000	Available-for-sale financial assets revaluation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
As at 1 January 2013	450,433	(65,846)	2,773	(197,276)	190,084
Total comprehensive income for the 1st quarter ended 31 March 2013	-	-	946	10,890	11,836
Transactions with equity holders in their capacity as equity holders:					
Dividends for the period	-	-	-	(6,190)	(6,190)
Total equity at 31 March 2013	450,433	(65,846)	3,719	(192,576)	195,730
Total comprehensive (loss)/income for the 2nd quarter ended 30 June 2013	-	-	(2,772)	11,624	8,852
Transactions with equity holders in their capacity as equity holders:					
Issuance of new shares pursuant to Scrip Dividend Scheme, net of share issuance expenses	3,903	-	-	-	3,903
Total equity at 30 June 2013	454,336	(65,846)	947	(180,952)	208,485

Changes in shareholders' equity of the Company for the quarter and half year ended 30 June 2012	Share capital S\$'000	Capital reserve ² S\$'000	Translation reserves S\$'000	Accumulated losses S\$'000	Total S\$'000
Total equity at 1 January 2012	415,418	-	(46,869)	(219,044)	149,505
Effects of change in functional currency ¹	-	(65,846)	46,869	18,977	-
	415,418	(65,846)	-	(200,067)	149,505
Total comprehensive income for the 1st quarter ended 31 March 2012	-	-	-	4,283	4,283
Transactions with equity holders in their capacity as equity holders:					
Dividends for the period	-	-	-	(4,127)	(4,127)
Total equity at 31 March 2012	415,418	(65,846)	-	(199,911)	149,661
Total comprehensive income for the 2nd quarter ended 30 June 2012	-	-	-	1,323	1,323
Transactions with equity holders in their capacity as equity holders:					
Issuance of new shares, net of share issuance expenses	35,015	-	-	-	35,015
Total equity at 30 June 2012	450,433	(65,846)	-	(198,588)	185,999

¹ and ². Refer to note on page 11

ACCOUNTING POLICIES APPLICATION

Accounting policies and methods of computation applied in preparation of these figures that are not stated in this report are the same as those used in the most recently audited annual financial statements of the Group and the Company.

DIVIDENDS

No dividend has been declared in respect of the current period.

On 6 May 2013, the Company announced that it would be changing its dividend distribution from semi-annual to annual basis. The Company had, on 15 May 2013, provided dividend guidance of 1.5 Singapore cents per share in respect of the financial year ended 31 December 2013 which is expected to be declared in February 2014.

CHANGES IN SHARE CAPITAL

The movement in the number of issued and fully paid-up ordinary shares for the half year ended 30 June 2013 is as follows:

Company	Number of shares '000	Share capital at par value S\$'000	Share premium reserve S\$'000	Share capital S\$'000
Issued and fully paid shares				
Opening balance as at 1 January 2013	825,313	8,253	442,180	450,433
Movements in period to 30 June 2013	26,103	261	3,642	3,903
Total share capital as at 30 June 2013	851,416	8,514	445,822	454,336

On 12 April 2013, the Company issued and allotted 26,103,375 new ordinary shares at an issue price of 15.22 Singapore cents per share to eligible shareholders who have elected to participate in the Scrip Dividend Scheme.

UPDATE ON THE PROCEEDS FROM RIGHTS ISSUE

On 6 May 2013, the Company announced a renounceable non-underwritten rights issue on the basis of two rights shares for every five ordinary shares in the capital of the Company. The net proceeds from the rights issue is approximately S\$48.5 million. Pursuant to the rights issue, on 12 July 2013, the Company issued and allotted 340,566,462 new ordinary shares in the capital of the Company. The rights shares were offered at 14.3 Singapore cents per share.

As at 29 July 2013, the Company had invested S\$6.42 million in listed equities out of the proceeds from the rights issue of S\$48.5 million and the balance was placed in short term deposits pending identification of suitable investments.

NET ASSET VALUE

	Group As at 30 Jun 13	Company As at 30 Jun 13	Group As at 31 Dec 12	Company As at 31 Dec 12
Net asset value				
Total net asset value (S\$'000)	208,485	208,485	190,084	190,084
Total number of ordinary shares on issue used in calculation of net asset value per share ('000)	851,416	851,416	825,313	825,313
Net asset value per ordinary share (S\$ per share)	0.245	0.245	0.230	0.230

Net asset value per ordinary share is derived by dividing the net assets as disclosed in the financial position of the Company and the Group by the number of ordinary shares on issue as at the end of the accounting period.

EARNINGS PER SHARE

	Group Quarter ended 30 Jun 13	Group Year to date 30 Jun 13	Group Quarter ended 30 Jun 12	Group Year to date 30 Jun 12
Basic earnings per share				
Earnings used in calculation of basic earnings per share (S\$'000)	9,013	18,777	1,358	9,310
Weighted average number of shares on issue used in calculation of basic earnings per share ('000)	848,261	836,850	793,536	677,986
Basic earnings per share (cents per share)	1.06	2.24	0.17	1.37
Diluted earnings per share				
Earnings used in calculation of diluted earnings per share (S\$'000)	9,013	18,777	1,358	9,310
Weighted average number of ordinary shares in issue used in calculation of diluted earnings per share ('000)	848,261	836,850	793,536	677,986
Diluted earnings per share (cents per share) ¹	1.06	2.24	0.17	1.37

¹ In future period, shares may be issued to the Manager in lieu of management fees otherwise payable in cash. This will have a dilutive effect on earnings per share.

INTEREST BEARING LIABILITIES

	Group as at 30 Jun 13 S\$'000	Group as at 31 Dec 12 S\$'000
Term loans ¹	-	14,037
Total interest bearing liabilities	-	14,037
Amount repayable in one year or less, or on demand	-	14,037
Amount repayable after one year	-	-
Total interest bearing liabilities	-	14,037
Amount secured	-	14,037
Total interest bearing liabilities	-	14,037

¹ The loans were fully repaid in April 2013.

AUDIT OR REVIEW

The figures in this report have not been audited or reviewed.

INTERESTED PERSON TRANSACTIONS

The Company has not obtained a general mandate from shareholders for Interested Person Transactions.

CONFIRMATION OF THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

On behalf of the Board of Directors of Global Investments Limited, we, the undersigned hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the quarter and half year ended 30 June 2013 to be false or misleading in any material respect.

On behalf of the Board of Directors

Boon Swan Foo
Chairman
7 August 2013

Tan Mui Hong
Deputy Chairman
7 August 2013