

JK YAMING INTERNATIONAL HOLDINGS LTD

Unaudited Third Quarter Financial Statement

PART 1 - 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.

(i) Income Statement for the first three quarters ended 30 September 2007

GROUP	THIRD QUARTER			FIRST NINE MONTHS		
	2007	2006	Increase / (Decrease)	2007	2006	Increase / (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Sales	42,546	32,900	29.3	111,016	93,587	18.6
Cost of sales	(36,523)	(29,081)	25.6	(96,130)	(82,648)	16.3
Gross profit	6,023	3,819	57.7	14,886	10,939	36.1
Other (loss)/gains - miscellaneous (net)	(87)	205	N.M.	249	1,079	(76.9)
Selling, general and administration expense	(3,278)	(2,764)	18.6	(9,779)	(9,506)	2.9
Other expenses - Legal	(442)	(260)	70.0	(894)	(738)	21.1
Finance cost	(824)	(532)	54.9	(1,754)	(1,308)	34.1
Profit before tax	1,392	468	197.4	2,708	466	481.1
Income tax expenses	(302)	(145)	108.3	(693)	(452)	53.3
Profit after tax	1,090	323	237.5	2,015	14	14,293
Attributable to:						
Equity holders of the Company	380	64	493.8	1,129	(328)	N.M.
Minority interests	710	259	174.1	886	342	159.1
	1,090	323	237.5	2,015	14	14,293

(ii) Notes to Income Statement

GROUP	THIRD QUARTER			FIRST NINE MONTHS		
	2007	2006	Increase / (Decrease)	2007	2006	Increase / (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Depreciation and amortisation	1,183	1,270	(6.9)	3,758	3,895	(3.5)
Foreign exchange loss/(gain)	94	226	(58.4)	(947)	393	N.M.
Interest on borrowings	383	304	26.0	1,167	903	29.2
Interest income	(23)	(10)	130.0	(80)	(35)	128.6

N.M.*: 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.

Balance Sheet	Group		Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
	S\$'000	S\$'000	S\$'000	S\$'000
Share capital	40,862	40,862	40,862	40,862
Reserves	12,914	12,147	2,187	2,532
Share capital and reserves	53,776	53,009	43,049	43,394
Minority interests	13,117	12,582	-	-
	66,893	65,591	43,049	43,394
Represented by:-				
Non-Current Assets:				
Investment in subsidiaries	-	-	47,042	47,042
Property, plant and equipment	47,074	47,482	1,609	1,657
Investment properties	7,793	7,317	-	-
Intangible assets	940	676	-	-
	55,807	55,475	48,651	48,699
Current Assets:				
Inventories	31,682	27,436	-	-
Trade receivables	19,883	22,784	-	-
Other receivables	4,432	4,518	1,498	1,973
Amount owing by related parties	15,722	12,373	-	-
Cash and cash equivalents	6,712	7,930	-	162
	78,431	75,041	1,498	2,135
Current Liabilities:				
Trade payables	19,331	17,357	-	-
Other payables	11,584	12,409	714	687
Amount due to related parties	7,485	9,055	-	-
Borrowings	26,177	23,070	4,190	3,837
Current income tax liabilities	572	943	-	-
Payable to directors	-	30	-	-
	65,149	62,864	4,904	4,524
Net Current Assets	13,282	13,032	(3,406)	(2,389)
Non-Current Liabilities:				
Borrowings	2,196	2,916	2,196	2,916
Net Assets	66,893	65,591	43,049	43,394

1(b)(ii) Aggregate amount of group's borrowings and debt securities. Amount repayable in one year or less, or on demand

As at 30/9/2007		As at 31/12/2006	
Secured	Unsecured	Secured	Unsecured
S\$2,684,000	S\$23,493,000	S\$386,000	S\$ 22,684,000

Amount repayable after one year

As at 30/9/2007		As at 31/12/2006	
Secured	Unsecured	Secured	Unsecured
S\$ 2,100,000	S\$ 96,000	S\$ 2,807,000	S\$ 109,000

Details of any collateral

(a) Included in bank loans of the Group are loans by the parent company amounted approximately \$2.78 million, which are secured by mortgages over the Group's freehold property.

(b) Also included in bank loans of the Group is another bank loan in China amounted approximately \$2.0 million, which is secured by a legal mortgage over the office building of a subsidiary.

(c) As at 30 September 2007, the Group provided guarantees of approximately \$60,000 to a corporation in which one of the Company's Directors has an interest. That corporation in return has guaranteed approximately \$5.6 million of the Group's bank borrowings.

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	THIRD QUARTER	
	2007	2006
	S\$'000	S\$'000
Cash flow from operating activities		
Profit before tax and minority interests	1,392	468
Adjustment for non-cash items		
Depreciation of property, plant & equipments	1,163	1,137
Amortisation of intangible assets	20	133
Interest expense	383	304
Interest income	(23)	(10)
Loss on disposal of property, plant and equipment	16	6
Operating cash flow before working capital changes	2,951	2,038
(Increase) / decrease in		
- inventories	(3,845)	301
- trade receivables	2,781	2,125
- other receivables	308	(408)
- amount due from related parties	(7,021)	(205)
- other current assets	1,668	(2,279)
Increase / (decrease) in		
- trade payable	2,743	(2,380)
- other payables	(1,079)	790
- amount due to related parties	2,649	1,612
- payable to directors	-	19
- effect of exchange rate change	69	1,365
Cash generated from operating activities	1,224	2,978
Interest received	23	10
Interest paid	(383)	(304)
Income tax paid	281	(67)
Net cash generated from operating activities	1,145	2,617
Cash flow from investing activities		
Proceeds from sales of property, plant & equipments	-	46
Payment for purchase of non-current assets	(874)	(1,079)
Net cash used in investing activities	(874)	(1,033)

Cash flow from financing activities		
Amount with related parties	-	45
Payment of dividends to minority interest	(16)	-
Proceed from loan and borrowing	(3,354)	7,341
Repayment of borrowing	3,495	(6,110)
Dividend paid during the year	-	-
Net cash provided by financing activities	125	1,276
Net increase in cash and cash equivalents	396	2,860
Effects of exchange rate changes on cash and cash equivalents	25	-
Cash and cash equivalents at beginning of period	6,291	5,904
Cash and cash equivalents at end of period	6,712	8,764

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

GROUP	Group Figures							
	Share Capital	Other Reserve	Revaluation reserves	Non-distributable reserves	Translation adjustment account	Retained earnings	Minority Interest	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 Jan 2006	40,862	6,372	546	1,766	(2,664)	8,786	12,812	68,480
Net loss not recognised in the income statement -Currency translation	-	-	-	-	(36)	-	(680)	(716)
Net profit for the period	-	-	-	-	-	(392)	83	(309)
Total recognised gains for the financial year	-	-	-	-	(36)	(392)	(597)	(1,025)
Transfer from retained profits to statutory reserves	-	-	-	950	-	(950)	-	-
Dividend paid during the period	-	-	-	-	-	(2,435)	(789)	(3,224)
Balance as at 30 Jun 2006	40,862	6,372	546	2,716	(2,700)	5,009	11,426	64,231
Balance as at 1 Jul 2006	40,862	6,372	546	2,724	(2,700)	5,009	11,426	64,239
Net gains not recognised in the income statement -Currency translation	-	-	-	-	479	-	116	595

Net profit for the year	-	-	-	-	-	64	259	323
Total recognised gains for the financial year	-	-	-	-	479	64	375	918
Dividend paid during the period	-	-	-	-	-	-	-	-
Balance as at 30 Sep 2006	40,862	6,372	546	2,724	(2,221)	5,073	11,801	65,157

Balance as at 1 January 2007	40,862	6,372	546	2,716	(5,037)	7,547	12,585	65,591
Foreign currency translation	-	-	-	-	433	-	(381)	52
Net profit for the period	-	-	-	-	-	749	176	925
Total recognised gains for the financial period	-	-	-	-	433	749	(205)	977
Dividend paid during the period	-	-	-	-	-	(1,218)	(56)	(1,274)
Transfer from retained profits to statutory reserves	-	-	-	853	-	(853)	-	-
Balance as at 30 June 2007	40,862	6,372	546	3,569	(4,604)	6,225	12,324	65,294
Balance as at 1 July 2007	40,862	6,372	546	3,569	(4,604)	6,225	12,324	65,294
Foreign currency translation	-	-	-	-	426	-	99	525
Net profit for the period	-	-	-	-	-	380	710	1,090
Total recognised gains for the financial period	-	-	-	-	426	380	809	1,615
Dividend paid during the period	-	-	-	-	-	-	(16)	(16)
Transfer from retained profits to statutory reserves	-	-	-	-	-	-	-	-
Balance as at 30 September 2007	40,862	6,372	546	3,569	(4,178)	6,605	13,117	66,893

COMPANY	Company Figures		
	Share Capital	Retained Profits	Total Equity
	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2006	40,862	4,538	45,400
Dividend paid during the period	-	(2,435)	(2,435)
Net profit for the period	-	1,281	1,281
Balance as at 30 June 2006	40,862	3,384	44,246
Balance as at 1 July 2006	40,862	3,384	44,246
Net loss for the period	-	(423)	(423)
Balance as at 30 September 2006	40,862	2,961	43,823

Balance as at 1 January 2007	40,862	2,532	43,394
Dividend paid during the period	-	(1,218)	(1,218)
Net profit for the period	-	1,493	1,493
Balance as at 30 June 2007	40,862	2,807	43,669

Balance as at 1 July 2007	40,862	2,807	43,669
Net loss for the period	-	(620)	(620)
Balance as at 30 September 2007	40,862	2,187	43,049

Non-distributable reserves represent amounts set aside in compliance with local laws in People's Republic of China ("PRC") where the Group operates. The amounts comprise enterprise expansion fund and general reserve fund.

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.

There was no change in the Company's share capital during the Third quarter ended 30 September 2007.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

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 Group has adopted the same accounting policies and method of computation in the financial statements for the current financial year compared to the audited financial statements for the financial year ended 31 December 2006.

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 period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

GROUP	THIRD QUARTER		FIRST NINE MONTHS	
	2007	2006	2007	2006
(i) Based on the weighted average number of ordinary shares on issue	0.19 cents	0.03 cents	0.56 cents	-0.16 cents
(ii) On a fully diluted basis	N.A.	N.A.	N.A.	N.A.
Weighted average number of ordinary shares on issue applicable to basic earnings per share	202,948,180	202,948,180	202,948,180	202,948,180

* The company does not have any dilutive instruments as at 30 September 2007.

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

GROUP	Group		Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
Net asset value per ordinary share at the end of the financial period	26.5cents	26.1 cents	21.2 cents	21.4 cents

Note:

Net asset value per ordinary share as at 30 September 2007 and 31 December 2006 were calculated based on the number of shares issued as at those dates of 202,948,180 of S\$0.20 per share each.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

3rd Quarter Group Turnover	THIRD QUARTER			
	FY2007	FY2006	Increase / (Decrease)	Increase / (Decrease)
	S\$'000	S\$'000	S\$'000	%
Wire Harness	29,167	21,415	7,752	36
Lightings	11,988	8,740	3,248	37
Semi conductor	1,391	2,745	(1,354)	(49)
	42,546	32,900	9,646	29

THIRD QUARTER

Group revenue for the third quarter ended 30 September 2007 increased by 29% to \$42.5 million as compared to \$32.9 million in the previous corresponding period.

The increase came from two product segments. The electrical lighting products rose 37% from \$8.7 million to \$12.0 million. This was due to the strong demand for induction lamp and HID electronic ballast in the 3rd quarter 2007. The revenue for wire harness products surged 36% from \$21.4 million to \$29.2 million resulted from the new orders placed by customer in the 3rd quarter.

Gross margin improved from 11.6% to 14.2% contributed from sales of higher margin electrical lighting products such as induction lamp, HID electronic ballast and the aluminum wire ballast. The gross margin for wire harness products increased from 6% to 9% due to the higher volume of production and sales resulting in lower unit cost. The compensation for the increased in the material cost such as copper, received in the 3rd quarter also contributed to the higher margin.

The Group achieved a profit before tax of \$1,392,000 in the third quarter as compared to \$468,000 in the previous corresponding period attributed to the revenue increase and the higher profit margin. Selling and administration cost increased by 18.6% due to higher distribution expenses in line with the revenue increase whereas legal cost increased from \$260,000 to \$442,000. Finance cost increased to \$824,000 from \$532,000 was in line with the increased bank borrowings from \$26.0 million to \$28.3 million as at 30 September 2007.

9 Months Group Turnover	FIRST NINE MONTHS			
	FY2007	FY2006	Increase / (Decrease)	Increase / (Decrease)
	S\$'000	S\$'000	S\$'000	%
Wire Harness	67,746	56,765	10,981	19
Lightings	39,976	33,429	6,547	20
Semi conductor	3,293	3,393	(100)	(3)
	111,015	93,587	17,428	19

FIRST NINE MONTHS

Group revenue for the nine months of 2007 increased by 18.6% to \$111.0 million from \$93.6 million in the previous corresponding period. The increase came from the two main core products wire harness and the electrical lighting products.

Revenue of wire harness products increased by 19% from \$56.8 million to \$67.7 million and the electrical lighting products increased by 20% from \$33.4 million to \$40.0 million.

Gross margin for the nine months improved from 11.7% to 13.4%. The improvement came from the increase sales in the electrical lighting products such as the induction lamp, HID electronic ballast and the low cost aluminum ballast where the margin of these products are higher than the other traditional lighting products. Revenue from the sales of induction lamp has surged to \$4.3 million in the nine months of 2007 compared to \$353,600 in the previous corresponding period.

Gross margin for wire harness improved in the 3rd quarter as compared with the first six months of 2007 after the increased order and compensation for material cost by our Japanese customer in the 3rd quarter 2007. The gross margin for the nine months of 2007 was the same with the corresponding nine months of 2006.

Group profit before tax increased by 481% from \$466,000 to \$2.7 million. The main driver was the improved sales of higher margin electrical products such as induction lamp and HID electronic ballast with strong growth in the first nine months of 2007. The other reason for the increase was due to the 19% increase sales from the wire harness product after new order was confirmed in the 3rd quarter 2007. Selling and Administration cost was marginally higher by 2.9% whereas the legal cost increased by 21.1% from \$738,000 to \$894,000. The increase in interest expenses was in line with the increase in bank borrowings from \$26.0 million to \$28.3 million.

Total current assets increased by \$3.4 million attributed to increase in inventories of \$4.2 million, increase in amount owing by related parties of \$3.3 million resulted from higher wire harness sales and the reduction in trade receivables of \$2.9 million

Total current liabilities increased by \$2.3 million mainly due to the increase in bank borrowings from \$23.0 million to \$26.2 million and the increase in payables from \$17.4 million to \$19.3 million.

Total long term loan has been reduced from \$2.9 million to \$2.2 million.

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

Not applicable.

10. A commentary at the date of the announcement of the 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 ongoing global measures in the promotion of energy saving and environmentally friendly products, our lighting products such as induction lamp and HID electronic ballast have achieved new sales records in the first nine months of 2007. Sales of induction lamp had improved more than 10 times compared to the same period in 2006. Similarly, the demand for aluminum wire ballast remain strong as consumers accepted the switching from the copper wire ballast to the aluminum wire ballast. The above recent changes will be positive to the group future growth as the average cost of production will be lowered and thereby improving the bottom line. The wire harness business had turned around in the 3rd quarter with strong revenue growth and higher margin resulted from the increased demand from our major Japanese customer.

The Group will maintain strong focus to achieve bigger market share in:

- (a) Increase sales of induction lamp and HID electronic ballast
- (b) increase sales of aluminum wire ballast vis - a - vis the conventional copper wire ballast
- (c) maintain steady growth from wire harness products.

Going forward, the Group will seek opportunities in joint co-operation and synergy with multinational companies or business partners in expanding our production facilities and to be able to meet the increasing demand and thereby achieving higher market share and higher growth.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No

Name of Dividend: -
Dividend Type: -
Dividend Rate: -
Par Value of Share: -
Tax Rate: -

(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

The date payable for the dividend will be

Not applicable

(d) Books closure date

Not applicable

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

Not applicable.

13. Interested Person Transactions for the Period Ended 30 September 2007.

Aggregate value of all transactions conducted under a shareholders' mandate approved at the AGM on 25 April 2007 pursuant to Rule 920 of the SGX-ST Listing Manual.

	2007	2006
	S\$ '000	S\$ '000
Juan Kuang Holdings Sdn Bhd	335	520
Juan Kuang Pte Ltd	122	180

CONFIRMATION BY THE BOARD

We, Ang Chiong Chai and Tan Boon Kiat being two executive directors of JK Yaming International Holdings Limited do hereby confirm on behalf of the Board that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the third quarter 2007 financial results to be false or misleading.

On behalf of the directors

Ang Chiong Chai
Executive Chairman

Tan Boon Kiat
Executive Director

06/11/2007