

**Radiance Electronics Limited**

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RADIANCE ELECTRONICS LIMITED**FULL YEAR FINANCIAL STATEMENT ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2008****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.**

Group Income Statement for the year ended 30 June 2008. These figures have not been audited.

	Group		%
	S\$'000	S\$'000	
	FY2008	FY2007	Increase/ (Decrease)
Revenue	79,203	108,909	(27.3)
Cost of sales	(72,691)	(99,143)	(26.7)
Gross profit	6,512	9,766	(33.3)
Other income	135	5	NM
Distribution costs	(320)	(110)	190.9
Administrative expenses	(9,637)	(5,996)	60.7
Other operating expenses	(2,612)	(943)	177.0
Finance income	211	253	(16.6)
Finance costs	(100)	(301)	(66.8)
(Loss)/Profit from continuing operations before taxation^(a)	(5,811)	2,674	NM
Taxation	270	(543)	NM
(Loss)/Profit from continuing operations after taxation	(5,541)	2,131	NM
(Loss)/Profit from discontinued operations ^(b)	(9,782)	933	NM
Total (loss)/profit for the year	(15,323)	3,064	NM

NM: Not Meaningful

Notes:

- (a) (Loss)/Profit from continuing operations before taxation was determined after charging/(crediting) the following:

	Group		% Increase/ (Decrease)
	S\$'000		
	FY2008	FY2007	
Other income including interest income	346	258	34.1
Interest on borrowings	(100)	(301)	(66.8)
Depreciation and amortisation	(2,850)	(3,215)	(11.4)
Loss on disposal of plant and equipment	(543)	(112)	NM
Write-back of allowance for stock obsolescence	140	50	180.0
Net foreign exchange loss	(1,921)	(827)	132.3
Allowance for trade receivables	(16)	-	NM

- (b) (Loss)/Profit from discontinued operations was as follows:

	S\$'000		% Increase/ (Decrease)
	FY2008	FY2007	
Revenue	37,023	35,653	3.8
Cost of sales	(35,518)	(33,058)	7.4
Gross profit	1,505	2,595	(42.0)
Distribution costs	(669)	(538)	24.3
Administrative expenses	(574)	(652)	(12.0)
Other operating expenses	(314)	(237)	32.5
Impairment of plant and equipment	(1,930)	-	NM
Allowance for trade receivables	(1,475)	-	NM
Finance income	20	2	NM
Finance costs	(103)	(74)	39.2
(Loss)/Profit before taxation from discontinued operations	(3,540)	1,096	NM
Taxation	(13)	(163)	(92.0)
(Loss)/Profit after taxation from discontinued operations	(3,553)	933	NM
Loss recognised on the measurement to fair value less cost to sell on disposal group			
- Goodwill on consolidation written off	(5,829)	-	NM
- Estimated disposal cost	(400)	-	NM
Total (loss)/profit from discontinued operations	(9,782)	933	NM

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	
	30 Jun 2008 S\$'000	30 Jun 2007 S\$'000	30 Jun 2008 S\$'000	30 Jun 2007 S\$'000
ASSETS				
Non-current assets				
Plant and equipment	9,269	16,160	461	512
Goodwill on consolidation	-	5,829	-	-
Investment in subsidiaries ^(c)	-	-	26,649	32,924
Available-for-sale financial assets	-	207	-	-
Club membership	82	82	82	82
	<u>9,351</u>	<u>22,278</u>	<u>27,192</u>	<u>33,518</u>
Current assets				
Due from related companies	-	57	1,281	3,919
Inventories	9,589	11,047	-	-
Trade receivables	14,694	26,420	-	-
Other receivables	1,806	1,364	45	18
Cash and cash equivalents	19,111	17,886	2,231	1,396
	<u>45,200</u>	<u>56,774</u>	<u>3,557</u>	<u>5,333</u>
Disposal subsidiary classified as held for sale ^(d)	7,647	-	-	-
	<u>62,198</u>	<u>79,052</u>	<u>30,749</u>	<u>38,851</u>
Total assets				
EQUITY AND LIABILITIES				
Share capital and reserves				
Share capital	35,501	34,431	35,501	34,431
Reserves	(1,352)	13,979	(6,328)	3,633
Total equity	<u>34,149</u>	<u>48,410</u>	<u>29,173</u>	<u>38,064</u>
Non-current liability				
Obligations under hire purchase	250	1,073	250	344
Current liabilities				
Trade payables	12,842	22,886	-	-
Other payables	7,190	3,287	1,224	348
Obligations under hire purchase	94	589	94	89
Term loan	1,010	1,537	-	-
Provision for income tax	9	1,270	8	6
	<u>21,145</u>	<u>29,569</u>	<u>1,326</u>	<u>443</u>
Liabilities directly associated with disposal subsidiary classified as held for sale ^(d)	6,654	-	-	-
	<u>28,049</u>	<u>30,642</u>	<u>1,576</u>	<u>787</u>
Total liabilities	<u>28,049</u>	<u>30,642</u>	<u>1,576</u>	<u>787</u>
Total equity and liabilities	<u>62,198</u>	<u>79,052</u>	<u>30,749</u>	<u>38,851</u>

Notes:

- (c) On 27 November 2007, the Company incorporated a wholly-owned subsidiary in Singapore, Sino-Brilliant Energy Pte. Ltd. ("Sino-Brilliant"). The issued and paid-up capital as at 30 June 2008 was S\$1,000,000.

On 30 May 2008, Sino-Brilliant incorporated a wholly-owned subsidiary, Radiance Energy Technology Co., Ltd. in Beijing, People's Republic of China. The registered capital of Radiance Energy Technology Co., Ltd. was RMB 50,000,000.

On 30 June 2008, Radiance Manufacturing Pte. Ltd. ("RMPL"), a wholly-owned subsidiary of the Company, has written down its investment in Radiance Technology (Shanghai) Co., Ltd. ("Radiance Technology"), a wholly-owned subsidiary in Shanghai, People's Republic of China, to its net realisable value of S\$1,705,000.

- (d) On 20 November 2007, the Company announced that it was proposing to discontinue and write down its investment in its wholly-owned subsidiary, Xiptech Holdings Pte. Ltd. ("Xiptech").

On 22 August 2008, the Company announced that it has entered into a conditional sale and purchase agreement (the "Agreement") with Relic Finance Limited ("Relic") to which the Company agreed to sell its entire shareholding interest in Xiptech, with effect from 30 June 2008, to Relic for an aggregate cash consideration of S\$1,000,000 on the terms and subject to the conditions in the Agreement.

Pursuant to the above announcements, the Company has classified Xiptech as a disposal subsidiary held for sale for the year ended 30 June 2008. Breakdown of the assets and liabilities are as follows:

	30 Jun 2008
	S\$'000
ASSETS	
Plant and equipment	1,433
Available-for-sale financial assets	207
Trade receivables	4,497
Other receivables	166
Cash and cash equivalents	1,344
	<u>7,647</u>
LIABILITIES	
Trade payables	5,419
Other payables	384
Obligations under hire purchase	740
Provision for income tax	111
	<u>6,654</u>
NET ASSETS	<u>993</u>

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

Continuing Operations

Amount repayable in one year or less, or on demand

As at 30 Jun 2008		As at 30 Jun 2007	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	1,104	-	1,626

Amount repayable after one year

As at 30 Jun 2008		As at 30 Jun 2007	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	250	-	344

Discontinued Operations

Amount repayable in one year or less, or on demand

As at 30 Jun 2008		As at 30 Jun 2007	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
543	-	500	-

Amount repayable after one year

As at 30 Jun 2008		As at 30 Jun 2007	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
197	-	729	-

Details of any collateral

The secured borrowings relate to obligations under hire purchase and are secured on a corporate guarantee of S\$1,500,000 issued by the Company to the hire purchase creditors.

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

	Group S\$'000	
	30 Jun 2008	30 Jun 2007
Cash Flows from Operating Activities		
(Loss)/Profit after taxation	(15,323)	3,064
Adjustments for:		
Income tax expense	(257)	706
Depreciation of plant and equipment	3,664	3,680
Loss on disposal of plant and equipment	542	113
Impairment of plant and equipment	1,930	-
Allowance for trade receivables	1,491	-
Recognition of share-based payment	38	201
Interest expense	203	375
Interest income	(231)	(255)
Goodwill on consolidation written off	5,829	-
	(2,114)	7,884
Operating cash flow before working capital changes		
Changes in working capital:		
Inventories	1,458	6,065
Receivables	5,130	3,002
Creditors	(355)	(5,579)
Related companies	57	(129)
	4,176	11,243
Cash generated from operating activities		
Interest paid	(203)	(375)
Income tax paid	(1,225)	(1,361)
Prior year tax rebate received	334	335
	3,082	9,842
Net cash generated from operating activities		
Cash Flows from Investing Activities		
Interest received	231	255
Purchase of plant and equipment	(753)	(3,666)
Proceeds from disposal of plant and equipment	20	150
	(502)	(3,261)
Net cash used in investing activities		
Cash Flows from Financing Activities		
Dividends paid	-	(5,327)
Proceeds from borrowings	2,885	1,537
Repayment of borrowings	(3,412)	(4,581)
Repayment of hire purchase creditors	(590)	(453)
Proceeds from issue of shares under share options	1,104	210
	(13)	(8,614)
Net cash used in financing activities		
Effect of foreign exchange rate changes on consolidation	2	(51)
Net increase/(decrease) in cash and cash equivalents	2,569	(2,084)
Cash and cash equivalents at the beginning of the year	17,886	19,970
Cash and cash equivalents at the end of the year⁽ⁱⁱ⁾	20,455	17,886

- (i) The impact on the discontinued operations on the cash flow of the Group is as follows:

	S\$'000	
	30 Jun 2008	30 Jun 2007
Operating cash flows	(383)	2,653
Investing cash flows	(493)	(2,773)
Financing cash flows	(501)	1,645
Total cash flows	(1,377)	1,525

- (ii) Cash and cash equivalents included in the cash flow statement comprise the following:

	S\$'000	
	30 Jun 2008	30 Jun 2007
Cash and bank balances	13,453	14,050
Fixed deposits	5,658	1,115
Cash and cash equivalents from continuing operations	19,111	15,165
Cash and bank balances	944	2,337
Fixed deposits	400	384
Cash and cash equivalents from discontinued operations	1,344	2,721
Total cash and cash equivalents	20,455	17,886

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	Share capital S\$'000	Share options reserve S\$'000	Capital reserve S\$'000	Foreign currency translation reserve S\$'000	Revenue reserve S\$'000	Total S\$'000
Balance as at 1 Jul 2007	34,431	260	3,700	(1,449)	11,468	48,410
Translation differences relating to financial statements of foreign subsidiaries	-	-	-	(63)	-	(63)
Loss for the year	-	-	-	-	(15,323)	(15,323)
Total recognised income and expense for the year	-	-	-	(63)	(15,323)	(15,386)
Recognition of share-based payment	-	(70)	-	-	91	21
Exercise of share options	1,070	(190)	-	-	224	1,104
Transfer to capital reserve in accordance with statutory requirements	-	-	206	-	(206)	-
Balance as at 30 Jun 2008	35,501	-	3,906	(1,512)	(3,746)	34,149
Balance as at 1 Jul 2006	34,188	170	3,185	(1,654)	14,246	50,135
Translation differences relating to financial statements of foreign subsidiaries	-	-	-	205	-	205
Profit for the year	-	-	-	-	3,064	3,064
Total recognised income and expense for the year	-	-	-	205	3,064	3,269
Dividends paid	-	-	-	-	(5,327)	(5,327)
Recognition of share-based payment	-	123	-	-	-	123
Exercise of share options	243	(33)	-	-	-	210
Transfer to capital reserve in accordance with statutory requirements	-	-	515	-	(515)	-
Balance as at 30 Jun 2007	34,431	260	3,700	(1,449)	11,468	48,410

Company	Share capital S\$'000	Share options reserve S\$'000	Revenue reserve S\$'000	Total S\$'000
Balance as at 1 Jul 2007	34,431	260	3,373	38,064
Loss for the year	-	-	(10,016)	(10,016)
Total recognised income and expense for the year	-	-	(10,016)	(10,016)
Recognition of share-based payment	-	(70)	91	21
Exercise of share options	1,070	(190)	224	1,104
Balance as at 30 Jun 2008	35,501	-	(6,328)	29,173
Balance as at 1 Jul 2006	34,188	170	6,913	41,271
Profit for the year	-	-	1,787	1,787
Total recognised income and expense for the year	-	-	1,787	1,787
Dividends paid	-	-	(5,327)	(5,327)
Recognition of share-based payment	-	123	-	123
Exercise of share options	243	(33)	-	210
Balance as at 30 Jun 2007	34,431	260	3,373	38,064

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on.

State also the number of shares that may be issued on conversion of all the outstanding convertibles, as 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.

The changes in the share capital during the period are as follows:

FY2008	No. of shares	S\$'000
Balance as at 1 Jul 2007	255,236,400	34,431
Issue of new ordinary shares in pertaining to exercise of employees share options	8,535,000	1,070
Balance as at 30 Jun 2008	263,771,400	35,501
FY2007	No. of shares	S\$'000
Balance as at 1 Jul 2006	253,686,400	34,188
Issue of new ordinary shares in pertaining to exercise of employees share options	1,550,000	243
Balance as at 30 Jun 2007	255,236,400	34,431

Employees Share Options Scheme (“ESOS”)

The total numbers of outstanding options granted under the ESOS as at 30 June 2008 are as follows:

Date of grant	Outstanding options at 1 Jul 2007	Options exercised	Options lapsed	Outstanding options at 30 Jun 2008	No. of option holders at 30 Jun 2008
4 January 2005	2,175,000	100,000	2,075,000	-	-
20 February 2006	2,910,000	2,760,000	150,000	-	-
31 August 2006	5,775,000	5,675,000	100,000	-	-

The options lapsed on 19 April 2008 following the takeover of the Company by Sino Fortune Union Investment Limited.

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

	30 Jun 2008	30 Jun 2007
Total number of issued shares	263,771,400	255,236,400

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

Not applicable.

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

These figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors’ report (including any qualifications or emphasis of a 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.

The accounting policies and methods of computation have been applied consistently for the current financial year ended 30 June 2008 as those used in the audited annual financial statements for the year ended 30 June 2007.

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.**

Not applicable.

6. **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.**

Earnings per ordinary share of the group, after deducting any provision for preference dividends	Group	
	FY2008	FY2007
(a) Based on weighted average number of ordinary shares on issue; and	(5.97) cents	1.21 cents
(b) On a fully diluted basis	(5.97) cents	1.16 cents

7. **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	
	30 Jun 2008	30 Jun 2007	30 Jun 2008	30 Jun 2007
Net asset value per ordinary share based on issued share capital	12.9 cents	19.0 cents	11.1 cents	14.9 cents

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**
(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Continuing Operations

Income Statement

The Group's revenue from the continuing operations for the financial year ended 30 June 2008 ("FY2008") decreased by 27.3% to S\$79.2 million compared to S\$108.9 million for the financial year ended 30 June 2007 ("FY2007"). The decline in revenue was due mainly to the drop in demand in the Computer Peripherals ("CP") segment and to a lesser extent from the Satellite Communications ("SC") segment.

Geographically, the Asean segment has seen a significant drop in FY2008, followed by the Others segment (principally Hong Kong and China), which was mainly driven by the decrease in the CP segment.

The Group has recorded a net loss from continuing operations of S\$5.5 million for FY2008 compared to a net profit of S\$2.1 million in FY2007.

Gross profit for FY2008 decreased to 8.2% compared to 9.0% in FY2007. Competitive market conditions, cost pressures and a lower margin mix have resulted in the lower gross profit reported.

Distribution costs have increased from S\$0.1 million in FY2007 to S\$0.3 million in FY2008, mainly attributable to the commission payable to the agents.

Administrative expenses have increased to S\$9.6 million in FY2008 compared to S\$6.0 million in FY2007. The increase was due to the increase in staff related expenses including the minimum wage increase in China, settlement of termination for one of the directors' service contract, consultancy and professional services engaged for the various corporate activities as well as the contribution for the relief efforts of the earthquake in Sichuan.

Other operating expenses have increased to S\$2.6 million in FY2008 compared to S\$0.9 million in FY2007. This was mainly attributed to the foreign exchange loss of S\$1.9 million in FY2008 as a result of the weakening of the USD against RMB and SGD.

Balance Sheet

Non-current assets decreased from S\$18.4 million as at 30 June 2007 to S\$9.4 million as at 30 June 2008. The full amount of goodwill on consolidation of S\$5.8 million was written off following the Company's announcement to discontinue and write down the investment in Xiptech. Plant and equipment has decreased to S\$9.3 million due to the disposal of some equipment in one of the subsidiaries which has been assessed to be in non-working conditions.

Net current assets decreased from S\$25.8 million as at 30 June 2007 to S\$24.1 million as at 30 June 2008. Inventories and trade receivables have decreased by S\$1.5 million and S\$3.2 million respectively due to the lower sales activities as well as tighter inventory management and better credit control. Trade payables were also reduced by S\$1.7 million, in line with the decrease in inventory. Other payables have increased by S\$4.1 million due to the various services engaged for corporate activities and other staff related expenses. Cash and cash equivalents, on the other hand, has increased by S\$3.9 million to S\$19.1 million due to tighter cash management.

Non-current liabilities have decreased mainly from the repayment of the hire purchase creditors.

Discontinued Operations

Following the announcement made on 22 August 2008 as mentioned in 1(b)(i) note (d) above, the Company has classified Xiptech as a disposal subsidiary held for sale for the year ended 30 June 2008.

Income Statement

Revenue for the discontinuing operations for FY2008 was S\$37.0 million compared to S\$35.7 million for FY2007. Loss attributed to the discontinuing operations was S\$9.8 million for FY2008 against a profit of S\$0.9 million for FY2007, a decrease of S\$10.7 million. This was attributed to the impairment of plant and equipment, allowance for trade receivables, write off of goodwill on consolidation and the estimated cost to be incurred in connection with the disposal of Xiptech.

Balance Sheet

Assets held for sale amounted to S\$7.6 million and comprised of plant and equipment, available-for-sale financial assets, trade and other receivables and cash and cash equivalents.

Total liabilities associated to assets held for sale amounted to S\$6.7 million which mainly included trade and other payables, obligations under hire purchase and the provision for income tax.

Consolidated Cash Flow Statement

The Group saw a net increase in cash and cash equivalents of S\$2.6 million for FY2008 from S\$17.9 million as at 30 June 2007 to S\$20.5 million as at 30 June 2008. The increase was mainly due to the decrease in net cash used in investing and financing activities.

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

In the earlier half-year announcement, the Group announced that it would work towards improving its financial performance and continue to implement various actions to reduce costs. The effect of such efforts have to a certain extent been offset by some unexpected changes such as the increase in operating costs arising from the implementation of the new China labour law, minimum wage increase in China and the inflationary costs.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

As mentioned in 1(b)(i) note (d) above, the Company announced that it has entered into the Agreement on 22 August 2008 with Relic to sell its entire shareholding interest in Xiptech, with effect from 30 June 2008, for an aggregate cash consideration of S\$1.0 million on the terms and subject to the conditions in the Agreement. This trade sale is considered a major transaction under Chapter 10 of the Listing Manual and is therefore subject to the approval of the shareholders at an Extraordinary General Meeting ("EGM") to be convened. The Company's holding company and majority shareholder, Sino Fortune Union Investment Limited, has given their undertaking to the Company to exercise its voting rights in favour of this trade sale. For more details on this trade sale, please refer to the announcement made on 22 August 2008.

The Company's wholly-owned subsidiary, RMPL, has written down its investment in Radiance Technology, currently a dormant company, to its net realisable value of S\$1.7 million in FY2008. RMPL is currently in the process of de-registering this subsidiary and the relevant authority has since accepted its de-registration application. The Company will make the announcement once the de-registration is completed.

With the increase in our marketing efforts, a new significant customer has awarded the Group a new product which led to qualification activities in June 2008. We would expect the order from this new customer to contribute significantly to the Group in the next reporting period. The Group has started delivery of this new product in July 2008 to the new customer. Together with other customers order, we expect both our plant capacities in China to achieve better utilisation from September 2008 onwards.

Barring any unforeseen circumstances, the Group is optimistic that the next reporting period will be profitable.

The Group will continue to consider and explore any new business collaborations and opportunities to drive our Group to the next stage of growth. Announcement will be made when these opportunities arise.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable

Not Applicable.

(d) Books closure date

Not Applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared or recommended for the year ended 30 June 2008.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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

- 13. 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.**

13(a) Primary Reporting Format - Business Segments

The business of the Group is categorised into the following products segments:

- Satellite communications ("SC")
- Computer peripherals ("CP")
- Other products ("OP")
- Management activities and investment ("M & I")

Continuing Operations

FY2008	SC	CP	OP	M & I	Elimination	Group
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
External revenue	53,462	5,278	20,463	-	-	79,203
Inter-segment revenue	1,160	191	726	2,661	(4,738)	-
Total revenue	54,622	5,469	21,189	2,661	(4,738)	79,203
Segment results	(863)	(98)	(441)	(12,949)	8,429	(5,922)
Finance income						211
Finance costs						(100)
Taxation						270
Loss for the year						<u>(5,541)</u>
Other segment items						
Depreciation	2,090	119	559	85	(3)	2,850
Capital expenditure - unallocated						447
Assets and liabilities						
Unallocated assets						54,551
Total assets						<u>54,551</u>
Unallocated liabilities						21,395
Total liabilities						<u>21,395</u>

Discontinued Operations

FY2007	SC S\$'000	CP S\$'000	OP S\$'000	M & I S\$'000	Elimination S\$'000	Group S\$'000
Total revenue	-	27,518	8,135	-	-	35,653
Segment results	-	1,093	75	-	-	1,168
Finance income						2
Finance costs						(74)
Taxation						(163)
Profit for the year						933
Other segment items						
Depreciation	-	435	30	-	-	465
Capital expenditure - unallocated						4,316
Assets and liabilities						
Unallocated assets						15,323
Total assets						15,323
Unallocated liabilities						10,777
Total liabilities						10,777

13(b) Secondary Reporting Format - Geographical Segments

In presenting information on the basis of geographical segments, segment revenue is based on the location of the customers. Segment assets are based on the geographical location of the assets.

Continuing Operations

FY2008	Asean S\$'000	North America S\$'000	Europe S\$'000	Others (principally Hong Kong and China) S\$'000	Group S\$'000
Total revenue from external customers	414	6,196	66,284	6,309	79,203
Total assets	5,337	-	-	49,214	54,551
Capital expenditure	5	-	-	442	447

Discontinued Operations

FY2008	Asean S\$'000	North America S\$'000	Europe S\$'000	Others (principally Hong Kong and China) S\$'000	Group S\$'000
Total revenue from external customers	650	92	-	36,281	37,023
Total assets	6,234	-	-	1,413	7,647
Capital expenditure	13	-	-	305	318

Continuing Operations

FY2007	Asean S\$'000	North America S\$'000	Europe S\$'000	Others (principally Hong Kong and China) S\$'000	Group S\$'000
Total revenue from external customers	19,677	7,033	71,834	10,365	108,909
Total assets	8,423	-	-	55,306	63,729
Capital expenditure	615	-	-	760	1,375

Discontinued Operations

FY2007	Asean S\$'000	North America S\$'000	Europe S\$'000	Others (principally Hong Kong and China) S\$'000	Group S\$'000
Total revenue from external customers	2,431	80	-	33,142	35,653
Total assets	11,475	-	-	3,848	15,323
Capital expenditure	6	-	-	4,310	4,316

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

Please refer to Note 8.

- 15. A breakdown of sales.**

	Continuing Operations	FY2008 S\$'000	FY2007 S\$'000	% increase/ (decrease)
(a)	Sales reported for first half year	36,442	58,172	(37.4)
(b)	Operating (loss)/profit after tax before deducting minority interests reported for first half year	(3,996)	924	NM
(c)	Sales reported for second half year	42,761	50,737	(15.7)
(d)	Operating (loss)/profit after tax before deducting minority interests reported for second half year	(1,545)	1,207	NM

	Discontinued Operations	FY2008 S\$'000	FY2007 S\$'000	% increase/ (decrease)
(a)	Sales reported for first half year	22,986	18,100	27.0
(b)	Operating (loss)/profit after tax before deducting minority interests reported for first half year	(9,656)	1,228	NM
(c)	Sales reported for second half year	14,037	17,553	(20.0)
(d)	Operating loss after tax before deducting minority interests reported for second half year	(126)	(295)	(57.3)

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

Not applicable.

- 17. Interested Person Transactions ("IPTs")**

Not applicable.

BY ORDER OF THE BOARD
Sun Jiangrong
Chairman

27 August 2008