



KING WAN CORPORATION LIMITED

Full Year Financial Statement And Dividend Announcement

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

**KING WAN CORPORATION LIMITED
CONSOLIDATED PROFIT & LOSS STATEMENT
FINANCIAL YEAR ENDED 31ST MARCH 2007**

| | Note | 31.3.2007 | 31.3.2006 | Increase/ (Decrease) |
|---|------|------------------|----------------|-------------------------|
| | | S\$ | S\$ | |
| Revenue | | 35,808,071 | 37,983,447 | -6% |
| Cost of Sales | | (31,622,031) | (32,236,030) | -2% |
| Gross Profit | | 4,186,040 | 5,747,417 | -27% |
| Other Operating Income | | | | |
| Dividend Income | | 6,113 | 899 | 580% |
| Exchange Gain | | 5,549 | 3,523 | 58% |
| Fair Value adjustment of Investments held for Trading | 1 | 227,903 | (36,328) | 727% |
| Gain on Disposal of Plant & Equipment | | 28,669 | 44,061 | -35% |
| Interest Income | | 32,157 | 80,157 | -60% |
| Management Fees | | 60,000 | 60,000 | 0% |
| Rental Income | | 722,502 | 742,495 | -3% |
| Sundry Income | 2 | 171,955 | 28,500 | 503% |
| | | 1,254,848 | 923,307 | 36% |
| Administrative Expenses | | (5,214,136) | (5,302,694) | -2% |
| Distribution Costs | 3 | (114,073) | (207,495) | -45% |
| Finance Costs | 4 | (348,262) | (257,941) | 35% |
| Goodwill Written Off | | - | (71,056) | -100% |
| Share of Associates' Results | 5 | 1,264,733 | 14,503 | 8620% |
| Profit Before Income Tax | | 1,029,150 | 846,041 | 22% |
| Income Tax Credit / (Expense) | 6 | 155,081 | (426,926) | -136% |
| Profit For The Year | | 1,184,231 | 419,115 | 183% |

Note 1 The bullish sentiments in the Singapore stock market has caused the market value of quoted investments held by the Group to appreciate.

Note 2 There were sale of scrap materials during the year.

Note 3 Due to the re-organization of business activities for the paint business in China, distribution costs had been reduced.

Note 4 There was an increase in the utilization of banking facilities to finance both working capital requirements and expansion of the Group's business activities.

Note 5 Contributions from the Group's property development associates had improved due to the successful launch and sale of their ongoing developments. Contributions from Cables International (Group's 30% associate) also improved on its previous year's performance.

Note 6 Income tax for prior years of assessment that were deemed no longer necessary was written back in the current year.

Included in profit for the year are the following:

| | | 31.3.2007 | 31.3.2006 |
|--|--|------------------|------------------|
| | | S\$ | S\$ |
| (Writeback) / Allowance for Doubtful Trade Receivables | | (77,221) | 20,579 |
| Write off of Trade and Other Receivables | | - | 47,297 |
| Depreciation and Amortisation | | 1,115,595 | 1,141,642 |
| Allowance (Write-back) for Inventories | | 42,096 | (32,286) |
| Adjustment for (over) / under provision of tax in respect of prior years | | (310,081) | 15,926 |

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

**KING WAN CORPORATION LIMITED
CONSOLIDATED BALANCE SHEET
FINANCIAL YEAR ENDED 31ST MARCH 2007**

| | 31.3.2007 | 31.3.2006 |
|--|-------------------|-------------------|
| | S\$ | S\$ |
| <u>ASSETS</u> | | |
| Current Assets: | | |
| Cash | 1,444,070 | 1,266,872 |
| Trade Receivables | 9,863,125 | 10,106,086 |
| Due from Associates (NonTrade) | 5,184,435 | 4,469,790 |
| Other Receivables and Prepaid Expenses | 220,596 | 215,449 |
| Construction WIP | 8,063,662 | 7,759,332 |
| Inventories | 2,107,209 | 1,849,524 |
| Investments Held for Trading | 186,164 | 145,262 |
| Total Current Assets | 27,069,261 | 25,812,315 |
| Non-Current Assets | | |
| Property, plant and equipment | 6,381,037 | 6,464,825 |
| Investment property | 7,764,446 | 8,224,684 |
| Investments in Associates | 17,548,158 | 16,429,225 |
| Total Non-Current Assets | 31,693,641 | 31,118,734 |
| Total Assets | 58,762,902 | 56,931,049 |
| <u>LIABILITIES AND EQUITY</u> | | |
| Current Liabilities | | |
| Bank Overdrafts | 2,908,391 | 3,052,601 |
| Term Loan | 2,588,000 | 945,505 |
| Trade Payables | 9,080,063 | 8,266,065 |
| Other Payables | 694,874 | 827,492 |
| Due to Related Party (Trade) | 355,738 | 224,284 |
| Due to Related Party (Non Trade) | 3,600 | 3,600 |
| Due to Associates (Trade) | 1,504 | 1,504 |
| Due to Associates (Non Trade) | 43,395 | 25,260 |
| Construction WIP | 108,198 | 877,779 |
| Income Tax Payable | 222,075 | 807,742 |
| Current Portion of Finance Leases | 56,503 | 59,836 |
| Total Current Liabilities | 16,062,341 | 15,091,668 |
| Non-Current Liabilities | | |
| Long-Term Portion of Finance Leases | 85,165 | 141,668 |
| Deferred Taxation | 20,000 | 0 |
| Total Non-Current Liabilities | 105,165 | 141,668 |
| Capital and Reserve | | |
| Issued Capital | 40,089,296 | 40,089,296 |
| Accumulated Profits | 2,711,006 | 1,770,658 |
| Exchange Reserves | (204,906) | (162,241) |
| Total Equity | 42,595,396 | 41,697,713 |
| Total Liabilities and Equity | 58,762,902 | 56,931,049 |

KING WAN CORPORATION LIMITED
COMPANY'S BALANCE SHEET
FINANCIAL YEAR ENDED 31ST MARCH 2007

| | 31.3.2007 | 31.3.2006 |
|--|-------------------|-------------------|
| | S\$ | S\$ |
| <u>ASSETS</u> | | |
| Current Assets: | | |
| Cash | 237,619 | 177,742 |
| Due from Subsidiaries | 14,460,627 | 14,572,855 |
| Due from Associated Co (Non-Trade) | 22,289 | 50,453 |
| Other Receivables And Prepaid Expenses | 11,024 | 6,966 |
| Total Current Assets | 14,731,559 | 14,808,016 |
| Non-current assets: | | |
| Interest in Subsidiaries | 17,730,189 | 17,730,189 |
| Investment in Associates | 10,441,334 | 10,441,334 |
| Total Current Assets | 28,171,523 | 28,171,523 |
| | | |
| Total Assets | 42,903,082 | 42,979,539 |
| <u>LIABILITIES & EQUITY</u> | | |
| Current liabilities: | | |
| Other Payables | 128,692 | 171,114 |
| Total Current Liabilities | 128,692 | 171,114 |
| Capital and Reserves: | | |
| Issued capital | 40,089,296 | 40,089,296 |
| Accumulated Profits | 2,685,094 | 2,719,129 |
| | 42,774,390 | 42,808,425 |
| | | |
| Total liabilities and equity | 42,903,082 | 42,979,539 |

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

Amount repayable in one year or less, or on demand

| As at 31/03/2007 | | As at 31/03/2006 | |
|------------------|-------------|------------------|-------------|
| Secured | Unsecured | Secured | Unsecured |
| \$56,503 | \$8,741,372 | \$59,836 | \$6,081,228 |

Amount repayable after one year

| As at 31/3/2007 | | As at 31/3/2006 | |
|-----------------|-----------|-----------------|-----------|
| Secured | Unsecured | Secured | Unsecured |
| \$85,165 | 0 | \$141,668 | 0 |

Details of any collateral

Secured liabilities refer to assets purchased under finance lease agreements.

Unsecured liabilities refer to banking facilities guaranteed by the Company.

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

**KING WAN CORPORATION LIMITED
CASHFLOWS STATEMENTS**

| | Note | 1.4.2006 to 31.3.2007 S\$ | 1.4.2005 to 31.3.2006 S\$ |
|--|------|---------------------------------|---------------------------------|
| CASH FLOWS USED IN OPERATING ACTIVITIES | | | |
| <i>Net Income before tax</i> | | 1,029,150 | 846,041 |
| Adjustments for | | | |
| (Write back)/Allowance for Doubtful Trade Receivables | | (77,221) | 20,579 |
| Allowance / (Write back) of Inventories | | 42,096 | (32,286) |
| Change in fair value of investments held-for-trading | | (227,903) | 36,328 |
| Depreciation | | 1,110,237 | 1,136,082 |
| Amortisation of Land Use Rights | | 5,358 | 5,560 |
| Dividend Income | | (6,113) | (899) |
| Gain on sale of Plant and Equipments | | (28,669) | (44,061) |
| Goodwill Written Off | | - | 71,056 |
| Interest Expense | | 348,262 | 257,941 |
| Interest Income | | (32,157) | (80,157) |
| Share of Associates' Results | | (1,264,733) | (14,503) |
| Write-off of Trade and Other Receivables | | - | 47,297 |
| Operating profit before working capital changes | | 898,307 | 2,248,978 |
| Construction Work-in-Progress | | (1,070,276) | 1,255,567 |
| Inventories | | (315,541) | 233,938 |
| Other Payables | | (112,830) | 22,224 |
| Other Receivables & Prepayments | | (5,579) | 243,256 |
| Trade Payables | | 947,114 | 1,554,487 |
| Trade Receivables | | 240,753 | (2,749,066) |

| | | |
|--|---------------|-------------|
| Cash generated from operations | 581,948 | 2,809,384 |
| Income Tax Paid | (410,586) | (135,322) |
| Interest Paid | (348,262) | (257,941) |
| Interest Received | 32,157 | 80,157 |
| Net cash (used in) / from operating activities | (144,743) | 2,496,278 |
| CASH FLOWS USED IN INVESTING ACTIVITIES | | |
| Acquisition of Interest in Associates | - | (567,800) |
| Acquisition of Quoted Investments | - | (21,000) |
| Advances to Associates | (714,645) | (4,401,619) |
| Dividends Received from Held for Trading Investments | 6,113 | 899 |
| Dividends Received from Associates | 145,800 | - |
| Proceeds from the Disposal of Property, Plant and Equipment | 44,709 | 90,466 |
| Proceeds from the Disposal of Quoted Investments | 255,000 | 27,960 |
| Purchase of Property, Plant and Equipment | (624,343) | (426,376) |
| Net cash used in investing activities | (887,366) | (5,297,470) |
| CASH FLOWS FROM/ (USED IN) FINANCING ACTIVITIES | | |
| Expenses incurred to raise capital | - | (8,000) |
| Payment of dividends | (243,883) | (487,765) |
| Repayment of Finance Leases | (59,836) | (82,154) |
| Proceeds / (Repayment) of Term Loans | 1,670,580 | (726,348) |
| Net cash from/(used in) financing activities | 1,366,861 | (1,304,267) |
| Net effect of exchange rate changes in consolidating a foreign subsidiary | (13,343) | 2,537 |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | 321,409 | (4,102,922) |
| CASH AND CASH EQUIVALENTS BEGINNING OF YEAR | (1,785,730) | 2,317,192 |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | a (1,464,321) | (1,785,730) |

Note a

Cash and cash equivalents consist of cash, bank balances and fixed deposits, less bank overdrafts as follows:

| | | 31.3.2007 | 31.3.2006 |
|------------------------|--|------------------|------------------|
| | | S\$ | S\$ |
| Cash and Bank Balances | | 1,150,070 | 724,889 |
| Fixed Deposits | | 294,000 | 541,983 |
| Bank Overdrafts | | (2,908,391) | (3,052,602) |
| Net | | (1,464,321) | (1,785,730) |

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

KING WAN CORPORATION LIMITED
STATEMENT OF CHANGES IN EQUITY

| Description | Company | | Group | |
|---|------------|-------------|------------|-------------|
| | 2007 | 2006 | 2007 | 2006 |
| | S\$ | S\$ | S\$ | S\$ |
| ISSUED CAPITAL | | | | |
| Balance at the beginning of the year | 40,089,296 | 32,517,687 | 40,089,296 | 32,517,687 |
| Adjustment arising from abolition of par value of shares (note i) | - | 7,571,609 | - | 7,571,609 |
| Balance at the end of the year | 40,089,296 | 40,089,296 | 40,089,296 | 40,089,296 |
| SHARE PREMIUM | | | | |
| Balance at the beginning of the year | - | 7,579,609 | - | 7,579,609 |
| Share issue expenses | - | (8,000) | - | (8,000) |
| Adjustment arising from abolition of par value of shares (note i) | - | (7,571,609) | - | (7,571,609) |
| Balance at the end of the year | - | - | - | - |
| ACCUMULATED PROFITS | | | | |
| Balance at the beginning of the year | 2,719,129 | 2,746,005 | 1,770,658 | 1,839,308 |
| Profit after income tax | 209,848 | 460,889 | 1,184,231 | 419,115 |
| Dividends Paid | (243,883) | (487,765) | (243,883) | (487,765) |
| Balance at the end of the year | 2,685,094 | 2,719,129 | 2,711,006 | 1,770,658 |
| EXCHANGE TRANSLATION RESERVE | | | | |
| Balance at the beginning of the year | - | - | (162,241) | (178,292) |
| Arising during the year | - | - | (42,665) | 16,051 |
| Balance at the end of the year | - | - | (204,906) | (162,241) |

Note (i)

As a result of the Companies (Amendment) Act 2005, the concept of authorised share capital and par value has been abolished. Any amount standing to the credit of share premium account has been transferred to the company's share capital account in the previous financial year.

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 or 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 year reported on 31 March 2006, there were no changes in the company's share capital. The number of ordinary shares in issue remained at 325,176,870.

As at 31 March 2007, there are no convertibles in issue. (2006: NIL)

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 or reviewed.

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 financial statements have been prepared in compliance with the same accounting policies and methods of computation adopted in the audited financial statements of the last financial year.

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

1) Current period reported on

| | |
|---|--------------------------|
| Earning per ordinary share after deducting any provision for preference dividends | Group Earnings per Share |
| Based on weighted average number of ordinary shares in issue of 325,176,870 | 0.364 cents |
| Based on fully diluted number of ordinary shares in issue of 325,176,870 | 0.364 cents |

2) Immediately preceding financial year

| | |
|---|--------------------------|
| Earning per ordinary share after deducting any provision for preference dividends | Group Earnings per Share |
| Based on weighted average number of ordinary shares in issue of 325,176,870 | 0.129 cents |
| Based on fully diluted number of ordinary shares in issue of 325,176,870 | 0.129 cents |

EPS is calculated by dividing the profit attributable to shareholders of \$1,184,231 (2006 : \$419,115) by

the weighted average number of 325,176,870 (2006 : 325,176,870) shares in issue during the financial year.

On a fully diluted basis, EPS is calculated based on 325,176,870 (2006 : 325,176,870) shares in issue during the financial year.

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

1) Current period reported on

| | Group | Company |
|--|--------------|----------------|
| Net asset value per ordinary share for the year based on existing issued share capital as at 31 March 2007 of 325,176,870 ordinary shares. | 13.10 cents | 13.15 cents |

2) Immediately preceding financial year

| | Group | Company |
|--|--------------|----------------|
| Net asset value per ordinary share for the year based on existing issued share capital as at 31 March 2006 of 325,176,870 ordinary shares of \$0.10 each | 12.82 cents | 13.16 cents |

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

The Group turnover decreased by 6% to S\$35.8 million from S\$38.0 million last year. The **Mechanical and Electrical (M&E)** business accounted for the main decrease in turnover as fewer M&E projects were available for revenue recognition.

Profit before Income Tax

The Group net profit before income tax has improved by 22% from S\$0.85 million to S\$1.03 million due mainly to increased contributions from its property development business. Dalian Shicheng Property Development Co., Ltd (“Dalian Shicheng”) (30% owned associate) and Meadows Bright Development Pte Ltd (“Meadows Bright”)(35% owned associate) both successfully launched and sold their developments in China and Singapore respectively.

Contributions from Cables International (30% owned associate) also turned in an improved performance in the current year.

Earnings Per Share (EPS)

EPS increased from 0.129 cents to 0.364 cents due to a higher net profit after taxation achieved for the current financial year as compared to the last financial year.

Balance Sheet Review

The Group’s equity base improved from S\$41.70 million to S\$42.60 million mainly due to profits of S\$1.18 million for the current year (2006 : S\$0.42 million), and after dividends paid out of S\$243,883 (2006 : S\$487,765). Consequently, net asset value per share increased from 12.82 cents to 13.10 cents per share.

Total current assets increased by 4.9% or from S\$25.8 million to S\$27.1 million. This increase was due mainly to increase in construction work-in-progress balance, advances made to associated company, Meadows Bright, and increase in inventory holding. Non-current assets was higher at S\$31.7 million from S\$31.1 million due to the Group's share of associates' profits during the year, which was offset partially by the decrease in the value of property, plant & equipment due to depreciation.

Current liabilities had increased from S\$15.1 million to S\$16.1 million due to the higher utilization of banking facilities to finance the working capital of the Group's M&E business. Current ratio had reduced slightly from 1.71 to 1.69.

The debt equity ratio increased from 0.15 to 0.19 due mainly to the higher utilization of bank borrowings/ facilities to finance the Group's working capital.

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

No forecast had been issued.

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

Construction Business

Construction demand is expected to grow strongly in the next 12 months and the Group shall capitalize on this momentum.

As at date of this announcement, the Group has approximately S\$61.9 million worth of construction contracts on hand, with completion dates ranging from years 2007 to 2009.

Property Development Business

Meadows Bright launched The Inspira, a 120-unit condominium project situated at Martin Road, Singapore, in September 2006. All units had since been sold.

Dalian Shicheng had also successfully launched the second phase of its "Singapore Garden" project. Close to 100% of the 484 units launched on 1 October 2006 had been sold. More units will be launched in the next 12 months.

Cables International

With the oil and gas sector continuing to remain bullish, the Group expects the positive contribution from this associate to continue into FY2008.

Environment Pulp & Paper Company Ltd ("EPPCO")- Bagasse Pulp Plant in Thailand

Demand for the bagasse pulp produced by the Group's 20%-owned associate had been high. Barring any unforeseen circumstances, EPPCO is expected to contribute positively to the Group's results within the next 12 months.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Yes

| | |
|----------------------------------|--------------------------------|
| Name of Dividend | First & Final |
| Dividend Type | Cash |
| Dividend Amount per Share | 0.075 cents per ordinary share |
| Dividend Rate | N.A |
| Tax Rate | 1 tier 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 | First & Final |
| Dividend Type | Cash |
| Dividend Amount per Share | 0.075 cents per ordinary share |
| Dividend Rate | N.A |
| Tax Rate | 1 tier tax exempt |

(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

N.A

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

Primary reporting format-Business Segments – 2007

| | Plumbing & Sanitary S\$ | Electrical S\$ | Toilet Rental S\$ | Paint S\$ | Others S\$ | Consolidated Total S\$ |
|-----------------------------------|----------------------------|-------------------|----------------------|--------------|---------------|---------------------------|
| Revenue | | | | | | |
| External Sales | 15,966,466 | 17,468,772 | 1,560,912 | 811,921 | 0 | 35,808,071 |
| Segment Results | (2,151,991) | 617,575 | 662,445 | (111,936) | 748,325 | (235,583) |
| Share of Associates Results | | | | | 1,264,733 | 1,264,733 |
| Income Tax Credit | | | | | | 155,081 |
| Profit after Income Tax | | | | | | 1,184,231 |
| Other Information | | | | | | |
| Capital expenditures | 2,497 | 4,995 | 178,412 | 7,691 | 430,748 | 624,343 |
| Depreciation & Amortisation | 6,543 | 13,085 | 49,633 | 49,407 | 1,000,563 | 1,119,231 |
| Allowance for Doubtful Debts | (47,328) | (49,520) | (13,317) | 32,944 | 0 | (77,221) |
| Assets | | | | | | |
| Segment Assets | 10,768,915 | 8,310,088 | 922,342 | 2,057,869 | 18,884,598 | 40,943,812 |
| Investment in Associates | 0 | 0 | 0 | 0 | 17,548,158 | 17,548,158 |
| Unallocated Corporate Assets | 0 | 0 | 0 | 0 | 270,932 | 270,932 |
| Total Assets | 10,768,915 | 8,310,088 | 922,342 | 2,057,869 | 36,703,688 | 58,762,902 |
| Liabilities | | | | | | |
| Segment Liabilities | 3,713,130 | 3,566,654 | 230,452 | 738,865 | 7,789,713 | 16,038,814 |
| Unallocated Corporate Liabilities | 0 | 0 | 0 | 0 | 128,691 | 128,692 |
| Total Liabilities | 3,713,130 | 3,566,654 | 230,452 | 738,865 | 7,918,404 | 16,167,505 |

Primary reporting format-Business Segments - 2006

| | Plumbing & Sanitary S\$ | Electrical S\$ | Toilet Rental S\$ | Paint S\$ | Others S\$ | Consolidated Total S\$ |
|-----------------------------------|----------------------------|-------------------|----------------------|--------------|---------------|---------------------------|
| Revenue | | | | | | |
| External Sales | 12,358,169 | 23,503,537 | 1,442,038 | 679,703 | 0 | 37,983,447 |
| Segment Results | (231,661) | 365,340 | 614,453 | (352,466) | 435,872 | 831,538 |
| Share of Associates Results | | | | | 14,503 | 14,503 |
| Income Tax Expense | | | | | | (426,926) |
| Profit after Income Tax | | | | | | 419,115 |
| Other Information | | | | | | |
| Capital expenditures | 4,049 | 8,097 | 107,399 | 410 | 363,087 | 483,042 |
| Depreciation & Amortisation | 6,543 | 13,087 | 45,147 | 51,530 | 1,029,526 | 1,145,833 |
| Allowance for Doubtful Debts | 34,979 | 11,889 | (54,177) | 27,888 | 0 | 20,579 |
| Goodwill Written Off | 0 | 0 | 0 | 0 | 71,056 | 71,056 |
| Assets | | | | | | |
| Segment Assets | 9,558,638 | 8,927,318 | 713,324 | 2,529,114 | 18,538,268 | 40,266,660 |
| Investment in Associates | 0 | 0 | 0 | 0 | 16,429,225 | 16,429,225 |
| Unallocated Corporate Assets | 0 | 0 | 0 | 0 | 235,164 | 235,162 |
| Total Assets | 9,558,638 | 8,927,318 | 713,324 | 2,529,114 | 35,202,655 | 56,931,049 |
| Liabilities | | | | | | |
| Segment Liabilities | 3,177,282 | 6,037,205 | 54,103 | 1,073,896 | 3,911,992 | 14,254,478 |
| Unallocated Corporate Liabilities | 0 | 0 | 0 | 0 | 978,858 | 978,858 |
| Total Liabilities | 3,177,282 | 6,037,205 | 54,103 | 1,073,896 | 4,890,850 | 15,233,336 |

SEGMENTAL REPORTING

Secondary reporting format - Geographical Segments

| | Turnover (S\$) | | Total Assets (S\$) | | Capital Expenditure (S\$) | |
|---------------------------|---------------------|---------------------|---------------------|---------------------|---------------------------|---------------------|
| | Latest 12 months to | Latest 12 months to | Latest 12 months to | Latest 12 months to | Latest 12 months to | Latest 12 months to |
| | 31-Mar-07 | 31-Mar-06 | 31-Mar-07 | 31-Mar-06 | 31-Mar-07 | 31-Mar-06 |
| | S\$ | S\$ | S\$ | S\$ | S\$ | S\$ |
| Singapore | 34,996,150 | 37,303,743 | 56,709,224 | 54,406,974 | 616,652 | 482,632 |
| Peoples Republic of China | 811,921 | 679,703 | 2,053,678 | 2,524,074 | 7,691 | 410 |
| Total | 35,808,071 | 37,983,447 | 58,762,902 | 56,931,049 | 624,343 | 483,042 |

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 | | % increase/ (decrease) |
|--|------------|------------|---------------------------|
| | 2007 | 2006 | |
| | S\$ | S\$ | |
| Sales reported for the first half year | 17,829,502 | 21,921,519 | -19% |
| Operating profit after tax for the first half year | 215,748 | 607,444 | -64% |
| Sales reported for the second half year | 17,978,569 | 16,061,928 | 12% |
| Operating profit / (loss) after tax for the second half year | 968,483 | (188,329) | 614% |

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 2007 | Previous Full Year 2006 |
|-------------------|-----------------------|-------------------------|
| Ordinary | \$243,883 | \$243,883 |
| Preference | 0 | 0 |
| Total: | \$243,883 | \$243,883 |

BY ORDER OF THE BOARD

Lim Bee Lian Eliza
Company Secretary
24 May 2007