

Third Quarter and 9 Months Financial Statement And Dividend Announcement for the Period Ended 31 December 2006

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.

Unaudited consolidated financial results for the third quarter (Q3/FY07) and nine months period ended 31 December 2006.

	Group					
	Q3			9 Months		
	Oct to Dec 2006 S\$'000	Oct to Dec 2005 S\$'000	Increase / (Decrease) %	Apr to Dec 2006 S\$'000	Apr to Dec 2005 S\$'000	Increase / (Decrease) %
Revenue	105,733	86,044	22.88	263,807	226,400	16.52
Other operating income - see note 1(a)(1)	167	1,555	(89.26)	623	5,945	(89.52)
Changes in inventories of goods for resale	1,427	34,509	(95.86)	25,683	43,298	(40.68)
Purchases of goods for resale	(81,795)	(99,385)	(17.70)	(226,152)	(214,281)	5.54
Staff cost	(6,257)	(6,510)	(3.89)	(17,589)	(17,630)	(0.23)
Rental expense	(3,204)	(3,550)	(9.75)	(9,071)	(11,813)	(23.21)
Selling, advertising and promotional expense	(5,912)	(3,210)	84.17	(11,019)	(7,903)	39.43
Depreciation expense	(779)	(749)	4.01	(2,060)	(1,830)	12.57
Other operating expenses	(2,768)	(1,540)	79.74	(9,444)	(3,010)	213.75
Finance costs	(319)	(308)	3.57	(958)	(877)	9.24
Share of profits of associates	74	57	29.82	231	282	(18.09)
Gain on deemed disposal of subsidiary	465	-	NM	465	-	NM
Gain on dilution of interest in subsidiary	-	10,608	NM	-	10,608	NM
Profit before income tax	6,832	17,521	(61.01)	14,516	29,189	(50.27)
Income tax expense	(1,013)	(1,286)	(21.23)	(2,859)	(4,069)	(29.74)
Profit after tax	5,819	16,235	(64.16)	11,657	25,120	(53.59)
Attributable to:						
Equity holders of the company	5,541	15,669	(64.64)	10,760	25,016	(56.99)
Minority interests	278	566	(50.88)	897	104	762.50
	5,819	16,235	(64.16)	11,657	25,120	(53.59)

Note: NM - Not Meaningful

Additional information for the income statement

(1) Other operating income comprises the following:

	Group					
	Q3			9 Months		
	Oct to Dec 2006 S\$'000	Oct to Dec 2005 S\$'000	Increase / (Decrease) %	Apr to Dec 2006 S\$'000	Apr to Dec 2005 S\$'000	Increase / (Decrease) %
Dividend income	-	-	-	14	18	(22.22)
Interest income	138	217	(36.41)	420	327	28.44
Gain on disposal of property, plant and equipment	-	64	NM	-	74	NM
Foreign exchange gain - realised	-	1,000	NM	-	263	NM
Foreign exchange gain - unrealised	-	282	NM	-	4,946	NM
Others	29	(8)	NM	189	317	(40.38)
	167	1,555	(89.26)	623	5,945	(89.52)

(2) Profit is arrived at after charging/(crediting) the following:

	Group					
	Q3			9 Months		
	Oct to Dec 2006 S\$'000	Oct to Dec 2005 S\$'000	Increase / (Decrease) %	Apr to Dec 2006 S\$'000	Apr to Dec 2005 S\$'000	Increase / (Decrease) %
Interest on borrowings	319	308	3.57	958	877	9.24
Write back of doubtful debts	-	-	-	-	(1,633)	NM
Allowance for inventories	758	900	(15.78)	4,307	4,342	(0.81)
Inventories written off	120	-	NM	120	-	NM
Property, plant and equipment written off	-	26	NM	-	125	NM
Loss on disposal of plant and equipment	-	-	NM	6	-	NM
Loss on disposal of available-for-sale investments	-	-	NM	6	-	NM
Foreign exchange loss - realised	625	-	NM	1,907	-	NM
Foreign exchange loss - unrealised	368	-	NM	2,298	-	NM

(3) Adjustments for (over) under provision of tax in respect of prior years:

	Group					
	Q3			9 Months		
	Oct to Dec 2006 S\$'000	Oct to Dec 2005 S\$'000	Increase / (Decrease) %	Apr to Dec 2006 S\$'000	Apr to Dec 2005 S\$'000	Increase / (Decrease) %
(Over) under provision of tax in prior years	-	(3)	NM	-	21	NM

Note: NM - Not Meaningful

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 2006 S\$'000	31 Mar 2006 S\$'000	31 Dec 2006 S\$'000	31 Mar 2006 S\$'000
ASSETS				
Current Assets:				
Cash and bank balances	42,519	45,587	9,203	7,547
Trade receivables	37,251	32,753	5,625	3,457
Other receivables and prepaid expenses	3,845	8,953	11,384	10,686
Derivative financial instruments	36	26	65	26
Inventories	224,348	198,666	50,105	41,459
Total current assets	307,999	285,985	76,382	63,175
Non-current assets:				
Property, plant and equipment	18,012	18,304	13,103	13,000
Investment property	398	398	398	398
Subsidiaries	-	-	42,787	42,843
Associates	6,193	5,747	3,102	3,102
Available-for-sale investments	9,244	433	9,182	369
Goodwill	882	882	-	-
Other intangible assets	1,075	1,075	219	219
Deferred tax assets	5,307	4,677	1,140	970
Total non-current assets	41,111	31,516	69,931	60,901
Total assets	349,110	317,501	146,313	124,076
LIABILITIES AND EQUITY				
Current liabilities:				
Short-term bank loans, overdrafts, bankers' acceptance and other borrowings	21,595	17,254	3,047	2,000
Trade payables	162,549	134,892	40,140	20,145
Other payables	18,550	19,768	6,636	6,229
Derivative financial instruments	136	28	45	20
Current portion of long-term debt	153	3,909	77	3,083
Income tax payable	4,831	6,354	1,142	1,862
Total current liabilities	207,814	182,205	51,087	33,339
Non-current liabilities:				
Long-term debt	3,000	3,000	3,000	3,000
Finance leases	489	604	173	232
Total non-current liabilities	3,489	3,604	3,173	3,232
Capital, reserves and minority interests:				
Share capital	19,620	19,620	19,620	19,620
Currency translation reserve	(4,735)	(3,580)	-	-
Legal reserve	210	210	-	-
Investment revaluation reserve	44	44	10	10
Accumulated profits	111,992	105,391	72,423	67,875
Equity attributable to equity holders of the company	127,131	121,685	92,053	87,505
Minority interests	10,676	10,007	-	-
Total equity	137,807	131,692	92,053	87,505
Total liabilities and equity	349,110	317,501	146,313	124,076

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

Amount repayable in one year or less, or on demand

As at 31/12/06	As at 31/03/06
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Secured	Unsecured	Secured	Unsecured
S\$ 153,000	S\$21,595,000	S\$159,000	S\$21,004,000

Amount repayable after one year

As at 31/12/06	As at 31/03/06
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Secured	Unsecured	Secured	Unsecured
S\$489,000	S\$3,000,000	S\$604,000	S\$3,000,000

Details of any collateral

Secured

The secured borrowings relate to the finance lease obligations of the Group which are secured against the respective assets under the finance lease arrangement.

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			
	Q3		9 Months	
	Oct to Dec 2006 S\$'000	Oct to Dec 2005 S\$'000	Apr to Dec 2006 S\$'000	Apr to Dec 2005 S\$'000
Cash flow from operating activities:				
Profit before income tax	6,832	17,521	14,516	29,189
Adjustments for:				
Share of profits of associates	(74)	(57)	(231)	(282)
Depreciation expense	779	749	2,060	1,830
Property, plant and equipment written off	-	26	-	125
(Gain) Loss on disposal of property, plant and equipment	-	(64)	6	(74)
Gain on deemed disposal of subsidiary	(465)	-	(465)	-
Gain on dilution of interest in subsidiary	-	(10,608)	-	(10,608)
Loss on disposal of available-for-sale investments	-	-	6	-
Foreign exchange loss (gain) - unrealised	368	(282)	2,298	(4,946)
Interest expense	319	308	958	877
Interest income	(138)	(217)	(420)	(327)
Dividend income	-	-	(14)	(18)
Operating profit before working capital changes	7,621	7,376	18,714	15,766
Trade receivables	(3,054)	(10,465)	(4,539)	(6,868)
Other receivables and prepaid expenses	1,439	193	5,137	(539)
Inventories	(1,426)	(34,509)	(25,682)	(43,298)
Trade payables	6,660	28,513	25,473	25,003
Other payables	(1,226)	2,165	(1,222)	5,930
Cash generated from (used in) operations	10,014	(6,727)	17,881	(4,006)
Interest paid	(319)	(308)	(958)	(877)
Interest received	138	217	420	327
Dividends received	-	-	14	18
Dividends paid	-	-	(4,159)	(3,924)
Income tax paid	(1,186)	(884)	(5,012)	(4,173)
Net cash generated from (used in) operating activities	8,647	(7,702)	8,186	(12,635)
Cash flow from investing activities:				
Purchase of property, plant and equipment	(830)	(1,796)	(1,817)	(2,615)
Proceeds from disposal of property, plant and equipment	-	84	6	132
Proceeds from dilution of interest in subsidiary	-	20,441	-	20,441
Proceeds from sale of available-for-sale investments	-	-	19	-
Purchase of available-for-sale investments	-	-	(8,836)	(29)
Net cash (used in) generated from investing activities	(830)	18,729	(10,628)	17,929
Cash flow from financing activities:				
Increase (Decrease) in bank loans	2,915	(3,262)	3,801	(166)
Decrease in long-term debt	(287)	(539)	(3,871)	(1,161)
Net cash generated from (used in) financing activities	2,628	(3,801)	(70)	(1,327)
Increase (Decrease) in cash and cash equivalents	10,445	7,226	(2,512)	3,967
Cash and cash equivalents at beginning of period	29,380	47,558	42,823	50,326
Effect of foreign exchange rate changes	(610)	-	(1,096)	491
Cash and cash equivalents at end of period	39,215	54,784	39,215	54,784
Cash and cash equivalents comprise:				
Cash and bank balances	30,241	30,578	30,241	30,578
Fixed deposits	12,278	29,082	12,278	29,082
Bank overdrafts	(3,304)	(4,876)	(3,304)	(4,876)
	39,215	54,784	39,215	54,784
Notes to the consolidated cash flow statement				
A. Cash purchase of property, plant and equipment	830	1,654	1,817	2,473
Purchase of property, plant and equipment under finance lease agreement	-	142	-	142
Total additions to property, plant and equipment	830	1,796	1,817	2,615

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.

	Attributable to equity holders of the parent					Minority interests	Total equity	
	Issued Capital	Currency Translation Reserves	Legal * Reserve	Investment Revaluation Reserve	Accumulated Profits			Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
GROUP-Statement of changes in equity for 9 months ended 31 December 2005								
Balance as at 31 March 2005	19,620	(3,317)	109	-	75,562	91,974	55	92,029
- Effect of adopting FRS 39	-	-	-	-	(216)	(216)	-	(216)
As restated	19,620	(3,317)	109	-	75,346	91,758	55	91,813
Exchange differences arising on translation of foreign operations	-	580	-	-	-	580	26	606
Net profit for the period	-	-	-	-	5,525	5,525	(237)	5,288
Balance as at 30 June 2005	19,620	(2,737)	109	-	80,871	97,863	(156)	97,707
Balance as at 30 June 2005	19,620	(2,737)	109	-	80,871	97,863	(156)	97,707
Exchange differences arising on translation of foreign operations	-	17	-	-	-	17	12	29
Net profit for the period	-	-	-	-	3,822	3,822	(225)	3,597
Final dividend of \$0.01 per share and special dividend of \$0.015 per share less tax of 20% paid in respect of previous financial year	-	-	-	-	(3,924)	(3,924)	-	(3,924)
Balance as at 30 September 2005	19,620	(2,720)	109	-	80,769	97,778	(369)	97,409
Balance as at 30 September 2005	19,620	(2,720)	109	-	80,769	97,778	(369)	97,409
Exchange differences arising on translation of foreign operations	-	309	-	-	-	309	(529)	(220)
Net profit for the period	-	-	-	-	15,669	15,669	566	16,235
Contribution from minority interests	-	-	-	-	-	-	9,833	9,833
Balance as at 31 December 2005	19,620	(2,411)	109	-	96,438	113,756	9,501	123,257
GROUP-Statement of changes in equity for 9 months ended 31 December 2006								
Balance as at 31 March 2006	19,620	(3,580)	210	44	105,391	121,685	10,007	131,692
Exchange differences arising on translation of foreign operations	-	(796)	-	-	-	(796)	(222)	(1,018)
Net profit for the period	-	-	-	-	1,993	1,993	16	2,009
Balance as at 30 June 2006	19,620	(4,376)	210	44	107,384	122,882	9,801	132,683
Balance as at 30 June 2006	19,620	(4,376)	210	44	107,384	122,882	9,801	132,683
Exchange differences arising on translation of foreign operations	-	(111)	-	-	-	(111)	690	579
Net profit for the period	-	-	-	-	3,226	3,226	603	3,829
Final dividend of \$0.01 per share and special dividend of \$0.0165 per share less tax of 20% paid in respect of previous financial year	-	-	-	-	(4,159)	(4,159)	-	(4,159)
Balance as at 30 September 2006	19,620	(4,487)	210	44	106,451	121,838	11,094	132,932
Balance as at 30 September 2006	19,620	(4,487)	210	44	106,451	121,838	11,094	132,932
Exchange differences arising on translation of foreign operations	-	(248)	-	-	-	(248)	(231)	(479)
Decrease in interests in subsidiary	-	-	-	-	-	-	(465)	(465)
Net profit for the period	-	-	-	-	5,541	5,541	278	5,819
Balance as at 31 December 2006	19,620	(4,735)	210	44	111,992	127,131	10,676	137,807

1(d)(i) Continuation ... A statement of changes in equity (for the issuer and group)

	Issued Capital	Currency Translation Reserves	Legal * Reserve	Investment Revaluation Reserve	Accumulated Profits	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
COMPANY-Statement of changes in equity for 9 months ended 31 December 2005						
Balance as at 31 March 2005	19,620	(185)	-	-	49,077	68,512
- Effect of adopting FRS 39	-	-	-	-	(213)	(213)
As restated	19,620	(185)	-	-	48,864	68,299
Exchange differences arising on translation of foreign operations	-	185	-	-	-	185
Net loss for the period	-	-	-	-	(1,861)	(1,861)
Balance as at 30 June 2005	19,620	-	-	-	47,003	66,623
Balance as at 30 June 2005	19,620	-	-	-	47,003	66,623
Net profit for the period	-	-	-	-	6,765	6,765
Final dividend of \$0.01 per share and special dividend of \$0.015 per share less tax of 20% paid in respect of previous financial year	-	-	-	-	(3,924)	(3,924)
Balance as at 30 September 2005	19,620	-	-	-	49,844	69,464
Balance as at 30 September 2005	19,620	-	-	-	49,844	69,464
Net profit for the period	-	-	-	-	16,244	16,244
Balance as at 31 December 2005	19,620	-	-	-	66,088	85,708
COMPANY-Statement of changes in equity for 9 months ended 31 December 2006						
Balance as at 31 March 2006	19,620	-	-	10	67,875	87,505
Net loss for the period	-	-	-	-	(353)	(353)
Balance as at 30 June 2006	19,620	-	-	10	67,522	87,152
Balance as at 30 June 2006	19,620	-	-	10	67,522	87,152
Net profit for the period	-	-	-	-	3,315	3,315
Final dividend of \$0.01 per share and special dividend of \$0.0165 per share less tax of 20% paid in respect of previous financial year	-	-	-	-	(4,159)	(4,159)
Balance as at 30 September 2006	19,620	-	-	10	66,678	86,308
Balance as at 30 September 2006	19,620	-	-	10	66,678	86,308
Net profit for the period	-	-	-	-	5,745	5,745
Balance as at 31 December 2006	19,620	-	-	10	72,423	92,053

* Relates to Sincere Watch Co. Ltd, incorporated in the Republic of China (Taiwan). Legal reserve may be used to offset deficit, if any, and, when the reserve amount exceeds or equals 50% of the capital stock, an amount up to 50% of such reserve may be transferred to capital stock.

- 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 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 end of the previous financial period, there have been no changes in the Company's issued share capital.

- 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.

- 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 as in the most recently audited financial statements have been applied.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Not applicable

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

	GROUP			
	Q3		9 Months	
	Oct to Dec 2006	Oct to Dec 2005	Apr to Dec 2006	Apr to Dec 2005
Basic earnings per share	2.82 cents	7.99 cents	5.48 cents	12.75 cents

Basic earnings per share is calculated by dividing the Group's net profit attributable to shareholders by 196,200,000 ordinary shares in issue during the financial period.

The Group does not have equity instruments which are dilutive in nature. Accordingly, fully diluted earnings per share equals to basic earnings per share.

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.

	GROUP		COMPANY	
	31 Dec 2006	31 Mar 2006	31 Dec 2006	31 Mar 2006
Net asset value per ordinary share based on the issued share capital at the end of the financial period	64.80 cents	62.02 cents	46.92 cents	44.60 cents

The net asset per ordinary share is calculated based on 196,200,000 ordinary shares in issue at 31 December 2006 (31 March 2006: 196,200,000).

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.

The group achieved strong revenue growth of 22.9% for the quarter Q3/FY07 and surpassed the S\$100 million revenue mark for a quarter for the first time in its history. As most business segments within the group registered improved performance, group revenue was a robust S\$105.7 million compared with the corresponding previous quarter Q3/FY06 of S\$86 million.

Besides the quarter being the traditional peak retail season, the strong growth was also attributed to the strong Singapore and the regional economies, improved visitor arrivals and the increased marketing efforts that the group undertook.

In view of the increased marketing efforts, selling, advertising & promotional expenses therefore grew to S\$5.9 million in Q3/FY07 from S\$3.2 million recorded in Q3/FY06. Besides the usual media advertising and campaigns, other major activities include the launch of three large scale events namely, the "World Exclusive Watch Collection" and the "House of Lange" in Singapore in October, and the "Conquest of Time" exhibition in Kuala Lumpur in November. Additionally, during the quarter, a new Sincere Fine Watches store was opened in Vivocity, Singapore as well as a Franck Muller boutique in Ocean Terminal Mall, Hong Kong.

Other than the above, other expenses remained generally stable for the quarter.

During the quarter, the group recorded a gain on deemed disposal of subsidiary of S\$465,000 arising from the disposal of its 100% shareholding in its Taiwan subsidiary, Sincere Watch Co. Ltd., to its 75% owned subsidiary, Sincere Watch (Hong Kong) Limited ("SWHK") (Refer to SGXnet announcement dated 3 October 2006).

Although net profit after tax was S\$5.8 million against Q3/FY06's S\$16.2 million, this comparative decrease was mainly due to a one-off exceptional gain of S\$10.6 million that resulted from the dilution of interest in the group's subsidiary, SWHK, when it listed on the Hong Kong Stock Exchange in October 2005.

For the nine months ending December 2006, group revenue was S\$263.8 million, up 16.5% from S\$226.4 million recorded in the previous corresponding period. For the same comparative periods, the group registered an unrealised foreign exchange loss of S\$2.3 million against an unrealised foreign exchange gain of S\$4.9 million respectively. [See Page 2, items 1(a)(1) & (2)]. Had it not been for this and excluding the one-off gains arising from the listing of the Hong Kong subsidiary in 2005 and the gain on deemed disposal of the Taiwan subsidiary as above in October 2006, the net profit after tax would have grown by 41% for the comparative nine months period. [For an explanation of unrealised foreign exchange gain or loss, see box below].

The group's financial position remained strong and in a net cash position at the end of Q3/FY07. However, as the third quarter was the usual peak season for the retail industry, inventories, trade receivables and payables rose.

Unrealised foreign exchange gains/losses at the balance sheet date were due to the application of Financial Reporting Standards FRS 21 "The Effects of Changes in Foreign Exchange Rates" where, in the group's case, trade payables denominated in foreign currencies were translated at the foreign exchange rates prevailing at the balance sheet date and any differences in valuation were then recognised and recorded in the income statement as unrealised gains or losses. As these gains or losses are non-cash items, they are deducted out (for gains) or added back (for losses) to profit in cash flow statement preparation. [See Page 5, item 1(c)].

Interim Dividend

The Company had obtained approval from the shareholders of the Company for the Sincere Watch Limited Scrip Dividend Scheme ("the Scheme") at the extraordinary general meeting held on 8 January 2007. The details of the Scheme were previously reported via SGXnet on 8 January 2007.

The Company is pleased to declare an interim dividend of 9 cents per share less 20% tax on the ordinary shares of the Company and that the Scheme will apply to this interim dividend. The details will be reported via SGXnet via a separate announcement.

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

The Group's third quarter results are consistent with the Commentary issued in the announcement of its results for the previous quarter.

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 group will continue its efforts to maintain its momentum to increase its market share in the region. With increasing affluence, the demand for luxury watches in the region will remain high.

In Singapore, the newly opened multi-brand store in Vivocity is performing to expectation and with the eventual establishment of the Integrated Resort in Sentosa, much will be expected from this store. However, the Sincere Fine Watches store in Suntec City will be closed from February 2007 as the landlord undertakes major renovation.

In Hong Kong, the Franck Muller boutique cum showroom in Central will be expanded in the next quarter. In addition, to capitalize on Macau's vibrant casino development, the group will open a Franck Muller boutique at The Venetian before the end of 2007.

In travel retail, the group has secured a concession to operate its first duty-free retail outlet in the Indira Gandhi International Airport in New Delhi, India. This is the group's maiden foray in the Indian sub-continent and the shop is expected to commence operation towards the end of March 2007.

The group will be profitable in the last quarter of the financial year ending March 2007.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

The Company is pleased to declare an interim dividend of 9 cents per share less 20% tax on the ordinary shares of the Company and that the Sincere Watch Limited Scrip Dividend Scheme will apply to this interim dividend. The details will be reported via SGXnet in a separate announcement.

(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

To be announced at a later date

(d) Books closure date

To be announced at a later date.

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

Please refer to Item 11(a) above.

A final dividend and special dividend of S\$0.01 (10%) and S\$0.0165 (16.5%) respectively per ordinary share less tax of 20% in respect of the year ended 31 March 2006 had been paid on 22 August 2006.

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.**

Not applicable.

- 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.**

Not applicable.

- 15. A breakdown of sales.**

Not applicable.

- 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 (*Refer to Para 16 of Appendix 7.2 for the required details*)

	Latest Full Year (S\$'000)	Previous Full Year (S\$'000)
Ordinary	0	0
Preference	0	0
Total:	0	0


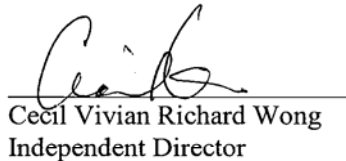
BY ORDER OF THE BOARD

Soh Gim Teik
Company Secretary
06/02/2007

UNAUDITED FINANCIAL STATEMENTS FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2006 : CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(4) OF THE LISTING MANUAL

We, Soh Gim Teik and Cecil Vivian Richard Wong, being two directors of Sincere Watch Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the unaudited consolidated financial results for the third quarter and nine months ended 31 December 2006 to be false or misleading.

On behalf of the Board


Soh Gim Teik
Director
Cecil Vivian Richard Wong
Independent Director

6 February 2007

SINCERE WATCH LIMITED
8 Temasek Boulevard
#23-03 Suntec Tower Three
Singapore 038988
Telephone +65.6737.4592
Facsimile +65.6733.0923
hq@sincere.com.sg
Business Reg No:1977-00967C