



INTER-ROLLER ENGINEERING LIMITED
Company Registration No. 197900230M

UNAUDITED RESULTS FOR THE 9 MONTHS ENDED 30 SEPTEMBER 2007

- 1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

STATEMENT OF PROFIT AND LOSS FOR THE 3RD QUARTER AND 9 MONTHS ENDED 30 SEPTEMBER 2007

	Group			Group		
	3rd Quarter			9 months ended 30 September		
	2007	2006	Change	2007	2006	Change
	\$'000	\$'000	%	\$'000	\$'000	%
Turnover	27,315	44,871	(39.1%)	104,740	122,024	(14.2%)
Net gains from sale of investment properties	-	-	-	12,949	-	n.m.
Investment, interest & other income	24	36	(33.3%)	339	1,146	(70.4%)
Materials, subcontract & other direct cost	(17,724)	(26,480)	(33.1%)	(64,280)	(71,733)	(10.4%)
Staff cost	(6,016)	(7,445)	(19.2%)	(20,743)	(21,782)	(4.8%)
Depreciation & amortization expense	(344)	(462)	(25.5%)	(1,092)	(1,168)	(6.5%)
Other operating cost	(2,151)	(1,388)	55.0%	(5,617)	(5,134)	9.4%
Foreign exchange gain/(loss)	1,373	(242)	n.m.	(84)	705	n.m.
Profit from operations	2,477	8,890	(72.1%)	26,212	24,058	9.0%
Finance cost	(119)	(212)	(43.9%)	(454)	(471)	(3.6%)
Profit before taxation	2,358	8,678	(72.8%)	25,758	23,587	9.2%
Taxation	(592)	(825)	(28.2%)	(4,206)	(2,368)	77.6%
Profit after taxation	1,766	7,853	(77.5%)	21,552	21,219	1.6%

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 SHEETS

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30 Sep 07</u>	<u>31 Dec 06</u>	<u>30 Sep 07</u>	<u>31 Dec 06</u>
	\$'000	\$'000	\$'000	\$'000
SHARE CAPITAL AND RESERVES				
Share capital	37,513	34,447	37,513	34,447
Other reserves	9,087	11,034	8,891	10,835
Retained profits	34,583	23,063	20,681	19,468
	81,183	68,544	67,085	64,750
NON-CURRENT LIABILITIES				
Deferred tax liabilities	153	153	0	0
Hire purchase creditors	319	441	0	0
Bank borrowings	3,800	9,098	0	0
	4,272	9,692	0	0
CURRENT LIABILITIES				
Trade payables	19,720	28,023	17,956	24,224
Other payables	4,230	1,043	181	607
Amounts owing to subsidiary companies		0	10,050	849
Provision for taxation	3,831	5,956	1,369	5,863
Hire purchase creditors	173	191	0	0
Bank borrowings	5,153	13,978	3,000	12,500
Bank Overdraft	2,578	0	2,578	0
	35,685	49,191	35,134	44,043
TOTAL EQUITY AND LIABILITIES	121,140	127,427	102,219	108,793
NON-CURRENT ASSETS				
Property, plant and equipment	24,399	23,102	12,647	11,240
Long-term investments	222	72	212	62
Investment properties	0	12,432	0	0
Subsidiary companies	0	0	9,851	22,415
Other receivables	54	67	54	67
Goodwill on consolidation	2,835	2,835	0	0
Deferred tax assets	372	460	291	390
	27,882	38,968	23,055	34,174
CURRENT ASSETS				
Inventories	5,531	3,398	4,529	1,783
Contract work-in-progress	47,615	37,403	45,225	34,900
Trade receivables	29,616	23,466	25,671	20,561
Other receivables	6,559	4,081	2,809	3,101
Short-term investments	90	90	0	0
Investment property held for sale	0	3,848	0	0
Cash and cash equivalents	3,847	16,173	930	14,274
	93,258	88,459	79,164	74,619
TOTAL ASSETS	121,140	127,427	102,219	108,793

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

Amount repayable in one year or less, or on demand

As at 30/09/2007		As at 31/12/2006	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
2,153	5,578	1,228	12,750

Amount repayable after one year

As at 30/09/2007		As at 31/12/2006	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
3,800	0	9,098	0

	30/09/2007	31/12/2006
	\$'000	\$'000
Total secured borrowings	5,953	10,326
Total unsecured borrowings	5,578	12,750
Total secured and unsecured borrowings	11,531	23,076

Details of any collateral

As at 30 September 2007, the total secured borrowings of \$3.8 million were secured against the Group's factory in Pontian, Malaysia and \$2.1 million taken by two subsidiary companies were secured against parent company guarantee from Inter-Roller Engineering Limited.

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

STATEMENT OF CASH FLOWS FOR THE 9 MONTHS ENDED 30 SEPTEMBER 2006

	Group 3rd Quarter		Group 9 months ended 30 September	
	2007	2006	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES	\$'000	\$'000	\$'000	\$'000
Profit before taxation	1,949	8,678	25,349	23,587
Adjustment for:				
Depreciation of property, plant and equipment	344	462	1,092	1,168
Foreign exchange differences	45	(20)	182	230
Profit on disposal of property, plant and equipment	(22)	-	(10)	-
Profit on sale of investment properties	-	-	(12,949)	-
Share-based payment expense	-	-	374	351
Reclassification of share option reserve to share capital on exercised options	-	-	-	(104)
Unrealized holding gain on financial assets held for trading	-	(11)	-	(14)
Profit on disposal of equity investments	-	-	-	(82)
Dividend income	-	-	(2)	(4)
Interest income	(2)	(12)	(37)	(85)
Interest expense	119	212	454	471
Operating profit before working capital changes	2,433	9,309	14,453	25,518
(Increase)/decrease in trade and other receivables	(8,248)	(2,739)	(8,273)	(16,324)
(Increase)/decrease in inventories and contract work-in-progress	4,425	(3,519)	(12,345)	(7,864)
(Decrease)/ increase in trade and other payables	(2,150)	442	(5,116)	(3,310)
Income tax paid	(1,087)	(113)	(6,360)	(494)
Net cash generated from/(used in) operating activities	(4,627)	3,380	(17,641)	(2,474)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sale of quoted equity investments	-	-	-	556
Proceeds from sale of property, plant and equipment	482	-	622	-
Proceeds from sale of investment properties	-	-	29,226	-
Purchase of property, plant and equipment	(1,293)	(556)	(2,999)	(3,739)
Purchase of long term investment	-	-	(150)	-
Purchase of investment properties	-	121	-	(16,548)
Interest income	2	12	37	85
Dividend received	-	-	2	4
Net cash (used in)/generated from investing activities	(809)	(423)	26,738	(19,642)
CASH FLOWS FROM FINANCING ACTIVITIES				
Net proceeds from issue of shares	81	32	2,356	549
Proceeds from bank borrowings	5,165	1,652	5,165	20,028
Repayment of bank borrowings	-	-	(16,710)	-
Dividends paid	(3,329)	(4,895)	(11,640)	(15,587)
Interest paid	(119)	(212)	(454)	(471)
Receipt from/(payment to) hire purchase creditors	(68)	177	(140)	177
Net cash (used in)/generated from financing activities	1,730	(3,246)	(21,423)	4,696
Net (decrease)/increase in cash and cash equivalents	(3,706)	(289)	(12,326)	(17,420)
Cash and cash equivalents at beginning of period	7,553	3,012	16,173	20,143
Cash and cash equivalents at end of period	3,847	2,723	3,847	2,723

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

STATEMENT OF CHANGES IN EQUITY

THE GROUP (\$'000)	Share Capital	Share Premium	Revaluation Reserve	Share Option Reserve	Exchange Fluctuation Reserve	Statutory Reserve	Dividend Reserve	Retained Profits	Total
Balance at 1 Jan 2007	34,447	0	5,673	780	(423)	67	4,937	23,063	68,544
Share option expense for 2007				374					374
Issue of shares – options exercised	2,356								2,356
Transfer of share option reserve to share capital on options exercised	710			(710)					0
Exchange difference arising from translation of investment in foreign subsidiary companies not recognized in income statement			3		(6)				(3)
2006 fourth quarter interim one-tier tax-exempt dividend of 1.5 cents per share paid							(4,937)	(47)	(4,984)
2007 first quarter interim one-tier tax-exempt dividend of 1 cent per share proposed							3,320	(3,320)	-
2007 first quarter interim one-tier tax-exempt dividend of 1 cent per share paid							(3,320)	(7)	(3,327)
2007 second quarter interim one-tier tax-exempt dividend of 1 cent per share proposed							3,327	(3,327)	-
2007 second quarter interim one-tier tax-exempt dividend of 1 cent per share paid							(3,327)	(2)	(3,329)
2007 third quarter interim one-tier tax-exempt dividend of 1 cent per share proposed							3,329	(3,329)	-
Net profit for the period								21,552	21,552
As at 30 Sep 2007	37,513	0	5,676	444	(429)	67	3,329	34,583	81,183

THE GROUP (\$'000)	Share Capital	Share Premium	Revaluation Reserve	Share Option Reserve	Exchange Fluctuation Reserve	Statutory Reserve	Dividend Reserve	Retained Profits	Total
Balance at 1 Jan 2006	32,732	1,119	6,713	113	(271)	67	8,183	14,687	63,343
Share option expense for 2006				351					351
Issue of shares – options exercised	444								444
Option expense transferred to share premium account – options exercised	104			(104)					0
Transfer of share premium to share capital following amendments to the Companies Act	1,119	(1,119)							0
Exchange difference arising from translation of investment in foreign subsidiary not recognized in income statement			(13)		69	(2)			54
2005 second and final tax exempt dividend of 5.0 cents less tax paid							(8,183)	(41)	(8,224)
2006 first quarter one-tier tax exempt dividend of 1.5 cents net per share paid								(2,467)	(2,467)
2006 second quarter one-tier tax exempt dividend of 1.5 cents net per share paid								(4,937)	(4,937)
2006 third quarter one-tier tax exempt dividend of 1.5 cents net per share proposed							4,937	(4,937)	0
Net profit for the period								21,219	21,219
As at 30 Sep 2006	34,399	0	6,700	360	(202)	65	4,937	23,524	69,783

THE COMPANY (\$'000)	Share Capital	Share Premium	Revaluation Reserve	Share option Reserve	Dividend Reserve	Retained Profits	Total
Balance at 1 Jan 2007	34,447	-	5,118	780	4,937	19,468	64,750
Share option expense for 2007				374			374
Issue of shares – options exercised	2,356						2,356
Transfer of share option reserve to share capital on options exercised	710			(710)			-
2006 fourth quarter one-tier tax-exempt interim dividend of 1.5 cents per share paid					(4,937)	(47)	(4,984)
2007 first quarter interim one-tier tax-exempt dividend of 1 cent per share proposed					3,320	(3,320)	-
2007 first quarter one-tier tax-exempt interim dividend of 1 cents per share paid					(3,320)	(7)	(3,327)
2007 second quarter interim one-tier tax-exempt dividend of 1 cent per share proposed					3,327	(3,327)	-
2007 second quarter interim one-tier tax-exempt dividend of 1 cents per share paid					(3,327)	(2)	(3,329)
2007 third quarter one-tier tax-exempt dividend of 1 cents per share proposed					3,329	(3,329)	-
Net profit for the period						11,245	11,245
As at 30 Sep 2007	37,513	-	5,118	444	3,329	20,681	67,085

THE COMPANY (\$'000)	Share Capital	Share Premium	Revaluation Reserve	Share Option Reserve	Dividend Reserve	Retained Profits	Total
Balance at 1 Jan 2006	32,732	1,119	6,149	113	8,183	11,781	60,077
Share option expense for 2006				351			351
Issue of shares – options exercised	444						444
Option expense transferred to share premium account – options exercised	104			(104)			0
Transfer of Share Premium to Share Capital following amendments to the Companies Act	1,119	(1,119)					0
2005 second and final dividend of 5.0 cents less tax paid					(8,183)	(41)	(8,224)
2006 first quarter one-tier tax exempt dividend of 1.5 cents per share paid						(2,467)	(2,467)
2006 second quarter one-tier tax exempt dividend of 1.5 cents per share paid						(4,937)	(4,937)
2006 third quarter one-tier tax exempt dividend of 1.5 cents per share paid					4,937	(4,937)	0
Net profit for the period						20,098	20,098
As at 30 Sep 2006	34,399	0	6,149	360	4,937	19,497	65,342

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

During the 3rd quarter of the year, the Company issued and allotted 110,000 ordinary shares pursuant to the exercise of share options granted to the Executives under the Inter-Roller Executives' Share Option Scheme. The shares so allotted ranked pari passu in all respects with the existing issued ordinary shares in the capital of the Company. The exercise price was \$0.735 per share.

As at 30 September 2007, total share options outstanding amounted to 3,075,000 unissued ordinary shares. The exercise price of these unissued shares ranged from \$0.255 to \$0.89 per share and the average exercise price was \$0.794 per share.

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

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

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements as at 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**

EARNINGS PER ORDINARY SHARE (EPS)

	Nine months ended 30 September	
	2007	2006
EPS for the period based on net profit attributable to Shareholders		
(i) a. Based on weighted average number of ordinary shares in issue	6.49 cents	6.45 cents
b. Weighted average number of ordinary shares in issue after share split	331,887,869	328,890,663
(ii) a. On a fully diluted basis and based on weighted average number of ordinary shares in issue after share split	6.47 cents	6.43 cents
b. Weighted average number of ordinary shares in issue during the period adjusted to assume conversion of all potential dilutive ordinary shares	333,137,869	330,241,006
(iii) a. Based on the number of shares in issue of 332,807,796 as at 30 September 2007 (329,101,796 as at 30 September 2006)	6.48 cents	6.45 cents

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**

NET ASSET VALUE PER SHARE

Group	30/09/2007	31/12/2006
Net asset value per ordinary share based on issued share capital of 332,807,796 shares (31/12/2006: 329,101,796 shares) at end of the financial period/year	24.4 cents	20.8 cents

Company	30/09/2007	31/12/2006
Net asset value per ordinary share based on issued share capital of 332,807,796 shares (31/12/2006: 329,101,796 shares) at end of the financial period/year	20.2 cents	19.7 cents

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 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. Any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Turnover

In our second quarter results announcement dated 7 August 2007, we mentioned that the delay in securing projects in 2007 would have an impact on the turnover of the Group in the third and fourth quarters this year. These projects when secured will contribute more to the Group's result in 2008 onwards. Third quarter 2007 turnover of \$27.3 million was 39% lower than \$44.9 million for the corresponding period in 2006. For the nine months ended 30 September 2007, the Group's turnover decreased by 14% to \$104.7 million compared with \$122.0 million for the same period in 2006.

Turnover - \$000	Q1	Q2	Q3	YTD
2007	38,340	39,085	27,315	104,740
2006	30,568	46,585	44,871	122,024
% Growth	25.4%	(16.1%)	(39.1%)	(14.2%)

For the first nine months of 2007, approximately 91% of the Group's turnover came from outside of Singapore compared with 89% for the corresponding period in the previous year. Turnover from China was the highest, accounting for 51% (9 months 2006: 45%) of the Group's turnover. Middle East ranked second contributing 21% (9 months 2006: 27%) to the Group's turnover. During this period, airport logistics business accounted for 96.4% of the Group's business.

Turnover - \$000	YTD 3Q2007		YTD 3Q2006	
Singapore	9,433	9%	13,882	11%
Other ASEAN countries	10,956	10%	14,283	12%
China	53,331	51%	55,369	45%
India	4,375	4%	-	-
Middle East	22,358	21%	33,074	27%
Americans	1,029	1%	2,545	2%
Europe	3,258	3%	2,871	2%
Total	104,740		122,024	100%

Net Gains from Sale of Investment Properties

The sale of the Group's investment properties at the Octagon Building and Suntec Tower One in the second quarter this year had yielded a net gain of \$12.95 million.

Investment, Interest, Rental & Other Income

As a result of sale of investment properties and cessation of rental income, the other operating income declined by 70.4% for the nine months ended 30 September 2007.

Other Operating Costs

The increase in other operating cost is due mainly to the inclusion of research and development cost (YTD 9/07: \$374,000, YTD 9/06: \$Nil), higher marketing expense and land rental paid for the new site where the Company is currently constructing its new factory.

Foreign Exchange Gain/(Loss)

As at 30 September 2007, the group has total foreign currency exposure of S\$91.5 million equivalent, of which we have hedged S\$78.7 million or 86% of our exposure. Arising from our hedging positions and declining US dollar against Singapore dollar, the Group reported a mark-to-market exchange gain of \$0.85 million as at 30 September 2007 as a result of fair value accounting required under Financial Reporting Standard 39 ("FRS 39"). The mark-to-market gain/loss did and will continue to distort our results. As at 31 December 2006, the Group recorded a mark-to-market gain of S\$2.75 million, which was meant to hedge our revenue in 2007, thus reducing our profit this year.

Net Profit Before Tax

Net profit before tax for the first nine months of 2007 increased by 9.2% to \$25.8 million compared with \$23.6 million for the same period in the previous year. Income tax increased by 77.6% to \$4.2 million from \$2.4 million for the same period in the previous year. The effective tax rate for the Group is 16.3% compared to 10.0% for the previous corresponding period. The higher corporate tax in 2007 is because a significant part of the net profit before tax arose from the Group's net gain from sale of investment properties for which taxation is computed based on the prevailing corporate tax rate of 18% in Singapore.

\$'000	YTD 3Q2007	YTD 3Q2006	Change %
Net profit before tax	25,758	23,587	9.2%
Taxation	4,206	2,368	77.6%
Effective tax rate	16.3%	10.0%	6.6%

Net Profit After Tax

For the nine months ended 30 September 2007, net profit after tax is about the same as that for the previous year. Excluding the gains from sale of investment properties in the second quarter, net operating profit after tax from its core engineering business has declined by 50.5%. This is due mainly to: (a) lower turnover; (b) lower margins for projects completed during the period as a result of rising costs across the board; and (c) higher development cost, rental and marketing expense.

Net Profit After Tax - \$000	Q1	Q2	Q3	YTD
2007	4,703	15,083	1,766	21,552
2006	4,663	8,703	7,853	21,219
% Growth	0.9%	73.3%	(77.5%)	1.6
Net margin as % of turnover	12.3%	38.6%	6.5%	20.6%

Earnings Per Share

Earnings per share for the first nine months of 2007 was 6.49 cents (9 months 2006: 6.45 cents). The slight reduction in earnings per share is due mainly to the increase in number of shares as a result of share options exercised.

Balance Sheet Review

The net asset value of the Group increased to \$80.8 million at 30 September 2007 from \$68.5 million at 31 December 2006. The Group net asset value per share at 30 September 2007 was 24.4 cents compared with 20.8 cents at 31 December 2006 based on the number of shares in issue at the balance sheet dates.

The Group's gearing ratio improves from 33.6% to 14.2%. Total borrowings as at 30 September

2007 were \$11.5 million compared with \$23.1 million as at 31 December 2006. The Group ended with a cash balance of approximately \$3.8 million compared with \$16.2 million at the beginning of the year. The Group recorded negative cash flow of \$4.6 million from its operating activities in the third quarter. For the first nine months of 2006, net cash used in the operations was \$17.6 million. The net cash used in operations was mainly attributable to the increase in working capital needs.

Trade receivables increased as a result of our billing for advance payment for a big job. We expect it to be paid in the fourth quarter. Trade payables at 30 September 2007 decreased as a result of the lower turnover in third quarter.

Dividends

Directors have declared a one-tier tax-exempt interim dividend of 1 cent per share for the third quarter of 2007. Dividend payable for the third quarter 2007 would amount to \$3.3 million. Together with the one-tier tax-exempt interim dividends of 1 cent per share paid for the first quarter and another 1 cent per share for the second quarter of 2007, total dividends paid and payable for the first nine months of 2007 would amount to \$10 million compared with \$12.3 million paid for the same period in 2006.

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

In the second quarter 2007 results announcement, it was mentioned that the delay in the award of new orders secured would have an impact on the Group's turnover in the third and fourth quarters this year. We have secured a \$58 million job in Doha. Actual work will commence in December 2007. Thus, this new order secured as well as others would contribute more towards the turnover and profitability in 2008 and 2009. Turnover declined from \$39.1 million in second quarter to \$27.3 million in third quarter this year

In our full year 2006 result announcement and subsequent announcements, we mentioned the group is confident that total orders secured in 2007 will be significantly higher than 2006. As at the date of this report, we have secured S\$143 million of new orders this year as compared with S\$56 million for the whole of 2006.

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

As at the date of this report, the Group secured S\$143 million of new orders for the year 2007 compared with \$56 million for the whole of 2006. The remaining order book stood at S\$133 million after accounting for turnover of S\$104.7 million for the nine months ended 30 September 2007. As previously announced, the delay in the award of new orders in 2007 would affect turnover in the third and fourth quarter of 2007. New orders secured in the second half of 2007 will contribute to the Group's turnover in 2008 onwards.

The Group has bid for a number of projects in different parts of the world and it is still busy preparing for new bids. Some of these projects are promising and the Group is confident that it would secure more jobs in the coming months. The Group believes that there could be a potential risk of inflation across the board owing to high oil prices. As a result, we do not wish to compete on lower margin as this would have a long term impact on our profitability.

The Group would like to compete at a higher level of excellence, both in term of range of products as well as products' functionality to improve our margin. The Group is carrying out more research and development to improve the existing range of products and solutions, both hardware and software to improve our competitive position. Hence, we expect to incur more research and development expenditure over the next few years.

The market for airport logistics system continues to be promising in various parts of the world. In view of the good track records that the Group has built in Asia and Middle East, we expect to advance our competitive position in these regions. The Group has also been successful in securing a number of small to medium size airport projects in Europe and Americas. We believe we are in a better position now to make inroads in these markets.

11. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend	Interim for Q3 2007
Dividend Type	Cash
Dividend amount per share (in cents)	1 cent net per ordinary share
Tax rate	One-tier tax exempt

Directors have declared a one-tier tax-exempt interim dividend of 1 cent per share for the 3rd quarter of 2007. The dividend declared for the third quarter is \$3.3 million and is based on the number of shares in issue.

The Company paid a one-tier tax-exempt interim dividend of 1 cent per share for the first quarter and another 1 cent per share in the second quarter of 2007 which amounted to \$6.65 million in total. Total interim dividends paid and payable for the 9 months would amount to \$10.0 million compared with \$12.3 million for the same period in the previous year.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Yes.

Name of Dividend	Interim for Q3 2006
Dividend Type	Cash
Dividend amount per share (in cents)	1.5 cent net per ordinary share
Tax rate	One-tier tax exempt

(c) Date payable

7 December 2007

(d) Books closure date

Notice is hereby given that the Share Transfer Book and Register of Members of the Company will be closed on 23 November 2007 (the 'Books Closure Date') to determine members' entitlements to the proposed dividends. Duly completed transfers must be received by the Company's Registrar, KCK Corpserve Pte Ltd, 333 North Bridge Road #08-00 KH KEA Building, Singapore 188721 on or before the close of business at 5.00 pm on 23 November 2007 for entitlement to the proposed third quarter interim dividend. Members whose securities accounts are with The Central Depository (Pte) Ltd ('CDP') will be credited with ordinary shares in the capital of the Company at 5 pm on the Books Closure Date and will be entitled to the interim dividends.

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

Not applicable

13. Negative Assurance

The Board would like to confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors that may render the financial results to be false or misleading.

BY ORDER OF THE BOARD

Amy Lew Hooi Ching
Company Secretary
7 November 2007