



(Incorporated in the Republic of Singapore)
(Company Registration No. 196600189D)

Full Year 2008 Financial Statement And Dividend Announcement

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF 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.

UNAUDITED RESULTS FOR THE FULL YEAR ENDED 30 JUNE 2008

	Note	Year Ended 30 June		+ / (-) %
		2008 S\$	2007 S\$	
Continuing Operations				
Revenue		11,189,119	11,808,164	(5.2)
Cost of Sales		(8,167,007)	(7,824,514)	4.4
Gross Profit		3,022,112	3,983,650	(24.1)
Other Operating Income	(i)	283,320	450,111	(37.1)
Distribution Costs		(1,575,456)	(1,590,142)	(0.9)
Administrative Expenses		(4,718,528)	(2,869,438)	64.4
Other Operating Expenses	(ii)	(1,748,688)	(45,865)	NM
Finance Cost		(36,786)	(69,410)	(47.0)
Loss before Income Tax	(iii)	(4,774,026)	(141,094)	NM
Income Tax Expense		(378,509)	(175,557)	NM
Loss for the Year		(5,152,535)	(316,651)	NM

NM – Not Meaningful

Notes:

1(a)(i) Other operating income includes the following:

	Year ended 30 June	
	2008	2007
	S\$	S\$
Bad debts recovered	8,172	--
Dividend income from held-for-trading investment	5,765	--
Gains on disposal of fixed assets	15,665	31,759
Government grants / subsidies	2,497	4,239
Interest income	185,739	97,525
Provision for impairment on trade receivables written back	20,217	264,220
Sundry income	45,265	52,368
	283,320	450,111

1(a)(ii) Other operating expenses includes the following:

	Year ended 30 June	
	2008	2007
	S\$	S\$
Bad debts written off - trade receivables	950	29
Fixed assets written off	571	1,435
Foreign exchange transaction (gain) / loss	5,453	6,121
Impairment loss on goodwill	52,175	--
Impairment loss on held-for-trading investment	58,397	--
Inventory written off	1,545	--
Loss on disposal of held-for-trading investment	304,241	--
Provision for foreseeable losses	927,935	--
Provision for impairment on trade receivables	397,421	38,280
	1,748,688	45,865

1(a)(iii) Profit before income tax is arrived at after charging/(crediting) the following:

	Year ended 30 June	
	2008	2007
	S\$	S\$
Depreciation of fixed assets	290,327	345,913

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	
	As at 30 June		As at 30 June	
	2008	2007	2008	2007
	S\$	S\$	S\$	S\$
ASSETS				
Current assets:				
Cash and cash equivalents	9,294,250	13,488,727	7,469,982	12,044,923
Held-for-trading investment	494,000	--	--	--
Trade and other receivables	6,325,405	7,789,810	2,577,112	2,444,963
Inventories	936,635	931,395	--	--
Contract work-in-progress	373,575	460,276	--	--
Total current assets	17,423,865	22,670,208	10,047,094	14,489,886
Non-current assets:				
Investment in subsidiaries	--	--	3,021,819	3,012,821
Property, plant and equipment	781,031	995,345	96,514	176,786
Retention monies receivables	354,000	301,072	--	--
Deferred tax assets	11,300	11,833	--	--
Total non-current assets	1,146,331	1,308,250	3,118,333	3,198,607
Total assets	18,570,196	23,978,458	13,165,427	17,688,493
LIABILITIES AND EQUITY				
Current liabilities:				
Short-term borrowings	315,862	456,910	--	--
Trade and other payables	4,623,479	4,568,187	1,822,171	1,696,113
Current tax payable	211,688	126,000	93,778	25,181
Current portion of finance leases	68,321	83,628	39,216	45,752
Total current liabilities	5,219,350	5,234,725	1,955,165	1,767,046
Non-current liabilities:				
Deferred tax liabilities	92,314	106,388	--	--
Finance leases	1,176	91,427	32,556	65,236
Total non-current liabilities	93,490	197,815	32,556	65,236
Equity:				
Share capital	18,325,460	18,296,125	18,325,460	18,296,125
Other reserves	(330,598)	(185,415)	4,179	9,514
(Accumulated losses)/retained earnings	(4,737,506)	435,208	(7,151,933)	(2,449,428)
Total equity	13,257,356	18,545,918	11,177,706	15,856,211
Total liabilities and equity	18,570,196	23,978,458	13,165,427	17,688,493

1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, please specify the following at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

Amount repayable in one year or less, or on demand

As at 30 June 2008 S\$		As at 30 June 2007 S\$	
Secured	Unsecured	Secured	Unsecured
384,183	--	540,538	--

Amount repayable after one year

As at 30 June 2008 S\$		As at 30 June 2007 S\$	
Secured	Unsecured	Secured	Unsecured
1,176	--	91,427	--

Details of any collaterals

The Group's secured borrowings comprise bank overdrafts and finance leases.

The bank overdrafts are secured on:

- (i) fixed deposits pledged;
- (ii) corporate guarantees of the Company.

The finance leases are secured on the plant and equipment under finance lease. The net book value of these plant and equipment as at 30 June 2008 is S\$82,742 (2007: S\$99,808).

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 Year ended 30 June	
	2008	2007
	S\$	S\$
Cash flows from operating activities:		
Loss before tax	(4,774,026)	(141,094)
Adjustments for:		
Bad debts written off	950	--
Depreciation expense	290,327	345,913
Dividend income from held-for-trading investment	(5,765)	--
Fixed assets written off	571	--
Foreign exchange loss	5,453	24,031
Gain on disposal of fixed assets	(15,665)	(31,759)
Impairment loss on goodwill	52,175	--
Impairment loss on held-for-trading investment	58,398	--
Interest expense	36,786	69,410
Interest income	(185,739)	(97,525)
Inventory written off	1,545	--
Loss on disposal of held-for-trading investment	304,241	--
Provision for doubtful debts written back	(20,217)	(264,220)
Provision for foreseeable losses	927,935	--
Provision for impairment on trade receivables	397,421	38,280
Operating loss before working capital changes	(2,925,610)	(56,964)
Trade and other receivables	1,027,869	(947,711)
Inventories and contract work-in-progress	(848,020)	(428,495)
Trade and other payables	55,060	337,925
Cash used in operations	(2,690,701)	(1,095,245)
Interest paid	(36,786)	(69,410)
Income tax paid	(397,500)	(296,533)
Net cash used in operating activities	(3,124,987)	(1,461,188)
Cash flows from investing activities:		
Dividend income from held-for-trading investment	5,765	--
Interest received	185,739	97,525
Proceeds from disposal of held-for-trading investment	6,833,935	--
Proceeds from disposal of property, plant and equipment	16,911	63,378
Purchase of held-for-trading investment	(7,690,573)	--
Purchase of property, plant and equipment (Note 1)	(104,481)	(347,415)
Purchase of additional shares in a subsidiary	(51,943)	--
Net cash used in investing activities	(804,647)	(186,512)
Cash flows from financing activities:		
(Decrease) / increase in short term borrowings	(164,391)	36,077
Net proceeds from issue of shares	24,000	13,914,157
Net repayments from finance leases	(14,420)	(101,468)
Restricted cash	(400,305)	(23,592)
Net cash (used in) / from financing activities	(555,116)	13,825,174
Net effect of exchange rate changes in consolidating subsidiaries	(133,372)	66,090
Net (decrease) / increase in cash	(4,618,122)	12,243,564
Cash at beginning of year	12,539,413	295,849
Cash at end of year	7,921,291	12,539,413
Cash at end of year includes the following:		
Cash and cash equivalents	9,294,250	13,488,727
Bank overdrafts	(315,862)	(292,522)
	8,978,388	13,196,205
Restricted cash (Note 2)	(1,057,097)	(656,792)
Cash at end of year	7,921,291	12,539,413

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

Notes:

(1) Property, plant and equipment

During the year, the Group acquired mainly machinery, plant and equipment with an aggregate cost of S\$104,481 (2007: S\$347,415) of which S\$76,388 (2007: S\$34,794) was acquired by means of finance leases and S\$28,093 (2007: S\$312,621) was paid by cash.

(2) Restricted cash

Restricted cash pertains to fixed deposits of certain subsidiaries pledged with banks as securities for banking facilities granted.

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	Statutory Reserves	Share Options Reserves	Foreign Currency Translation Reserves	Retained Earnings/ (accumulated losses)	Total
	S\$	S\$	S\$	S\$	S\$	S\$
Balance at 30 June 2006	4,311,012	284,879	80,470	(623,136)	793,211	4,846,436
Foreign exchange translation loss arising in the year	--	--	--	101,976	--	101,976
Transfer to share capital upon exercise of share option	70,956	--	(70,956)	--	--	--
Transfer to statutory reserves	--	41,352	--	--	(41,352)	--
Net income/(loss) recognised directly in equity	70,956	41,352	(70,956)	101,976	(41,352)	101,976
Issuance of shares	14,254,375	--	--	--	--	14,254,375
Share issue expenses	(659,418)	--	--	--	--	(659,418)
Shares issued under Hitchens Share Option Scheme	319,200	--	--	--	--	319,200
Net loss for the year	--	--	--	--	(316,651)	(316,651)
Total recognised income/(loss) for the year	13,985,113	41,352	(70,956)	101,976	(358,003)	13,699,482
Balance at 30 June 2007	18,296,125	326,231	9,514	(521,160)	435,208	18,545,918
Balance at 1 July 2007	18,296,125	326,231	9,514	(521,160)	435,208	18,545,918
Foreign exchange translation loss arising in the year	--	--	--	(160,027)	--	(160,027)
Transfer to share capital upon exercise of share option	5,335	--	(5,335)	--	--	--
Transfer to statutory reserves	--	20,179	--	--	(20,179)	--
Net income/(loss) recognised directly in equity	5,335	20,179	(5,335)	(160,027)	(20,179)	(160,027)
Shares issued under Hitchens Share Option Scheme	24,000	--	--	--	--	24,000
Net loss for the year	--	--	--	--	(5,152,535)	(5,152,535)
Total recognised income/(loss) for the year	29,335	20,179	(5,335)	(160,027)	(5,172,714)	(5,288,562)
Balance at 30 June 2008	18,325,460	346,410	4,179	(681,187)	(4,737,506)	13,257,356

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 – cont'd

COMPANY	Share Capital	Share Options Reserves	Accumulated Losses	Total
	S\$	S\$	S\$	S\$
Balance at 30 June 2006	4,311,012	80,470	(1,514,631)	2,876,851
Transfer to share capital upon exercise of share option	70,956	(70,956)	--	--
Net income / (loss) recognised directly in equity	70,956	(70,956)	--	--
Issuance of shares	14,254,375	--	--	14,254,375
Share issue expenses	(659,418)	--	--	(659,418)
Shares issued under Hitchins Share Option Scheme	319,200	--	--	319,200
Net loss for the year	--	--	(934,797)	(934,797)
Total recognised income / (loss) for the year	13,985,113	(70,956)	(934,797)	12,979,360
Balance at 30 June 2007	18,296,125	9,514	(2,449,428)	15,856,211
Balance at 1 July 2007	18,296,125	9,514	(2,449,428)	15,856,211
Transfer to share capital upon exercise of share option	5,335	(5,335)	--	--
Net income/(loss) recognised directly in equity	5,335	(5,335)	--	--
Shares issued under Hitchins Share Option Scheme	24,000	--	--	24,000
Net loss for the year	--	--	(4,702,505)	(4,702,505)
Total recognised income/(loss) for the year	29,335	(5,335)	(4,702,505)	(4,678,505)
Balance at 30 June 2008	18,325,460	4,179	(7,151,933)	11,177,706

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.

Since the last financial year ended 30 June 2007, 300,000 new ordinary shares were issued at S\$0.08 per ordinary share, upon exercise of options granted under the Hitchins Share Option Scheme.

The number of ordinary shares that may be issued upon exercise of all share options, under the Hitchins Share Option Scheme outstanding at 30 June 2008 was 235,000 (as at the end of the previous financial year was 535,000).

During the financial year ended 30 June 2008, no ordinary shares were issued pursuant to the exercise of Call Options granted to Middle East Development LLC. As at 30 June 2008 and as at 30 June 2007 respectively, there were outstanding Call Options to subscribe for 100,000,000 ordinary shares at S\$0.05 each.

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.

Total number of issued shares excluding treasury shares, as at 30 June 2008 was 397,977,500 (as at 30 June 2007: 397,677,500).

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.

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

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

The figures have not been audited nor reviewed by our auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 applied by the Group are consistent with those used in its recently audited financial statements, except for changes made to comply with the following Singapore Financial Reporting Standards ("FRSs") that came into effect in this financial year:

FRS 1 – Amendments relating to Capital Disclosure
FRS 107 – Financial Instruments : Disclosure

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

The adoption of the above FRSs did not have any material financial impact on the Group.

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**

None except as disclosed in paragraph 4 above.

6. **Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	30 June 2008	30 June 2007
(i) Based on weighted average number of ordinary shares in issue	(1.29) cents	(0.16) cents
(ii) On a fully diluted basis	(1.29) cents	(0.16) cents

Basic earnings per share ("EPS") is computed based on the weighted average number of shares in issue during the financial year. The weighted average number of ordinary shares represents the number of ordinary shares at the beginning of the financial year, adjusted for new ordinary shares issued during the financial year, multiplied by a time-weighted factor.

For the period under review, those options that have dilutive effect, were not included in the calculation of diluted EPS. As at 30 June 2008, these are:

- i) Outstanding share options, under the Hitchins Share Option Scheme, of 235,000, with an exercise price of S\$0.08 cents per share; and
- ii) Call options granted to Middle East Development LLC, to subscribe for 100,000,000 ordinary shares at S\$0.05 per share.

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 current financial period reported on; and (b) immediately preceding financial year.**

	Group	Company
As at 30 June 2007	4.66 cents	3.99 cents
As at 30 June 2008	3.33 cents	2.81 cents

Net asset per share is calculated based on the existing number of shares in issue of 397,977,500 (30 June 2007: 397,677,500).

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 affect the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Revenue

The Group generated revenue of S\$11.19 million for FY 2008, as compared to FY 2007 of S\$11.81 million.

The Group's revenue was generated substantially by our waterproofing division.

Geographically, Singapore and other regions, contributed 68.8% (FY 2007: 68.7%), while Malaysia's and People's Republic of China's contribution were 18.1% and 13.2% (FY 2007: 18.2% and 13.2%) respectively.

Gross Profit

The Group's gross profit for FY 2008 decreased by 24.1%, to S\$3.02 million from S\$3.98 million for FY 2007. The decrease was mainly due to the lower revenue generated, and higher cost incurred in FY 2008, as compared to FY 2007.

Other Operating Income

The Group's other operating income decreased from S\$0.45 million in FY 2007 to S\$0.28 million in FY 2008. FY 2007 reported a write back of provision for impairment on trade receivables of S\$0.26 million, as compared to S\$0.02 million in FY 2008. This decrease was mitigated by higher interest income of S\$0.19 million reported for FY 2008, as compared to S\$0.10 million for FY 2007.

Administrative Costs

The Group's administrative costs increased from S\$2.87 million in FY 2007, to S\$4.72 million in FY 2008. Our Corporate office was set up during the later part of FY 2007. Hence FY 2008 administrative costs included a 12 months' cost of running our Corporate office. As we explored both local and overseas business opportunities, we reported an increase in travelling, and legal and professional expenses of S\$0.57 million in FY 2008, as compared to S\$0.37 million in FY 2007. The Group's staff costs increased from S\$1.57 million in FY 2007 to S\$1.97 million in FY 2008. Staff movements and increase in management team accounted for the increase.

Other Operating Expenses

The Group's other operating expenses increased to S\$1.75 million in FY 2008, from S\$0.046 million in FY 2007. A loss of S\$0.30 million on disposal of held-for-trading investment was incurred in FY 2008. Provision for impairment on trade receivables of S\$0.40 million was recorded, as compared to S\$0.038 million in FY 2007. As we encountered continual delays in the construction projects in which we were awarded management projects, we made a provision for foreseeable loss of S\$0.93 million.

8. A review of the performance of the group – cont'd.**Finance Cost**

The Group's finance cost decreased to S\$0.04 million in FY 2008, from S\$0.07 million in FY 2007. This is largely due to lower utilization of our bank overdraft facility in FY 2008, following the receipt of funds from issue of new shares, under the Subscription Agreement and under the Rights Issue, which took place in the later part of FY 2007.

Depreciation

The Group's depreciation expense decreased to S\$0.29 million in FY 2008, from S\$0.35 million in FY 2007. This is mainly due to assets that have been fully depreciated.

Income Tax Expense

The Group's income tax expense increased to S\$0.38 million in FY 2008, from S\$0.18 million in FY 2007.

In the previous financial years, the Group was able to take advantage of Group tax relief under section 37 of the Singapore Income Tax Act. Group tax relief is only available where there is no substantial change in shareholders and their shareholdings in the Company. However, with the change in substantial shareholders in the Company, the Comptroller of Income Tax has informed the Company that tax losses cannot be claimed under the Group tax relief, in respect of financial year ended 30 June 2007. Hence the Company has made a provision of S\$0.20 million in FY 2008.

Balance Sheet

Net asset value per share declined from 4.66 cents as at 30 June 2007, to 3.33 cents as at 30 June 2008.

Total assets

The Group's total assets decreased to S\$18.57 million as at 30 June 2008, from S\$23.98 million, as at 30 June 2007. Lower total current assets accounted mainly for the decrease.

Total current assets, as at 30 June 2008, amounted to S\$17.42 million, as compared to S\$22.67 million as at 30 June 2007. The decrease is largely due to lower cash and cash equivalents of S\$9.29 million as at 30 June 2008, as compared to S\$13.49 million, as at 30 June 2007. Held-for-trading investment represented investment in quoted securities. As at 30 June 2008, this was valued at mark-to-market basis, resulted in a provision for impairment loss of S\$0.058 million.

Total liabilities

The Group's total liabilities (current and non-current), as at 30 June 2008, amounted to S\$5.31 million, a marginal decrease of S\$0.22 million, as compared to S\$5.43 million, as at 30 June 2007.

Total Equity

The Group's total equity decreased by S\$5.29 million, to S\$13.26 million as at 30 June 2008, from S\$18.55 million, as at 30 June 2007. The Group reported loss after tax for FY 2008 of S\$5.15 million.

8. A review of the performance of the group – cont'd.

Other reserves comprised Statutory Reserves, Share Options Reserves, and Foreign Currency Translation Reserves. The increase in balance of S\$0.14 million, from S\$0.19 million as at 30 June 2007, to S\$0.33 million as at 30 June 2008, is largely due to foreign exchange translation loss of S\$0.16 million recognized directly in equity.

Cash Flow Statement

Cash used in operations for FY 2008 amounted to S\$2.69 million, as compared to S\$1.09 million for FY 2007. The increase is due mainly to higher operating loss (before working capital changes) of S\$2.93 million in FY 2008, as compared to S\$0.57 million in FY 2007.

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

No forecast was given.

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

For our waterproofing business, the overall construction industry continues to remain buoyant. However, increasing materials costs and operating costs driven by high oil prices continue to put pressure on profit margins. The outlook for this business segment remains difficult and challenging.

For our project construction management business, we encountered continual delays in the construction projects in which we were awarded management projects and we do not expect any positive contributions from this business segment in the coming financial year.

11. If a decision regarding dividend has been made:-

- (a) Whether an interim (final) ordinary dividend has been declared (recommended); and**
- (b) (i) Amount per share in cents
(ii) Previous corresponding period in cents**
- (c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**
- (d) The date the dividend is payable.**
- (e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**

No dividends were declared for the current financial period reported on.
No dividends have been declared for the previous corresponding period.

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

No dividends have been declared or recommended.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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) By Business Segments:

	Waterproofing		Project Management		Others		Eliminations		Consolidated	
	2008 S\$	2007 S\$	2008 S\$	2007 S\$	2008 S\$	2007 S\$	2008 S\$	2007 S\$	2008 S\$	2007 S\$
Revenue										
External sales	11,189,119	11,808,164	--	--	--	--	--	--	11,189,119	11,808,164
Inter-segment sales	2,574,329	2,514,591	--	--	191,396	--	(2,765,725)	(2,514,591)	--	--
Total revenue	13,763,448	14,322,755	--	--	191,396	--	(2,765,725)	(2,514,591)	11,189,119	11,808,164
Results										
(Loss)/profit from operations	(431,393)	1,186,661	(1,682,980)	1,987	(2,808,611)	(1,357,857)	--	--	(4,922,984)	(169,209)
Interest expense									(36,786)	(69,410)
Interest income									185,739	97,525
Loss before tax									(4,774,031)	(141,094)
Income tax expense									(378,509)	(175,557)
Loss for the year									(5,152,540)	(316,651)
Other Information										
Segment assets	11,481,006	12,441,743	2,282	4,048	7,086,908	11,532,667	--	--	18,570,196	23,978,458
Segment liabilities	385,319	3,844,253	1,699,421	14,207	3,228,100	1,574,080	--	--	5,312,840	5,432,540
Capital expenditure	93,933	231,519	--	--	10,548	115,896	--	--	104,481	347,415
Depreciation	251,619	255,855	--	--	38,708	90,058	--	--	290,327	345,913

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

- 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**

(B) By Geographical Segments:

	Revenue		Assets		Capital Expenditure	
	2008	2007	2008	2007	2008	2007
	S\$	S\$	S\$	S\$	S\$	S\$
Singapore & other regions	8,514,998	9,260,422	13,955,441	18,470,739	93,494	193,942
Malaysia	1,827,878	1,209,979	2,425,361	2,678,940	7,549	50,624
People's Republic of China	846,243	1,337,763	2,189,394	2,828,779	3,438	102,849
	11,189,119	11,808,164	18,570,196	23,978,458	104,481	347,415

- 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 as follows:-**

Group	Latest FY 2008	Previous FY 2007	Increase/ (Decrease)
	S\$	S\$	%
(a) Sales reported for first half year	5,826,412	5,266,161	10.6
(b) Operating loss after tax before deducting minority interests reported for first half year	(1,513,514)	(350,907)	NM
(c) Sales reported for second half year	5,362,707	6,542,003	(18.0)
(d) Operating loss after tax before deducting minority interests reported for second half year	(3,639,021)	34,256	NM

NM – Not Meaningful

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

Ordinary	None
Preference	None
Total	None

17. Interested Person Transactions

Interested person transactions conducted for the financial year ended 30 June 2008 were as follows:

Name of interested person	Aggregate Value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate Value of all interested person transactions conducted under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Middle East Development LLC <u>Type of transactions</u> Project Construction Management Services Total	 Nil Nil	 290,541 290,541

BY ORDER OF THE BOARD

DR OUSSAMA AL-DIMASHKI
Chief Executive Officer and Chairman

27 August 2008