



HOLDINGS (S) LTD

(Registration No.: 199304349M)

Full Year Financial Statement 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 immediate preceding financial year.

		Full Year Ended		
	Note	31/12/2008	31/12/2007	Change
		S\$'000	S\$'000	%
Revenue	1	253,899	204,074	24.42
Cost of sales		(238,374)	(189,672)	25.68
Gross Profit		15,525	14,402	7.80
Other revenue	2	2,234	1,203	85.70
Administrative costs		(4,983)	(3,981)	25.17
Other operating costs		(11,366)	(7,108)	59.90
Finance costs	3	(375)	(301)	24.58
Share of results of associates		3,025	918	229.52
Profit before taxation	4	4,060	5,133	(20.90)
Taxation		(360)	(578)	(37.72)
Profit for the period		3,700	4,555	(18.77)
Attributable to :				
Equity holders of the Company		3,578	4,467	(19.90)
Minority interests		122	88	38.64
		3,700	4,555	(18.77)

Note	Full Year Ended		
	31/12/2008 S\$'000	31/12/2007 S\$'000	Change %
1 Revenue			
Revenue from construction contracts	253,628	203,608	24.57
Sale of goods	271	466	(41.85)
	<u>253,899</u>	<u>204,074</u>	24.42
2 Other revenue			
Dividend income	-	14	n. m.
Gain on disposal of investment securities	-	35	n. m.
Gain/(loss) on disposal of property, plant and equipment	693	79	777.22
Interest income from fixed deposits	312	460	(32.17)
Management fee	-	25	n. m.
Rental of equipment	225	107	110.28
Rental income	495	259	91.12
Other income	509	224	127.23
	<u>2,234</u>	<u>1,203</u>	85.70
3 Finance Costs			
Interest expenses :			
Loans and borrowings (including bank overdrafts)	138	142	(2.82)
Finance charges payable under finance leases	141	100	41.00
Others – bank charges	96	59	62.71
	<u>375</u>	<u>301</u>	24.58
4 Profit before taxation			
The following items have been included in arriving at profit before taxation :			
Bad debts written-off	-	310	n. m.
Depreciation of property, plant and equipment	2,529	2,569	(1.56)
Foreign exchange currency adjustment loss/(gain)	711	(149)	(577.18)
Impairment loss in value of investment securities*	2,481	500	396.20
Impairment loss in value of land relating to a development property* (Write-back)/allowance of doubtful receivables	2,620	-	100.00
- external parties	(89)	198	(144.95)

n. m. = not meaningful

* Included under other operating costs

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

	Group		Company	
	As at 31 December		As at 31 December	
	2008	2007	2008	2007
	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Property, plant and equipment	16,774	14,427	142	179
Intangible assets	119	119	-	-
Investment securities	94	2,575	-	-
Investment in subsidiaries	-	-	22,016	22,016
Investment in associates	5,100	2,075	92	92
Deferred tax assets	200	200	-	-
Current assets				
Investment securities	13	13	13	13
Development properties	73,930	74,028	-	-
Work-in-progress	6,587	10,028	-	-
Inventories	7,523	2,678	-	-
Trade receivables	52,006	44,561	-	-
Other receivables	12,317	13,906	78	105
Amounts due from subsidiaries	-	-	4,789	4,736
Cash and fixed deposits	27,935	19,967	5,908	11,082
	180,311	165,181	10,788	15,936
Current Liabilities				
Trade payables and accruals	68,673	57,143	14	864
Excess of progress billings over work-in-progress	12,088	7,791	-	-
Other payables	4,757	3,426	272	248
Amounts due to subsidiaries	-	-	785	5,036
Finance leases	2,256	2,273	20	20
Bank borrowings	483	2,894	-	-
Provision for taxation	670	259	-	-
	88,927	73,786	1,091	6,168
Net current assets	91,384	91,395	9,697	9,768
Non-current liabilities				
Finance leases	(211)	(1,080)	(57)	(76)
Long term borrowings	(63,450)	(63,540)	-	-
Deferred taxation	(1,331)	(1,334)	-	-
Net assets	48,679	44,837	31,890	31,979
Equity attributable to equity holders of the Company				
Share capital	43,966	43,966	43,966	43,966
Foreign currency translation reserve	(343)	(511)	-	-
Revenue reserve/(accumulated losses)	4,433	855	(12,076)	(11,987)
	48,056	44,310	31,890	31,979
Minority interests	623	527	-	-
Total equity	48,679	44,837	31,890	31,979

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

Amount repayable in one year or less, or on demand

As at 31 December 2008		As at 31 December 2007	
Secured	Unsecured	Secured	Unsecured
\$2,739,000	-	\$5,167,000	-

Amount repayable after one year

As at 31 December 2008		As at 31 December 2007	
Secured	Unsecured	Secured	Unsecured
\$63,661,000	-	\$64,620,000	-

Details of any collateral

The secured borrowings repayable within one year and after one year comprise mainly of land loan, bank overdrafts and banker's acceptance which are secured by a charge over the fixed deposits from a subsidiary and corporate guarantee from the Company and over the properties held for sale at No. 19 & 21 Holland Hill, Singapore.

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	
	Full Year Ended	
	2008	2007
	S\$'000	S\$'000
Cash flows from operating activities :		
Profit before taxation	4,060	5,133
Adjustments for :		
Depreciation of property, plant and equipment	2,529	2,569
Impairment loss in value of investment securities	2,481	500
Interest income	(312)	(460)
Interest expense	375	301
Gain on disposal of property, plant and equipment	(693)	(79)
Share of results of associates	(3,025)	(918)
Impairment loss in value of land	2,620	-
Write-off of property, plant and equipment	-	24
Write-off of creditors	(810)	-
Operating profit before working capital changes	7,225	7,070
Increase in development properties	(2,522)	(55,544)
Increase/(decrease) in work-in-progress	7,738	(1,851)
Increase in trade receivables	(7,445)	(13,976)
Decrease/(increase) in other receivables	1,589	(10,224)
Increase in inventories	(4,845)	(553)
Increase in trade payables and accruals	12,340	16,069
Increase/(decrease) in other payables	1,331	(5,697)
Cash from/(used in) operations	15,411	(64,706)
Interest paid	(375)	(301)
Interest received	312	460
Income tax refunded/(paid)	52	(631)
Net cash from/(used in) operating activities	15,400	(65,178)
Cash flows from investing activities :		
Proceeds from disposal of property, plant and equipment	1,822	313
Purchase of property, plant and equipment	(3,657)	(3,451)
Sale of investment securities	-	45
Investment in an associates	-	(480)
Acquisition of additional shares in a subsidiary from a minority shareholder	-	(156)
Net cash used in investing activities	(1,835)	(3,729)
Cash flows from financing activities :		
(Repayment of)/proceeds from bank borrowings, secured	(2,411)	31
Proceeds from long term borrowings	-	63,540
Repayment of long term borrowings, secured	(90)	(12,180)
Repayment of finance leases	(3,113)	(3,091)
Repayment/(placement) of pledged deposits	1,037	(465)
Net proceeds from issue of shares	-	24,880
Net cash (used in)/from financing activities	(4,577)	72,715
Net effect of exchange rate changes in consolidating subsidiaries	17	(120)
Net increase in cash and cash equivalents	9,005	3,688
Cash and cash equivalents at beginning of the year	17,759	14,071
Cash and cash equivalents at end of the year (Note 5)	26,764	17,759

Note 5: Cash and cash equivalents at end of the period

	GROUP	
	Full Year Ended	
	2008	2007
	S\$'000	S\$'000
Cash and bank balances	13,419	6,330
Fixed deposits	14,516	13,637
	27,935	19,967
Less : Pledged fixed deposits	(1,171)	(2,208)
	26,764	17,759

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

	<u>Attributable to equity holders of the Parent</u>				Total equity S\$'000
	Share capital S\$'000	Foreign currency translation reserve S\$'000	Revenue reserve/ (accumulated losses) S\$'000	Minority interests S\$'000	
At 1 January 2008	43,966	(511)	855	527	44,837
Net effect of exchange differences	-	168	-	(26)	142
Net income and expenses recognised directly in equity	-	168	-	(26)	142
Profit for the year	-	-	3,578	122	3,700
Total recognised income and expenses for the year	-	168	3,578	96	3,842
At 31 December 2008	43,966	(343)	4,433	623	48,679
At 1 January 2007	19,086	(303)	(3,612)	525	15,696
Net effect of exchange differences	-	(208)	-	70	(138)
Net income and expenses recognised directly in equity	-	(208)	-	70	(138)
Profit for the year	-	-	4,467	88	4,555
Total recognised income and expenses for the year	-	(208)	4,467	158	4,417
Issuance of ordinary shares	24,880	-	-	-	24,880
Purchase of a minority interest's shares	-	-	-	(156)	(156)
At 31 December 2007	43,966	(511)	855	527	44,837

Company

	<u>Attributable to equity holders of the Company</u>		
	Share capital S\$'000	Accumulated losses S\$'000	Total equity S\$'000
At 1 January 2008	43,966	(11,987)	31,979
Loss for the year	-	(89)	(89)
Total recognised income and expenses for the year	-	(89)	(89)
At 31 December 2008	43,966	(12,076)	31,890
At 1 January 2007	19,086	(11,832)	7,254
Loss for the year	-	(155)	(155)
Total recognised income and expenses for the year	-	(155)	(155)
Issuance of ordinary shares (net of expenses)	24,880	-	24,880
At 31 December 2007	43,966	(11,987)	31,979

- 1(d)(ii) Details of any changes in the company's share capital arising from right 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 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.

There have been no changes to the issued share capital of the Company since the end of the previous financial period. As at 31 December 2008, the issued share capital of the Company was S\$43,967,199 comprising 1,541,052,278 ordinary shares.

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

The figures have not been audited nor reviewed by the auditors

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

Not applicable

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those adopted in the most recently audited financial statements for the financial year ended 31 December 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.

There are no significant changes in the accounting policies and method of computation adopted in the financial statements for the current reporting year.

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.

	<u>Full Year Ended</u>	
	31/12/2008 Cents	31/12/2007 Cents
Earnings per ordinary share of the Company attributable to shareholders :		
(a) Based on the weighted average number of ordinary shares on issue	0.23	0.30
(b) On a fully diluted basis (detailing any adjustment made to the earnings)	0.23	0.30

The computation of earnings per ordinary share on the weighted average number of shares and fully diluted basis is based on 1,541,052,278 (2007: 1,481,381,045) shares.

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:**
 (a) **current financial period reported on; and**
 (b) **immediately preceding financial year**

	<u>Group</u>		<u>Company</u>	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
	Cents	Cents	Cents	Cents
Net asset value per ordinary share based on issued capital at the end of the year reported on	3.12	2.87	2.07	2.08

The computation of net asset value per ordinary share is based on 1,541,052,278 (2007: 1,541,052,278) ordinary shares issued as at the end of the financial year.

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 followings:-**
 (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.**

Twelve months ended 31 December 2008 (FY2008) vs Twelve months ended 31 December 2007(FY2007)

The Group's revenue increased by approximately 24.4% to S\$253.9 million in FY2008, surpassing the S\$204.1 million recorded in FY2007. This was primarily due to recognition of revenue from a few key construction projects of higher value in the current financial year.

In tandem with the increase in revenue, cost of sales increased by approximately 25.7% to S\$238.4 million in FY2008 compared to S\$189.7 million in FY2007.

Gross profit increased by approximately 7.8% to S\$15.5 million in FY2008 compared to S\$14.4 million in FY2007 due mainly to the increase in revenue. The gross profit margin decreased from 7.06% in FY2007 to 6.11% in FY2008 mainly due to the increase in the costs of construction materials.

Other revenue increased by approximately 85.7% to S\$2.2 million in FY2008 compared to S\$1.2 million in FY2007. This was mainly due to the increase in gain on disposal of property, plant and equipment of S\$0.6 million, rental income of S\$0.2 million and other income of S\$0.3 million.

Administrative and other operating costs increased by S\$5.2 million from S\$11.1 million in FY2007 to S\$16.3 in FY2008. These were due mainly to increase in provision for impairment loss in value of investment securities of S\$2.0 million relating to an investment in a toll road in Daejeon, Korea, a provision for impairment loss in value of land of S\$2.6 million relating to the freehold property at Holland Hill and foreign exchange loss of S\$0.7 million in FY2008 compared to a gain of S\$0.1 million in FY2007.

Finance costs increased by S\$0.07 million mainly due to increase in finance charges arising from additional plant and equipment acquired in FY2008 and an increase in bank charges relating to the setting-up of new banking credit facilities.

Share of results of associates increased by S\$2.1 million from S\$0.9 million in FY2007 to S\$3.0 million in FY2008. This was attributable to the Group's share of profits recognised from the development project at No. 8 Nassim Hill.

Profit before tax decreased by 20.9% to S\$4.1 million in FY 2008 from S\$5.1 million in FY2007 mainly due to provision for impairment losses totalling S\$5.1 million. Overall net profit attributable to shareholders of the company amounted to S\$3.6 million in FY2008 compared to S\$4.5 million in FY2007, representing a decrease of 19.9%.

Balance Sheet Review

Non-current assets increased by S\$2.9 million mainly due to the following reasons:

- addition of new plant and equipment which were partially offset by the depreciation and disposal of some plant and equipment for FY2008 amounting to S\$2.3 million;
- decrease in investment securities of S\$2.5 million due to the provision for impairment loss in value of investment securities; and
- increase of S\$3.0 million in the share of results of associates for profits recognised from the development of No. 8 Nassim Hill project.

Current assets increased by S\$15.1 million from S\$165.2 million as at 31 December 2007 to S\$180.3 million as at 31 December 2008. The increase was largely attributable to an increase in inventories of S\$4.8 million and an increase of S\$7.4 million in trade receivables as a result of increase in construction activities and revenue growth in FY2008 as well as an increase in cash and fixed deposits of S\$8.0 million. The increase was partially offset by a decrease of S\$3.4 million in work-in-progress and S\$1.6 million in other receivables.

Current liabilities increased by S\$15.1 million from S\$73.8 million as at 31 December 2007 to S\$88.9 million as at 31 December 2008. The increase was mainly due to an increase in trade payables, accruals and other payables of S\$12.9 million relating to a surge in construction activities, an increase in excess of progress billings over work-in progress of S\$4.3 million mainly due to more progress billings in relation to projects which are in active stage of construction as well an increase of S\$0.4 million in provision for taxation. The increase was partially offset by a reduction of S\$2.4 million in short term bank borrowings.

Non-current liabilities decreased by S\$1.0 million which was due mainly to repayment for some of the finance leases in FY2008.

The equity attributable to equity holders of the Company as at 31 December 2008 has increased to S\$48.1 million compared to S\$44.3 million as at 31 December 2007. The increase is largely attributable to profit generated from operations as well as share of profits from associates.

As at 31 December 2008, net assets value per share stood at 3.12 cents compared to 2.87 cents as at 31 December 2007.

The Group continues to maintain a healthy liquidity position with a net cash surplus of S\$15.4 million from operating activities in FY2008 and also a reduction of short term borrowings by S\$2.4 million. As at 31 December 2008, its cash and cash equivalents amounted to approximately S\$26.8 million versus S\$17.8 million as at 31 December 2007.

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

The result is in line with the previous announcement.

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 Building and Construction Authority (BCA) Development Plans Survey conducted in Oct/Nov 2008 and the BCA Construction Demand Forecast Model forecasted that total construction demand in 2009 is likely to be in the region of between S\$22 billion to S\$28 billion. Though the forecasted construction demand is some 30% lower than 2008 construction demand, nevertheless it is comparable to the construction demand in 2007.

In view of the current global financial crisis, private sector construction demand is expected to soften significantly in 2009. Therefore, the public sector will be the key construction demand driver and the Government is expected to award a historical high of between S\$17 billion and S\$19 billion worth of projects in 2009. This was confirmed in the 2009 budget when the Government announced that it would spend between S\$18 billion to S\$20 billion in public infrastructure projects for 2009 including S\$1.3 billion worth of smaller contracts which were originally slated to commence in 2010.

According to the BCA forecast, private sector construction demand will drop to between S\$5 billion and S\$9 billion in 2009 in view of the slowdown in the growth momentum of the economy coupled with the negatives sentiments and continued uncertainties in the world economic outlook. This is significantly lower than the annual demand recorded since 2006. Total institutional and other building projects worth between S\$3.5 billion to S\$5.7 billion will likely be awarded in 2009. These include the commitment by Ministry of Education to upgrade various schools and institutions, and other major projects such as, National University of Singapore's student hostels, a Research Campus for National Research Foundation, Jurong Town Corporation's International School Campus at Tampines, redevelopment of Singapore General Hospital Pathology Education Research Building, redevelopment of National Heart Centre and construction of cool conservatories, supertrees and support facilities for phase 1 Gardens-by-the Bay at Marina South. However, construction demand for all types of building developments is expected to fall in 2009.

As for civil engineering construction demand, it is expected to reach an all-time high of between S\$10 billion and S\$11 billion in 2009. A number of projects are slated to proceed in 2009, including Mass Rapid Transit contracts for the Downtown Line Stage 2, the North-South Line Extension and Jurong East Connection, and other infrastructure projects such as Public Utilities Board's sewerage and drainage projects, Singapore Power's utility and cabling projects and a new yard involving construction of dry docks wharves, quays and piers.

With years of experience in the construction industry and a sound track record, we are well positioned to benefit from the Government's pump-priming initiatives. We will seek to stay focused on our traditional core business of construction activities and actively tender for both public and private projects in Singapore so as to strengthen our construction order book.

In view of the fluctuating prices of construction materials in the prevailing market, we will adopt stringent cost control measures and improve our project management processes so as to stay competitive, and will continue to be cautious and prudent in the participation of tender for projects that yield reasonable returns.

Given the current economic situation, the Group has not commenced construction on the Lush on Holland Hill project. In order to defray holding costs, the Group has rented out the existing premises to a third party.

The Group currently has a construction order book of S\$321million with contracts lasting up to FY2011, predominantly in Singapore and Malaysia.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared/recommended for the current financial period reported on?

No

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No

(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 and/or recommended for the current financial period reported on and in the corresponding period of the immediately preceding financial year.

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 for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative for the immediately preceding year.

(a) Primary Segment – Business Segment

2008	Specialised engineering \$'000	General construction \$'000	Property development \$'000	Others \$'000	Elimination \$'000	Total \$'000
Segment revenue						
External sales	41,305	212,594	-	-	-	253,899
Inter-segment sales	8,301	-	-	-	(8,301)	-
	49,606	212,594	-	-	(8,301)	253,899
Results						
Segment results	1,965	2,142	(2,571)	(126)	-	1,410
Finance costs						(375)
Share of results of associates	30	-	2,995	-	-	3,025
Profit before taxation						4,060
Taxation						(360)
Profit for the year						3,700
Assets and Liabilities						
Segment assets	32,522	74,893	83,492	6,391	-	197,298
Investments in associates	162	-	4,938	-	-	5,100
Unallocated corporate assets						200
Total assets						202,598
Segment liabilities	24,214	60,832	104	368	-	85,518
Unallocated corporate liabilities						68,401
Total liabilities						153,919
Other Segment information						
Capital expenditure	1,336	4,548	-	-	-	5,884
Depreciation	554	1,938	-	37	-	2,529

(a) Primary Segment – Business Segment – contd.

2007	Specialised engineering \$'000	General construction \$'000	Property development \$'000	Others \$'000	Elimination \$'000	Total \$'000
Segment revenue						
External sales	41,535	162,539	-	-	-	204,074
Inter-segment sales	17,227	-	-	-	(17,227)	-
	<u>58,762</u>	<u>162,539</u>			<u>(17,227)</u>	<u>204,074</u>
Results						
Segment results	2,982	2,071	(346)	(191)	-	4,516
Finance costs						(301)
Share of results of associates	31	-	887	-	-	918
Profit before taxation						<u>5,133</u>
Taxation						<u>(578)</u>
Profit for the year						<u><u>4,555</u></u>
Assets and liabilities						
Segment assets	27,902	59,764	82,960	11,676	-	182,302
Investments in associates	132	-	1,943	-	-	2,075
Unallocated corporate assets						200
Total assets						<u><u>184,577</u></u>
Segment liabilities	19,010	48,085	65	1,200	-	68,360
Unallocated corporate liabilities						71,380
Total liabilities						<u><u>139,740</u></u>
Other segment information						
Capital expenditure	690	8,563	-	185	-	9,438
Depreciation	703	1,838	-	28	-	<u>2,569</u>

(b) Secondary Segment – Geographic Segment

2008	Singapore \$'000	Malaysia \$'000	Thailand \$'000	Sri Lanka \$'000	Others \$'000	Total \$'000
Segment revenue						
External Sales	228,534	19,882	1,220	4,263	-	253,899
Other segment information						
Segment assets	169,950	18,648	629	7,939	132	197,298
Investment in associates	5,100	-	-	-	-	5,100
Unallocated corporate assets						200
Total assets						202,598
Capital expenditure	4,346	832	148	558	-	5,884
2007	Singapore \$'000	Malaysia \$'000	Thailand \$'000	Sri Lanka \$'000	Others \$'000	Total \$'000
Segment revenue						
External sales	157,598	25,618	358	20,500	-	204,074
Other segment information						
Segment assets	151,672	17,900	1,557	10,995	178	182,302
Investment in associates	2,075	-	-	-	-	2,075
Unallocated corporate assets						200
Total assets						184,577
Capital expenditure	7,943	568	2	925	-	9,438

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 paragraph 8 (review of performance) and paragraph 13 (segmented revenue and results).

15. A breakdown of sales

	Group		
	Year ended 31 December 2008 \$'000	2007 \$'000	Increase/ (Decrease) %
(a) Sales reported for the first half year	132,867	106,588	24.65
(b) Operating Profit after tax before deducting minority interests reported for first half year	3,516	1,124	212.81
(c) Sales reported for second half year	121,032	97,486	24.15
(d) Operating Profit after tax before deducting minority interests reported for second half year	184	3,431	(94.64)

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

Total Annual Dividend

	31/12/2008 \$'000	31/12/2007 \$'000
Ordinary	-	-
Preference	-	-
Total	-	-

17. Interested Persons Transactions

The aggregate value of interested persons transactions carried out during the financial year by the Group was as follows:

Name of Interested Person	Aggregate value of all interested persons transactions conducted during the year	
	2008 \$'000	2007 \$'000
<i>Provision of Services</i>		
- Engineering 2000 (A firm where the Chief Executive Officer of the Company is a partner)	60	60
<i>Licence Fee</i>		
- BBR VT International Ltd (A related corporation of BBR Holding Ltd., Switzerland, a controlling shareholder of the Company)	253	157

BY ORDER OF THE BOARD

24/02/2009