

**JASPER INVESTMENTS LIMITED**  
(Company Registration No. 198700983H)

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**AUDITED FINANCIAL STATEMENTS FOR YEAR ENDED 31 MARCH 2010**

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**EMPHASIS OF MATTER BY AUDITORS**

In accordance with Rule 704(5) of the SGX Listing Manual, the Company wishes to announce that the Independent Auditor's Report of the Company and its subsidiaries ("Group") for the financial year ended 31 March 2010 contains an emphasis of matter, resulting from the Group having a negative working capital.

A copy of the Independent Auditor's Report is attached for information.

**RECLASSIFICATION OF BORROWINGS**

The Company refers to its unaudited full year results announcement dated 27 May 2010 and wishes to inform that "Borrowings" totaling US\$11.16 million in the balance sheet has been reclassified from "Non-Current Liabilities" to "Current Liabilities" in the audited financial statements.

By Order of the Board

Lee Mee Kium  
Company Secretary

10 July 2010

# Independent Auditor's Report to the members of Jasper Investments Limited

We have audited the accompanying financial statements of Jasper Investments Limited (“the Company”) and its subsidiaries (“the Group”), which comprise the statements of financial position of the Company and the Group as at 31 March 2010, the consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

## Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Singapore Companies Act, Cap. 50 (the “Act”) and Singapore Financial Reporting Standards. This responsibility includes:

- (a) 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 profit and loss accounts and statements of financial position and to maintain accountability of assets;
- (b) selecting and applying appropriate accounting policies; and
- (c) making accounting estimates that are reasonable in the circumstances.

## Independent 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 on 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 and fair presentation of the financial statements 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.

# Independent Auditor's Report to the members of Jasper Investments Limited (cont'd)

## Opinion

In our opinion:

- (a) 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 state of affairs of the Group and of the Company as at 31 March 2010 and the results, changes in equity and cash flows of the Group for the financial year ended on that date; and
- (b) the accounting and other records required by the Act to be kept by the Company and by those subsidiaries incorporated in the Republic of Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Act.

Without qualifying our opinion, we draw attention to Note 2(a) to the financial statements which indicates that at the end of the financial year ended 31 March 2010, the Group's current liabilities exceeded its current assets by US\$56,121,000. The validity of the going concern assumption on which these financial statements are prepared depends on the Group's ability to generate revenue and cash flow within the next twelve months by securing drilling contracts from customers. If the Group is unable to continue as a going concern, adjustments would have to be made to reflect the situation that the assets may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts stated in the balance sheet. In addition, the Group may have to provide for further liabilities which may arise. In forming our opinion, we have considered the adequacy of the disclosure of this matter in the financial statements.

Foo Kon Tan Grant Thornton LLP  
Public Accountants and  
Certified Public Accountants

Singapore, 25 June 2010