

Huan Hsin Holdings Ltd (Company No.: 199509142R)

Full Year Financial Statement And Dividend Announcement For The Year Ended 31 December 2007

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 STATEMENTS for the year ended 31 December 2007

	Group		
	2007	2006	Change
	S\$'000	S\$'000	%
Revenue	959,889	842,003	14
Other operating income	14,927	8,106	84
Changes in inventories of finished goods and work-in-progress	34,599	49	70,510
Raw material and consumables used	(710,033)	(589,919)	20
Employee benefit expenses	(94,684)	(82,335)	15
Depreciation and amortisation	(21,161)	(19,439)	9
Other operating expenses	(135,949)	(114,583)	19
Finance costs	(11,387)	(9,055)	26
Share of results of associates	485	811	(40)
Profit before income tax	36,686	35,638	3
Income tax	(4,634)	(5,363)	(14)
Profit for the year	32,052	30,275	6
Attributable to:			
Equity holders of the company	32,721	28,863	13
Minority interests	(669)	1,412	(147)
	32,052	30,275	6

Notes:
(I) Revenue

	Group		
	2007	2006	Change
	S\$'000	S\$'000	%
Sale of goods	958,139	840,275	14
Interest income	1,750	1,728	1
	959,889	842,003	14

(II) Other operating income

	Group		
	2007	2006	Change
	S\$'000	S\$'000	%
Negative goodwill arising on acquisition of a subsidiary	8,286	-	-
Gain on disposal of property, plant and equipment	26	-	-
Gain on disposal of non-current assets classified as held for sale	173	-	-
Gain on disposal of associate	-	1,330	(100)
Rental income	1,884	1,605	17
Income from processing, sales and assembly of moulds	945	371	155
Sundry income	1,397	2,149	(35)
Sales of scrap	2,216	2,651	(16)
Total	14,927	8,106	84

(III) Profit for the year is arrived at after crediting /(charging) the following:

	Group		
	2007	2006	Change
	S\$'000	S\$'000	%
Foreign exchange adjustment loss	(5,082)	(1,481)	243
Loss on disposal of property, plant and equipment	-	(177)	(100)
Loss on disposal of subsidiary	-	(722)	(100)
Impairment loss on available-for-sale investments	-	(613)	(100)
Impairment loss on property, plant and equipment	-	(155)	(100)
Reversal impairment loss on property, plant and	51	-	-
Allowances for doubtful debts - Trade receivables	(556)	(392)	42
Reversal / (allowances) for doubtful debts - Non-trade	1	(460)	(100)
Allowance for inventories	(2,438)	(1,979)	23
Interest expenses	(11,387)	(9,055)	26
Research and development expenses	(3,997)	(2,934)	36
Over / (under) provision of tax in respect of prior years	454	983	(54)

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

BALANCE SHEETS as at 31 December 2007

	Group		Company	
	2007	2006	2007	2006
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets:				
Cash and bank balances	117,555	67,429	2,821	1,238
Trade receivables	290,355	222,797	-	-
Other receivables and prepaid expenses	19,575	8,408	17,771	33,790
Inventories	157,402	110,666	-	-
Non-current assets classified as held for sale	-	237	-	-
Available-for-sale investments	-	25,321	-	13,679
Total current assets	584,887	434,858	20,592	48,707
Non-current assets:				
Associates	6,225	5,759	5,211	5,211
Subsidiaries	-	-	212,934	193,510
Long-term receivables	-	-	21,315	21,563
Available-for-sale investments	29,065	29,504	21,670	21,670
Derivative financial instruments	-	567	57	404
Deferred tax assets	1,014	69	-	-
Land use rights	11,864	7,646	-	-
Property, plant and equipment	248,101	168,542	1,565	1,606
Total non-current assets	296,269	212,087	262,752	243,964
Total assets	881,156	646,945	283,344	292,671
LIABILITIES AND EQUITY				
Current liabilities:				
Trade payables	275,387	169,803	-	-
Other payables	22,704	15,342	2,691	2,116
Short-term bank loans	9,850	9,800	-	-
Current portion of long-term bank loans	13,481	76,737	4,314	45,990
Income tax payable	3,659	1,203	-	-
Total current liabilities	325,081	272,885	7,005	48,106
Non-current liabilities:				
Long-term loan	-	-	21,315	21,563
Long-term bank loans	173,459	61,364	38,826	-
Derivative financial instruments	79	-	-	-
Total non-current liabilities	173,538	61,364	60,141	21,563
Capital, reserves and minority interests				
Share capital	151,097	151,097	151,097	151,097
Capital reserve on share-based payment	241	241	241	241
Hedging and foreign currency translation reserves	(16,663)	(18,152)	57	404
Legal reserves	20,436	19,123	-	-
Accumulated profits	185,411	160,387	64,803	71,260
Equity attributable to equity holders of the company	340,522	312,696	216,198	223,002
Minority interests	42,015	-	-	-
Total equity	382,537	312,696	216,198	223,002
Total liabilities and equity	881,156	646,945	283,344	292,671

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

Amount repayable in one year or less , or on demand

As at 31-12-2007		As at 31-12-2006	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	23,331	(a) 30,747	55,790

Amount repayable after one year

As at 31-12-2007		As at 31-12-2006	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	173,459	(a) 61,364	-

Details of any collateral :

(a) This is secured by the assignment of the Company's rights, both present and future, title and interest in receivables from subsidiaries amounting to S\$21,563,000

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

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 December 2007

Operating activities:

	Group	
	2007	2006
	S\$'000	S\$'000
Profit before income tax	36,686	35,638
Adjustments for:		
Share of results of associates	(485)	(811)
Depreciation and amortisation expense	21,161	19,439
Negative goodwill arising on acquisition of a subsidiary	(8,286)	-
Gain on disposal of non-current assets classified as held for sale	(173)	-
Gain on disposal of investments	-	(1,330)
Loss on disposal of subsidiary	-	722
Impairment loss on available-for-sale investments	-	613
(Gain) / loss on disposal of property, plant and equipment	(26)	177
(Reversal) impairment loss on property, plant and equipment	(51)	155
Interest expense	11,387	9,055
Interest income	(1,750)	(1,728)
Operating cash flows before movements in working capital	58,463	61,930
Trade receivables	(67,277)	(65,075)
Other receivables and prepaid expenses	(11,182)	5,817
Inventories	(46,273)	(33,298)
Trade payables	105,050	78,185
Other payables	5,704	18,013
Cash generated from operations	44,485	65,572
Dividends paid	(6,384)	(5,600)
Income tax paid	(3,123)	(6,395)
Interest paid	(11,387)	(9,055)
Interest received	1,750	1,728
Net cash from operating activities	25,341	46,250
Investing activities:		
Additions to property, plant and equipment	(89,626)	(42,284)
Additions to property, plant and equipment of a subsidiary disposed off during the financial year	-	(24,060)
Additions to land use rights	(4,306)	-
Proceeds from disposal of plant and equipment	2,041	1,065
Proceeds from disposal of investment	25,321	1,330
Proceeds from disposal of non-current assets classified as held for sale	410	-
Cash and cash equivalents acquired	737	-
Disposal of subsidiary	-	(6,573)
Purchase of available-for-sale investment	-	(4,241)
Net cash used in investing activities	(65,423)	(74,763)

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 December 2007

Financing activities:

Increase in long-term bank loans

Short-term bank loan

Contributions from minority shareholders

Net cash from financing activities

Net effect of exchange rate changes in consolidating subsidiaries

Increase / (decrease) in cash and cash equivalents during the year

Cash and cash equivalents at beginning of year

Cash and cash equivalents at end of year

Cash and cash equivalents consist of the following:

Cash on hand and balances with banks

Group	
2007	2006
S\$'000	S\$'000
45,877	24,763
50	(5,081)
42,657	-
88,584	19,682
1,624	(4,403)
50,126	(13,234)
67,429	80,663
117,555	67,429
117,555	67,429

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	Capital reserve on share-based payment	Hedging and translation reserves	Legal reserves	Accumulated profits	Attributable to equity holders of the parent	Minority interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2007	151,097	241	(18,152)	19,123	160,387	312,696	-	312,696
Currency translation differences	-	-	2,135	-	-	2,135	27	2,162
Loss on cash flow hedges	-	-	(646)	-	-	(646)	-	(646)
Net income recognised directly in equity	-	-	1,489	-	-	1,489	27	1,516
Transfer from accumulated profit	-	-	-	1,313	(1,313)	-	-	-
Profit for the year	-	-	-	-	32,721	32,721	(669)	32,052
Total recognised income and expense for the period	-	-	1,489	1,313	31,408	34,210	(642)	33,568
Dividends paid	-	-	-	-	(6,384)	(6,384)	-	(6,384)
Contributions from minority shareholders	-	-	-	-	-	-	42,657	42,657
Balance at 31 December 2007	151,097	241	(16,663)	20,436	185,411	340,522	42,015	382,537

Group	Share capital	Share premium	Capital reserve on share-based payment	Hedging and translation reserves	Legal reserves	Accumulated profits	Attributable to equity holders of the parent	Minority interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2006	80,000	71,097	241	(4,567)	13,227	143,020	303,018	20,615	323,633
Currency translation differences	-	-	-	(13,236)	-	-	(13,236)	(491)	(13,727)
Loss on cash flow hedges	-	-	-	(349)	-	-	(349)	-	(349)
Net expense recognised directly in equity	-	-	-	(13,585)	-	-	(13,585)	(491)	(14,076)
Transfer from accumulated profit	-	-	-	-	5,896	(5,896)	-	-	-
Profit for the year	-	-	-	-	-	28,863	28,863	1,412	30,275
Total recognised income and expense for the period	-	-	-	(13,585)	5,896	22,967	15,278	921	16,199
Dividends paid	-	-	-	-	-	(5,600)	(5,600)	-	(5,600)
Reduction in minority interest upon disposal	-	-	-	-	-	-	-	(21,536)	(21,536)
Transfer from share premium account	71,097	(71,097)	-	-	-	-	-	-	-
Balance at 31 December 2006	151,097	-	241	(18,152)	19,123	160,387	312,696	-	312,696

	Share capital	Capital reserve on share-based payment	Hedging and translation reserves	Accumulated profits	Total
Company	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2007	151,097	241	404	71,260	223,002
Loss on cash flow hedges	-	-	(347)	-	(347)
Net expense recognised directly in equity	-	-	(347)	-	(347)
Loss for the year	-	-	-	(73)	(73)
Total recognised income and expense for the year	-	-	(347)	(73)	(420)
Dividends paid	-	-	-	(6,384)	(6,384)
Balance at 31 December 2007	151,097	241	57	64,803	216,198

	Share capital	Share premium	Capital reserve on share-based payment	Hedging and translation reserves	Accumulated profits	Total
Company	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2006	80,000	71,097	241	855	67,705	219,898
Loss on cash flow hedges	-	-	-	(451)	-	(451)
Net expense recognised directly in equity	-	-	-	(451)	-	(451)
Profit for the year	-	-	-	-	9,155	9,155
Total recognised income and expense for the year	-	-	-	(451)	9,155	8,704
Dividends paid	-	-	-	-	(5,600)	(5,600)
Transfer from share premium account	71,097	(71,097)	-	-	-	-
Balance at 31 December 2006	151,097	-	241	404	71,260	223,002

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

There were no changes in the Company's share capital since the end of the previous period reported on.

Options granted under the Huan Hsin Share Option Scheme outstanding as at 31 December 2007 is 540,000 shares (31 December 2006 :4,350,000 shares)

During the year, 3,810,000 option shares expired.

As at 31 December 2007 and 2006, no shares held as treasury shares

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.

The total number of issued shares as at 31 December 2007 is 400,000,000 shares (31 December 2006 : 400,000,000 shares)

1(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.

The figures have not been audited or reviewed by the Company's auditors

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 same accounting policies and methods of computation are followed in the financial statements as compared with the most recent audited annual financial statements.

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

Nil

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

	Group		Figures	
	2007		2006	
Earnings per ordinary share for the year ended 31 December				
Earnings per ordinary share for the financial year based on net profit attributable to the shareholders				
(i) Based on the weighted average number of ordinary shares on issue; and	8.18 cts		7.22 cts	
(ii) On a fully diluted basis	8.18 cts		7.22 cts	

Notes:

- (a) The earnings per ordinary share ("EPS") for the financial year ended 31 December 2007 is calculated on number of ordinary shares in issue of 400,000,000 shares (31 December 2006 : 400,000,000 shares)
- (d) Fully diluted EPS for 12 months ended 31 December 2007 is calculated based on 400,000,000 ordinary shares (31 December 2006: 400,000,000 shares) as the share option are anti-dilutive and are ignored in the calculation of diluted EPS.

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		
	2007	2006	Change	2007	2006	Change
Net asset value per ordinary share as at 31 December	cents	cents	%	cents	cents	%
Net asset value per ordinary share based on existing issued share capital as at the end of the period reported on	85.13	78.17	8.90	54.05	55.75	(3.05)

Note:

The net asset value per ordinary share for the financial year ended 31 December 2007 is calculated based on the issued share capital of 400,000,000 shares (31 December 2006: 400,000,000 shares)

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 (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

Group revenue increased 14% to an all time high of S\$959.9 million from S\$842 million in the last financial year. The increase was attributable to the strong performance from the mould, moulded plastic products and finished product assembly segment. The order momentum for the Group's core products remained strong as this was boosted by the higher shipments of notebook casings, notebook peripherals and printer related products.

After accounting for higher raw material costs and employee benefit expenses, other operating expenses and foreign exchange loss, the Group net profit after tax attributable to shareholders was S\$32.7 million compared to S\$28.9 million in FY2006. The increase included a one-time gain of S\$8.3 million in 1Q07 from the negative goodwill arising from the acquisition of the magnesium plant in Suzhou.

Higher employee benefit expenses was mainly due to increased head-counts at the plants in Shanghai and Suzhou as the Group continued to expand its operations there as well as higher wages for employees in the Shanghai operation.

Finance cost rose by 26% to S\$11.4 million from S\$9.1 million in FY2006 on account of increased bank borrowings and higher interest rates. Cash balance was higher as the Group draws down its long-term bank borrowings.

Earnings per share for the Group rose by 13% to 8.18 cents from 7.22 cents in FY2006. Net asset value per share increased to 85.13 cents as at 31 December 2007 from 78.17 cents as at 31 December 2006.

SEGMENTAL PERFORMANCE

Mould, moulded plastic products & finished product assembly segment

Revenue for this segment increased 15% to S\$910.8 million from S\$790.9 million in FY2006. This segment continued to benefit from strong orders for existing products such as notebook casings, notebook peripherals and printer related products, and accounted for 95% of Group revenue in FY2007.

The Group shipped a record 17.3 million units of notebook casings in 2007, representing shipment growth of 52% compared with 11.4 million units in 2006. Revenue for notebook casings now made up 55% of Group revenue. The Group continued to be one of the largest notebook casing manufacturers in the world.

Revenue from printer related products and notebook peripherals were also higher. Revenue from notebook peripherals accounted for 15% while printer related products accounted for 13% of Group revenue.

Wire, cable and related components

Revenue for this segment decreased 4% to S\$47.3 million from S\$49.4 million in FY2006. This was due to lower orders as well as pressure on selling prices. This segment contributed 5% of Group revenue.

DIVIDEND

The directors are pleased to recommend a final tax exempt dividend of 0.8 cent per ordinary share for the financial year ended 31 December 2007 for approval at the forthcoming Annual General Meeting. Together with the interim dividend of 0.85 cents per ordinary share comprising of a tax-exempt dividend of 0.55 cents and a gross dividend of 0.30 cents less 18% income tax per ordinary share paid on 18 September 2007, the total gross dividend will be 1.65 cents (2006: 1.6 cents) per ordinary share for the year.

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

There were no forecast or prospect statement disclosed to shareholders previously.

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

With the expanded manufacturing base, the Group is well positioned to leverage on the global outsourcing trend. The demand for products for the mould, moulded plastic products and finished product assembly segment, in particular IMD casings for notebooks, will continue in the foreseeable future.

The Group expects its notebook production to continue to be the key growth driver in 2008. Competitive prices and more enhance consumer features could increase the demand for notebook. The Group also expects emerging market demand to hold firm in 2008.

The business environment will remain competitive with pressure on margins. Volatile raw material prices and strengthening of the Chinese Reminbi will continue to pose challenges to the Group. As a substantial portion of the Group revenue is denominated in US dollar, a weaker US dollar will have an impact on revenue and profit. Measures will continue to be undertaken to improve operational efficiency and overall performance through effective cost management, rationalizing product mix and providing more value-added services.

Barring unforeseen circumstances and any significant movements in raw material prices and pricing pressures, the Group remains optimistic of its performance in 2008.

Dividend**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on ? Yes

Name of Dividend	Interim	Interim	Final
Dividend Type	Cash	Cash	Cash
Dividend Amount per Share (in cents)	0.55 cents	0.30 cents Gross	0.80 cents
Dividend Amount per Share (in cents)	-	0.246 cents Net	-
Tax Rate	Tax exempt	18%	Tax exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	Interim	Final
Dividend Type	Cash	Cash
Dividend Amount per Share (in cents)	0.80 cents	0.80 cents
Tax Rate	Tax exempt	Tax exempt

(c) Date payable

The proposed final dividend, if approved at the Annual General Meeting, will be paid on 6 June 2008

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer books and Register of Members of the Company will be closed on 16 May 2008 on which day no share transfer will be effected. Duly completed transfers received by the Company's Share Registrar, Compact Administrative Services Pte Ltd of 3 Anson Road #27-01 Springleaf Tower, Singapore 079909 up to the close of business at 5.00p.m. on 15 May 2008 will be registered to determined shareholders' entitlements to the proposed dividend.

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

Not applicable

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

a. Business segments

	Wire, cable and related components S\$'000	Mould, moulded plastic products & finished product assembly S\$'000	Others S\$'000	Total S\$'000
2007				
REVENUE	47,313	910,826	1,750	959,889
RESULT				
Segment result	3,374	29,117	-	32,491
Unallocated corporate expenses				(1,580)
Interest income				1,750
Other operating income				14,927
Finance costs	-	(11,387)	-	(11,387)
Share of results of associates				485
PROFIT BEFORE INCOME TAX				36,686
Income tax				(4,634)
PROFIT FOR THE YEAR				32,052
OTHER INFORMATION				
Capital expenditure	299	71,766	21,867	93,932
Depreciation and amortisation	559	20,049	553	21,161
BALANCE SHEET				
Assets				
Segment assets	34,102	760,205	-	794,307
Investment in associate				6,225
Other investment				29,065
Unallocated corporate assets				51,559
Consolidated total assets				881,156
Liabilities				
Segment liabilities	6,247	486,814	-	493,061
Unallocated corporate liabilities				1,899
Income tax payable				3,659
Consolidated total liabilities				498,619

2006	Wire, cable and related components S\$'000	Mould, moulded plastic products & finished product assembly S\$'000	Others S\$'000	Total S\$'000
REVENUE	49,356	790,919	1,728	842,003
RESULT				
Segment result	2,764	36,162	-	38,926
Unallocated corporate expenses				(4,878)
Interest income				1,728
Other operating income				8,106
Finance costs	-	(9,055)	-	(9,055)
Share of results of associates				811
PROFIT BEFORE INCOME TAX				<u>35,638</u>
Income tax				(5,363)
PROFIT FOR THE YEAR				<u>30,275</u>
OTHER INFORMATION				
Capital expenditure	2,263	39,975	46	42,284
Capital expenditure of a subsidiary disposed off during the financial year	-	24,060	-	24,060
Depreciation and amortisation	746	18,137	556	19,439
BALANCE SHEET				
Assets				
Segment assets	34,497	537,311	-	571,808
Investment in associate				5,759
Other investment				54,825
Unallocated corporate assets				14,553
Consolidated total assets				<u>646,945</u>
Liabilities				
Segment liabilities	5,474	326,196	-	331,670
Unallocated corporate liabilities				1,376
Income tax payable				1,203
Consolidated total liabilities				<u>334,249</u>

b. Geographical segments

	Carrying amount of segments assets		Additions to property, plant and equipment and land use rights	
	2007	2006	2007	2006
	S\$'000	S\$'000	S\$'000	S\$'000
Malaysia	15,796	17,262	102	123
People's Republic of China	771,871	509,469	92,829	65,894 *
Republic of China	61,501	71,617	995	327
Singapore	31,346	47,790	-	-
Others	642	807	6	-
	<u>881,156</u>	<u>646,945</u>	<u>93,932</u>	<u>66,344</u>

*This include \$24,060,000 of a subsidiary disposed off during the financial year 2006.

The majority of the Group's products are supplied to Original Equipment Manufacturers ("OEM") and Original Design Manufacturers ("ODM"). Sales invoices are sent to centralised purchasing offices or purchasing agents of these OEMs and ODMs. The manufacturers or principals will incorporate the Group's products into their own equipment or distribute it as accessories through their distribution network. The company has no information of end markets of their products and is therefore unable to prepare geographical segment information on the basis of end markets of the products. The company is of the view that analysis of sales by geographical location based on OEMs' and ODMs' location is not meaningful and has therefore not presented this information.

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

15 A breakdown of sales

	Group		
	2007	2006	Change
	S\$'000	S\$'000	%
Sales reported for first half year	400,515	394,670	1
Operating profit after tax before deducting minority interests reported for first half year	16,415	15,793	4
Sales reported for second half year	557,624	445,605	25
Operating profit after tax before deducting minority interests reported for second half year	15,637	14,482	8

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

	2007	2006
	S\$'000	S\$'000
Ordinary	6,384	6,400
Preference	-	-
Total	6,384	6,400

BY ORDER OF THE BOARD

Hsu Hung Chun

Chairman

Date : 25 February 2008