

**Radiance Electronics Limited**

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RADIANCE ELECTRONICS LIMITED**FULL YEAR FINANCIAL STATEMENT ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 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 period ended 31 December 2008. These figures have not been audited.

The Company revised the financial year end to 31 December. Figures for FY2008A consisted of 6-month period from 1 July 2008 to 31 December 2008 and the comparative statement consisted of 6-month period from 1 July 2007 to 31 December 2007 ("1H FY2008").

Figures for 1H FY2008 have been restated to account for the effects of a change in functional currency for the Group as explained in paragraph 5. All amounts in this announcement are stated in Singapore dollars except where otherwise indicated.

	FY2008A	Group 1H FY2008 (restated)	Increase/ (Decrease)
	S\$'000	S\$'000	%
Revenue	76,737	36,442	110.6
Cost of sales	(70,214)	(34,195)	105.3
Gross profit	6,523	2,247	190.3
Other income	45	121	(62.8)
Distribution costs	(470)	(132)	256.1
Administrative expenses	(3,666)	(5,054)	(27.5)
Other operating expenses	(600)	(1,081)	(44.5)
Finance income	145	117	23.9
Finance costs	(132)	(60)	120.0
Profit/(Loss) from continuing operations before income tax⁽ⁱ⁾	1,845	(3,842)	NM
Income tax expense/(benefit)	(247)	226	NM
Profit/(Loss) from continuing operations after income tax	1,598	(3,616)	NM

Loss from discontinued operations ⁽ⁱⁱ⁾	-	(9,656)	NM
Total profit/(loss) for the period	1,598	(13,272)	NM

NM: Not Meaningful

Notes:

- (i) Profit/(Loss) from continuing operations before income tax was determined after (charging)/crediting the following:

	FY2008A	Group 1H FY2008 (restated)	Increase/ (Decrease)
	S\$'000	S\$'000	%
Other income including interest income	190	238	(20.2)
Interest on borrowings	(132)	(60)	120.0
Depreciation of plant and equipment	(1,143)	(1,332)	(14.2)
Loss on disposal of plant and equipment	(616)	(501)	23.0
(Provision)/Write-back for impairment of inventories	(147)	72	NM
Gain/(loss) on foreign exchange	9	(445)	NM
Impairment of trade receivables	-	(16)	NM

- (ii) Loss from discontinued operations was as follows:

	1H FY2008 (restated) S\$'000
Revenue	22,986
Cost of sales	(21,985)
Gross profit	1,001
Distribution costs	(421)
Administrative expenses	(323)
Other operating expenses	(232)
Impairment of plant and equipment	(1,930)
Impairment of trade receivables	(1,489)
Finance income	20
Finance costs	(45)
Loss from discontinued operations before income tax	(3,419)
Income tax	(8)
Loss from discontinued operations after income tax	(3,427)
Loss recognised on the measurement to fair value less cost to sell on disposal group	
- Goodwill on consolidation written off	(5,829)
- Estimated disposal cost	(400)
Total loss from discontinued operations	(9,656)

- (iii) The effect of the change in functional currency of the Group on the current period's income statement is as follows:

	FY2008A (after change) S\$'000	Group FY2008A (before change) S\$'000	Increase/ (Decrease) %
Revenue	76,737	76,744	NM
Cost of sales	(70,214)	(70,388)	(0.2)
Gross profit	6,523	6,356	2.6
Other income	45	45	-
Distribution costs	(470)	(469)	0.2
Administrative expenses	(3,666)	(3,670)	(0.1)
Other operating expenses	(600)	(442)	35.7
Finance income	145	144	0.7
Finance costs	(132)	(132)	-
Profit before income tax	1,845	1,832	0.7
Income tax	(247)	(247)	-
Profit for the period	1,598	1,585	0.8

- (iv) The effect of the change in functional currency of the Group on the previous period's income statement is as follows:

	1H FY2008 (after change) S\$'000	Group 1H FY2008 (before change) S\$'000	Increase/ (Decrease) %
Revenue	36,442	36,442	-
Cost of sales	(34,195)	(34,308)	(0.3)
Gross profit	2,247	2,134	5.3
Other income	121	121	-
Distribution costs	(132)	(132)	-
Administrative expenses	(5,054)	(5,060)	(0.1)
Other operating expenses	(1,081)	(1,342)	(19.4)
Finance income	117	117	-
Finance costs	(60)	(60)	-
Loss from continuing operations before income tax	(3,842)	(4,222)	(9.0)
Income tax benefit	226	226	-
Loss from continuing operations after income tax	(3,616)	(3,996)	(9.5)
Loss from discontinued operations	(9,656)	(9,656)	-
Total loss for the period	(13,272)	(13,652)	(2.8)

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

	Group		Company	
	31 Dec 2008	30 Jun 2008 (restated)	31 Dec 2008	30 Jun 2008
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Non-current Assets				
Plant and equipment	6,645	7,771	441	461
Investment in subsidiaries ⁽ⁱ⁾	-	-	25,649	25,649
Club membership	82	82	82	82
	<u>6,727</u>	<u>7,853</u>	<u>26,172</u>	<u>26,192</u>
Current Assets				
Due from related companies	-	-	6,405	1,281
Inventories	15,651	9,589	-	-
Trade receivables	25,942	14,694	-	-
Other receivables	3,073	1,806	123	45
Cash and cash equivalents	20,986	19,111	440	2,231
	<u>65,652</u>	<u>45,200</u>	<u>6,968</u>	<u>3,557</u>
Disposal group classified as held for sale ⁽ⁱⁱ⁾	-	7,647	-	1,000
	<u>72,379</u>	<u>60,700</u>	<u>33,140</u>	<u>30,749</u>
Total assets				
EQUITY AND LIABILITIES				
Share Capital and Reserves				
Share capital	35,501	35,501	35,501	35,501
Reserves	452	(2,850)	(6,948)	(6,328)
Total equity	<u>35,953</u>	<u>32,651</u>	<u>28,553</u>	<u>29,173</u>
Non-current Liabilities				
Term loan	3,700	-	3,700	-
Obligations under hire purchase	201	250	201	250
	<u>3,901</u>	<u>250</u>	<u>3,901</u>	<u>250</u>
Current Liabilities				
Trade payables	22,680	12,842	-	-
Other payables	6,184	7,190	581	1,224
Obligations under hire purchase	97	94	97	94
Term loan	3,165	1,010	-	-
Provision for income tax	399	9	8	8
	<u>32,525</u>	<u>21,145</u>	<u>686</u>	<u>1,326</u>
Liabilities directly associated with disposal group classified as held for sale ⁽ⁱⁱⁱ⁾	-	6,654	-	-
	<u>36,426</u>	<u>28,049</u>	<u>4,587</u>	<u>1,576</u>
Total liabilities	<u>36,426</u>	<u>28,049</u>	<u>4,587</u>	<u>1,576</u>
Total equity and liabilities	<u>72,379</u>	<u>60,700</u>	<u>33,140</u>	<u>30,749</u>

Notes:

- (i) As at 31 December 2008, the paid-up capital of Radiance Energy Technology Co., Ltd was RMB 31.0 million.
- (ii) The Company has completed the sale of its entire shareholding interest in its wholly-owned subsidiary, Xiptech Holdings Pte Ltd ("Xiptech") on 31 October 2008. Following the said completion, Xiptech has ceased to be a subsidiary of the Company. For further details, please refer to Announcement No. 202 dated on 31 October 2008.
- (iii) The effect of the change in functional currency of the Group on the current period's balance sheet is as follows:

	Group	
	As at 31 Dec 2008	
	(after change)	(before change)
	S\$'000	S\$'000
Plant and equipment	6,645	7,794
Foreign currency translation reserve	(1,847)	(203)
Retained loss	(1,643)	(2,197)

- (iv) The effect of the change in functional currency of the Group on the previous period's balance sheet is as follows:

	Group	
	As at 30 June 2008	
	(after change)	(before change)
	S\$'000	S\$'000
Plant and equipment	7,771	9,269
Foreign currency translation reserve	(3,551)	(1,512)
Retained loss	(3,205)	(3,746)

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 31 Dec 2008		As at 30 Jun 2008 (restated)	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	3,262	-	1,104

Amount repayable after one year

As at 31 Dec 2008		As at 30 Jun 2008 (restated)	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	3,901	-	250

Discontinued Operations

Amount repayable in one year or less, or on demand

As at 31 Dec 2008		As at 30 Jun 2008 (restated)	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	543	-

Amount repayable after one year

As at 31 Dec 2008		As at 30 Jun 2008 (restated)	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	197	-

Details of any collateral

None.

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	
	For the 6-month period ended 31 Dec 2008	31 Dec 2007 (restated)
	S\$'000	S\$'000
Cash Flows from Operating Activities		
Profit/(Loss) after income tax	1,598	(13,272)
Adjustments for:		
Income tax expense/(benefit)	247	(218)
Depreciation of plant and equipment	1,143	1,736
Loss on disposal of plant and equipment	616	500
Impairment of plant and equipment	-	1,930
Impairment of trade receivables	-	1,489
Gain on disposal of subsidiary	(7)	-
Recognition of share-based payments	-	53
Interest expense	132	105
Interest income	(145)	(137)
Goodwill on consolidation written off	-	5,829
	3,584	(1,985)
Operating cash flow before working capital changes		
Changes in working capital:		
Inventories	(6,062)	3,551
Receivables	(12,515)	5,583
Creditors	8,832	(1,798)
Related companies	-	57
	(6,161)	5,408
Cash (used in)/generated from operating activities		
Interest paid	(132)	(105)
Income tax paid	(231)	(687)
Prior year tax rebate received	369	289
Net cash (used in)/generated from operating activities	(6,155)	4,905
Cash Flows from Investing Activities		
Interest received	145	137
Purchase of plant and equipment	(194)	(496)
Proceeds from disposal of plant and equipment	6	18
Disposal of subsidiary, net of cash disposed ⁽ⁱ⁾	(344)	-
Net cash used in investing activities	(387)	(341)
Cash Flows from Financing Activities		
Proceeds from borrowings	5,855	848
Repayment to hire purchase creditors	(46)	(289)
Proceeds from issue of shares under share options	-	863
Net cash generated from financing activities	5,809	1,422
Effect of foreign exchange rate changes on consolidation	1,264	(783)
Net increase in cash and cash equivalents	531	5,203
Cash and cash equivalents at the beginning of the period	20,455	17,886
Cash and cash equivalents at the end of the period⁽ⁱⁱ⁾	20,986	23,089

Notes:

- (i) The aggregate cash outflow arising from the disposal of subsidiary was as follows:

	31 Dec 2008
	S\$'000
Cash and cash equivalents	1,344
Plant and equipment	1,433
Available-for-sale financial assets	207
Trade receivables	4,497
Other receivables	166
Trade payables	(5,419)
Other payables	(384)
Obligations under hire purchase	(740)
Provision for income tax	(111)
Net assets disposed	993
Gain on disposal of subsidiary	7
Cash received from disposal of subsidiary	1,000
Less: Cash and cash equivalents of subsidiary disposed	(1,344)
Net cash outflow on disposal of subsidiary	(344)

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

	31 Dec 2008	31 Dec 2007
	S\$'000	(restated)
		S\$'000
Cash and bank balances	15,230	18,045
Fixed deposits	1,295	2,869
Restricted cash*	4,461	-
Cash and cash equivalents from continuing operations	20,986	20,914
Cash and bank balances	-	1,775
Fixed deposits	-	400
Cash and cash equivalents from discontinued operations	-	2,175
Total cash and cash equivalents	20,986	23,089

* Restricted cash pertains to fixed deposit of a subsidiary pledged with a bank for a term loan granted.

- (iii) The effect of the change in functional currency of the Group on the current period's cash flow statement is as follows:

	Group	
	31 Dec 2008	
	(after change)	(before change)
	S\$'000	S\$'000
Net cash used in operating activities	(6,155)	(5,805)
Net cash used in investing activities	(387)	(386)
Net cash generated from financing activities	5,809	5,809
Effect of foreign exchange rate changes on consolidation	1,264	913
Cash and cash equivalents at the end of the period	20,986	20,986

- (iv) The effect of the change in functional currency of the Group on the previous period's cash flow statement is as follows:

	Group	
	31 Dec 2007	
	(after change)	(before change)
	S\$'000	S\$'000
Net cash generated from operating activities	4,905	4,639
Net cash used in investing activities	(341)	(344)
Net cash generated from financing activities	1,422	1,422
Effect of foreign exchange rate changes on consolidation	(783)	(514)
Cash and cash equivalents at the end of the period	23,089	23,089

- 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	Share options reserve	Capital reserve	Foreign currency translation reserve	Retained (loss)/ profits	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 Jul 2008	35,501	-	3,906	(1,512)	(3,746)	34,149
Effect on the prior year of change in functional currency of the Group	-	-	-	(2,039)	541	(1,498)
Balance as at 1 Jul 2008 (restated)	35,501	-	3,906	(3,551)	(3,205)	32,651
Translation differences relating to financial statements of foreign subsidiaries	-	-	-	1,704	-	1,704
Profit for the period	-	-	-	-	1,598	1,598
Total recognised income for the period				1,704	1,598	3,302
Transfer to capital reserve in accordance with statutory requirements	-	-	36	-	(36)	-
Balance as at 31 Dec 2008	35,501	-	3,942	(1,847)	(1,643)	35,953

Group	Share capital S\$'000	Share options reserve S\$'000	Capital reserve S\$'000	Foreign currency translation reserve S\$'000	Retained (loss)/ profits S\$'000	Total S\$'000
Balance as at 1 Jul 2007	34,431	260	3,700	(1,449)	11,468	48,410
Effect on the prior year of change in functional currency of the Group	-	-	-	(1,058)	(344)	(1,402)
Balance as at 1 Jul 2007 (restated)	34,431	260	3,700	(2,507)	11,124	47,008
Translation differences relating to financial statements of foreign subsidiaries	-	-	-	(793)	-	(793)
Loss for the period	-	-	-	-	(13,272)	(13,272)
Total recognised expense for the period	-	-	-	(793)	(13,272)	(14,065)
Recognition of share-based payments	-	(4)	-	-	25	21
Exercise of share options	829	(151)	-	-	185	863
Balance as at 31 Dec 2007	35,260	105	3,700	(3,300)	(1,938)	33,827

Company	Share capital S\$'000	Share options reserve S\$'000	Retained (loss)/profits S\$'000	Total S\$'000
Balance as at 1 Jul 2008	35,501	-	(6,328)	29,173
Loss for the period	-	-	(620)	(620)
Total recognised expense for the period	-	-	(620)	(620)
Balance as at 31 Dec 2008	35,501	-	(6,948)	28,553
Balance as at 1 Jul 2007	34,431	260	3,373	38,064
Loss for the period	-	-	(5,230)	(5,230)
Total recognised expense for the period	-	-	(5,230)	(5,230)
Recognition of share-based payments	-	(4)	25	21
Exercise of share options	829	(151)	185	863
Balance as at 31 Dec 2007	35,260	105	(1,647)	33,718

- 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:

FY2008A	No. of shares	S\$'000
Balance as at 1 Jul 2008 and as at 31 Dec 2008	263,771,400	35,501
1H FY2008 (restated)	No. of shares	S\$'000
Balance as at 1 Jul 2007	255,236,400	34,431
Issue of new ordinary shares pertaining to exercise of employees share options	6,735,000	829
Balance as at 31 Dec 2007	261,971,400	35,260

Employees Share Options Scheme ("ESOS")

The options lapsed on 19 April 2008 following the takeover of the Company by Thumb (China) Holdings Group Limited (formerly known as Sino Fortune Union Investment Limited). There are no outstanding ESOS options as at 31 December 2008.

- 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.**

	31 Dec 2008	30 Jun 2008
Total number of issued shares	263,771,400	263,771,400

- (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 31 December 2008 as those used in the audited annual financial statements for the year ended 30 June 2008 except as described in paragraph 5 below.

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.

Certain subsidiaries of the Group have changed their functional currency from SGD and RMB to USD in FY2008A. Revenue for these subsidiaries is mainly denominated in USD while purchases are mostly made in USD. Administrative expenses are denominated based on their country of domicile and are mainly in SGD and RMB.

While the factors used to determine its functional currencies are mixed, the Company is of the opinion that USD best reflects the economic substance of the underlying transactions and circumstances relevant to the foregoing subsidiaries. Accordingly, the subsidiaries adopt USD as its functional currency with effect from the current financial year ended 31 December 2008. This change shall be applied retrospectively to the prior years.

The Company and the Group continue to present its financial statements in SGD consistent with prior years.

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/(Loss) per ordinary share of the Group, after deducting any provision for preference dividends	Group	
	FY2008A	1H FY2008 (restated)
(a) Based on weighted average number of ordinary shares on issue; and	0.61 cent	(5.14) cents
(b) On a fully diluted basis	0.61 cent	(5.07) cents

The effect of the change in functional currency of the Group on the current period's earnings per share is as follows:

Earnings per ordinary share of the Group, after deducting any provision for preference dividends	Group	
	FY2008A (after change)	FY2008A (before change)
(a) Based on weighted average number of ordinary shares on issue; and	0.61 cent	0.60 cent
(b) On a fully diluted basis	0.61 cent	0.60 cent

The effect of the change in functional currency of the Group on the previous period's earnings per share is as follows:

Loss per ordinary share of the Group, after deducting any provision for preference dividends	Group	
	1H FY2008 (after change)	1H FY2008 (before change)
(a) Based on weighted average number of ordinary shares on issue; and	(5.14) cents	(5.29) cents
(b) On a fully diluted basis	(5.07) cents	(5.22) 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	
	31 Dec 2008	30 Jun 2008 (restated)	31 Dec 2008	30 Jun 2008
Net asset value per ordinary share based on issued share capital	13.63 cents	12.38 cents	10.82 cents	11.06 cents

The effect of the change in functional currency of the Group on the current period's net asset value per ordinary share is as follows:

	Group	
	31 Dec 2008 (after change)	31 Dec 2008 (before change)
Net asset value per ordinary share based on issued share capital	13.63 cents	14.04 cents

The effect of the change in functional currency of the Group on the previous period's net asset value per ordinary share is as follows:

	Group	
	30 Jun 2008 (after change)	30 Jun 2008 (before change)
Net asset value per ordinary share based on issued share capital	12.38 cents	12.95 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 FY2008A increased by 110.6% to S\$76.7 million compared to S\$36.4 million for 1H FY2008. The increase in revenue was attributable to an overall increase from all segments due to an increase in marketing efforts, and in particular to a new product which the Group has successfully put into production (classified under the Other Products ("OP") segment) that has contributed significantly to the Group.

Geographically, the "North America" segment and the "Others" segment (principally Hong Kong and China) has seen a significant increase in FY2008A, due to an increase in orders as well as the production of the new product in the OP segment.

Gross profit for FY2008A increased from S\$2.2 million in 1H FY2008 to S\$6.5 million in FY2008A. Overall gross profit margin increased from 6.2% in 1H FY2008 to 8.5% in FY2008A, primarily due to the increase in revenue and better utilisation of plant capacities in China.

Distribution costs increased from S\$0.1 million in 1H FY2008 to S\$0.5 million in FY2008A, mainly attributable to the commission payable to the agents.

Administrative expenses decreased to S\$3.7 million in FY2008A compared to S\$5.1 million in 1H FY2008. In 1H FY2008, various costs such as Directors' service contract termination, consultancy services engagement and professional services rendered with respect to the mandatory unconditional cash offer exercise were incurred. The completion of the exercise has reduced the administrative expenses accordingly in FY2008A.

Other operating expenses decreased to S\$0.6 million in FY2008A compared to S\$1.1 million in 1H FY2008. This was mainly attributable to the decrease in foreign exchange loss in FY2008A.

The increase in finance costs was mainly attributable to the additional term loan secured in FY2008A.

Overall, the Group has recorded a net profit from continuing operations of S\$1.6 million for FY2008A compared to a net loss of S\$3.6 million in 1H FY2008.

Balance Sheet

Non-current assets decreased from S\$7.9 million as at 30 June 2008 to S\$6.7 million as at 31 December 2008.

Plant and equipment has decreased to S\$6.7 million due to the disposal of some equipment in the subsidiaries which have been assessed to be in non-working conditions.

Net current assets increased from S\$24.1 million as at 30 June 2008 to S\$33.1 million as at 31 December 2008.

Inventories and trade receivables increased by S\$6.1 million and S\$11.2 million respectively mainly attributable to the increase in the sales activities.

In line with the increase in inventory, trade payables also increased by S\$9.8 million.

Non-current liabilities have increased mainly due to the term loan secured in FY2008A.

Consolidated Cash Flow Statement

The Group saw a net increase in cash and cash equivalents of S\$1.9 million in FY2008A from S\$19.1 million as at 30 June 2008 to S\$21.0 million as at 31 December 2008.

In FY2008A, S\$6.2 million was used in operating activities, mainly due to the increase in sales activities and higher working capital requirements, S\$0.4 million was used in investing activities and S\$5.8 million was generated from financing activities, primarily from the proceeds from bank borrowings.

Discontinued Operations

The Company has completed the sale of Xiptech on 31 October 2008 and Xiptech has ceased to be a subsidiary of the Company.

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

With the completion of the sale of Xiptech on 31 October 2008, Xiptech has ceased to be a subsidiary of the Company. For further details, please refer to Announcement No. 202 dated on 31 October 2008.

The de-registration process of Radiance Technology (Shanghai) Co., Ltd is still on-going and pending final clearance by the various relevant authorities. The Company will make the announcement upon the completion of the de-registration.

As forecasted previously, the Group has achieved profitability in this reporting period.

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.

The global economic outlook remains uncertain amid the financial crisis and the Group expects the operating environment in the next 12 months to remain challenging. However, the Group will continue to work towards improving its financial performance and reducing its operating costs.

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

The Group will continue to consider and explore any new business collaborations and opportunities to drive the 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 31 December 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

Figures for FY2008A consisted of 6-month period from 1 July 2008 to 31 December 2008 and the comparative information consisted of 12-month period from 1 July 2007 to 30 June 2008 ("FY2008").

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")

FY2008A	SC S\$'000	CP S\$'000	OP S\$'000	M & I S\$'000	Elimination S\$'000	Group S\$'000
External revenue	31,083	1,504	44,150	-	-	76,737
Inter-segment revenue	1,983	10	5,681	723	(8,397)	-
Total revenue	33,066	1,514	49,831	723	(8,397)	76,737
Segment results	1,286	104	2,210	(1,506)	(262)	1,832
Finance income						145
Finance costs						(132)
Income tax						(247)
Profit for the year						1,598
Depreciation	654	18	408	50	13	1,143
Capital expenditure - unallocated						194
Assets and liabilities						
Unallocated assets						72,379
Total assets						72,379
Unallocated liabilities						36,426
Total liabilities						36,426

Continuing Operations

FY2008 (restated)	SC S\$'000	CP S\$'000	OP S\$'000	M & I S\$'000	Elimination S\$'000	Group 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	(303)	(73)	(317)	(12,760)	8,416	(5,037)
Finance income						211
Finance costs						(100)
Income tax						270
Loss for the year						(4,656)
Depreciation						2,543
Capital expenditure - unallocated						447
Assets and liabilities						
Unallocated assets						53,053
Total assets						53,053
Unallocated liabilities						21,395
Total liabilities						21,395

Discontinued Operations

FY2008 (restated)	SC S\$'000	CP S\$'000	OP S\$'000	M & I S\$'000	Elimination S\$'000	Group S\$'000
External revenue	-	28,825	8,198	-	-	37,023
Segment results	-	(3,178)	(279)	-	-	(3,457)
Finance income						20
Finance costs						(103)
Income tax						(13)
Goodwill on consolidation written off						(5,829)
Estimated disposal costs						(400)
Loss for the year						(9,782)
Depreciation	-	748	66	-	-	814
Capital expenditure - unallocated						318
Impairment of plant and equipment						1,930
Impairment of trade receivables						1,475
Assets and liabilities						
Unallocated assets						7,647
Total assets						7,647
Unallocated liabilities						6,654
Total liabilities						6,654

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.

FY2008A	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	37	8,363	39,218	29,119	76,737
Total assets	7,537	-	-	64,842	72,379
Capital expenditure	8	-	-	186	194

Continuing Operations

FY2008 (restated)	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	5,329	-	-	47,724	53,053
Capital expenditure	5	-	-	442	447

Discontinued Operations

FY2008 (restated)	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

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	FY2008A S\$'000	FY2008 S\$'000 (restated)	% increase/ (decrease)
(a)	Sales reported for first half year	76,737	36,442	110.6
(b)	Operating profit/(loss) after income tax before deducting minority interests reported for first half year	1,598	(3,616)	NM
(c)	Sales reported for second half year	NA	42,761	NM
(d)	Operating loss after income tax before deducting minority interests reported for second half year	NA	(1,040)	NM

	Discontinued Operations	FY2008A S\$'000	FY2008 S\$'000 (restated)	% increase/ (decrease)
(a)	Sales reported for first half year	NA	22,986	NM
(b)	Operating loss after income tax before deducting minority interests reported for first half year	NA	(9,656)	NM
(c)	Sales reported for second half year	NA	14,037	NM
(d)	Operating loss after income tax before deducting minority interests reported for second half year	NA	(126)	NM

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

26 February 2009