

Huan Hsin Holdings Ltd (Company No.: 199509142R)

Full Year Financial Statement And Dividend Announcement For The Year 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**

GROUP INCOME STATEMENTS for the year ended 31 December 2006

	Group		
	2006	2005	Change
	S\$'000	S\$'000	%
Revenue	842,003	660,270	28
Other operating income	8,106	9,445	(14)
Changes in inventories of finished goods and work-in-progress	49	29,379	(100)
Raw material and consumables used	(589,919)	(482,896)	22
Staff costs	(82,335)	(64,742)	27
Depreciation and amortisation	(19,439)	(17,410)	12
Other operating expenses	(114,583)	(103,309)	11
Finance costs	(9,055)	(7,017)	29
Share of results of associates	811	2,137	(62)
Profit before income tax	35,638	25,857	38
Income tax	(5,363)	(4,230)	27
Profit after income tax	30,275	21,627	40
Attributable to:			
Equity holders of the parent	28,863	22,819	26
Minority interests	1,412	(1,192)	(218)
	30,275	21,627	40

Notes:
(I) Revenue

	Group		
	2006	2005	Change
	S\$'000	S\$'000	%
Sale of goods	840,275	659,413	27
Interest income	1,728	857	102
	842,003	660,270	28

(II) Other operating income

	Group		
	2006	2005	Change
	S\$'000	S\$'000	%
Gain on disposal of subsidiary	-	3,865	(100)
Gain on disposal of investment	1,330	-	-
Rental income	1,605	1,622	(1)
Income from processing, sales and assembly of moulds	371	364	2
Sundry income	2,149	922	133
Sales of scrap	2,651	2,672	(1)
Total	8,106	9,445	(14)

(III) Profit after income tax is arrived at after crediting /(charging) the following:

	Group		
	2006	2005	Change
	S\$'000	S\$'000	%
Foreign exchange loss	(1,481)	(1,404)	5
Loss on disposal of plant and equipment	(177)	(178)	(1)
Deemed disposal loss on dilution of shareholding in a subsidiary	(722)	-	-
Fair value loss from investment held for sale	(613)	-	-
Impairment loss on plant and equipment	(155)	(155)	-
Impairment of goodwill	-	(546)	(100)
Allowances for doubtful debts - Trade receivables	(392)	(691)	(43)
Allowances for doubtful debts - Non-trade receivables	(459)	(170)	170
Provision for inventories / reversal	(1,979)	95	(2,183)
Inventories written off	-	(48)	(100)
Interest expenses	(9,055)	(7,017)	29
Research and development expenses	(2,934)	(2,131)	38
Over provision of tax in respect of prior years	(983)	1,022	(196)

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 as at 31 December 2006

	Group		Company	
	2006	2005	2006	2005
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets:				
Cash and bank balances	67,429	80,663	1,238	4,951
Trade receivables	222,797	202,751	-	-
Other receivables and prepaid expenses	8,645	21,727	33,790	32,258
Inventories	110,666	116,026	-	-
Available-for-sale investment	25,321	-	13,679	-
Total current assets	434,858	421,167	48,707	37,209
Non-current assets:				
Associates	5,759	5,214	5,211	5,212
Subsidiaries	-	-	157,769	156,106
Long-term receivables	-	-	57,304	60,969
Available-for-sale investments	29,504	30,174	21,670	21,670
Derivative financial instruments	567	916	404	855
Deferred tax assets	69	-	-	-
Land use rights	7,646	8,794	-	-
Property, plant and equipment	168,542	190,139	1,606	1,647
Total non-current assets	212,087	235,237	243,964	246,459
Total assets	646,945	656,404	292,671	283,668
LIABILITIES AND EQUITY				
Current liabilities:				
Trade payables	169,803	175,904	-	-
Other payables	15,342	15,098	2,116	1,661
Short-term bank loans	9,800	26,131	-	-
Current portion of long-term bank loans	76,737	37,777	45,990	24,945
Income tax payable	1,203	2,235	-	-
Total current liabilities	272,885	257,145	48,106	26,606
Non-current liabilities:				
Long-term loan	-	-	21,563	22,197
Long-term bank loans	61,364	75,561	-	14,967
Deferred tax liabilities	-	65	-	-
Total non-current liabilities	61,364	75,626	21,563	37,164
Capital, reserves and minority interests				
Share capital	151,097	80,000	151,097	80,000
Share premium	-	71,097	-	71,097
Capital reserve on share-based payment	241	241	241	241
Hedging and foreign currency translation reserves	(18,152)	(4,567)	404	855
Legal reserves	19,123	13,227	-	-
Accumulated profits	160,387	143,020	71,260	67,705
Equity attributable to equity holders of the parent	312,696	303,018	223,002	219,898
Minority interests	-	20,615	-	-
Total equity	312,696	323,633	223,002	219,898
Total liabilities and equity	646,945	656,404	292,671	283,668

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

Amount repayable in one year or less , or on demand

As at 31-12-2006		As at 31-12-2005	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
(a) 30,747	55,790	(a) 12,832	51,076

Amount repayable after one year

As at 31-12-2006		As at 31-12-2005	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
(a) 61,364	-	(a) 60,594	14,967

Details of any collateral :

(a) This is secured by the assignment of the Company's rights, both present and future, title and interest in receivables from subsidiaries amounting to S\$26,061,000 (2005 : S\$28,271,000)

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

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 December 2006

Cash flows from operating activities:

	Group	
	2006	2005
	S\$'000	S\$'000
Profit before income tax	35,638	25,857
Adjustments for:		
Share of results of associates	(811)	(2,137)
Share of results of a subsidiary which diluted become associate	(2,882)	-
Depreciation and amortisation expense	19,439	17,410
Share based payment expense	-	241
Gain on disposal of investments	(1,330)	(3,865)
Fair value loss from investment held for sale	613	-
Loss on disposal of plant and equipment	177	178
Impairment loss on plant and equipment	155	155
Impairment of goodwill	-	546
Loss on dilution of equity interest in investment	722	452
Interest expense	9,055	7,017
Interest income	(1,728)	(857)
Operating profit before working capital changes	59,048	44,997
Trade receivables	(56,995)	(29,658)
Other receivables and prepaid expenses	8,329	(8,443)
Inventories	(19,436)	(34,577)
Trade payables	42,217	47,709
Other payables	3,434	4,832
Cash generated from operations	36,597	24,860
Dividends paid	(5,600)	(8,800)
Income tax paid	(6,395)	(3,572)
Interest paid	(9,055)	(7,017)
Interest received	1,728	857
Net cash from operating activities	17,275	6,328
Cash flows from/(used in) investing activities:		
Additions to property, plant and equipment	(42,284)	(59,912)
Additions to land use rights	-	(1,947)
Proceeds from disposal of plant and equipment	1,065	288
Acquisition of additional interests in subsidiary from minority shareholders	-	(4,951)
Proceeds from disposal of investment	1,330	-
Investment in an associate	(4,241)	-
Disposal of subsidiary	-	1,079
Cash of subsidiary diluted to associate	(7,200)	-
Net cash used in investing activities	(51,330)	(65,443)

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 December 2006

Cash flows from financing activities:

Proceeds from issue of placement shares

Share issue expenses

Increase in long-term bank loans

Short-term bank loan

Dividends paid to minority shareholder

Net cash from financing activities

Net effect of exchange rate changes in consolidating subsidiaries

(Decrease) / Increase in cash and cash equivalents during the year

Cash and cash equivalents at beginning of financial year

Cash and cash equivalents at end of financial year

Cash and cash equivalents consist of the following:

Cash on hand and balances with banks

Group	
2006	2005
S\$'000	S\$'000
-	57,200
-	(1,828)
24,763	11,945
3,620	21,009
-	(4,036)
28,383	84,290
(7,562)	4,321
(13,234)	29,496
80,663	51,167
67,429	80,663
67,429	80,663

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Group	Share capital	Share premium	Capital reserve on share-based payment	Hedging and translation reserves	Legal reserves	Accumulated profits	Minority interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2006	80,000	71,097	241	(4,567)	13,227	143,020	20,615	323,633
Effect of Companies (Amendment) Act 2005 [note (1)]	71,097	(71,097)	-	-	-	-	-	-
Currency translation differences	-	-	-	(13,236)	-	-	(491)	(13,727)
Net profit for the year	-	-	-	-	-	28,863	1,412	30,275
Loss on cash flow hedges	-	-	-	(349)	-	-	-	(349)
Dividends paid	-	-	-	-	-	(5,600)	-	(5,600)
Transfer from accumulated profit	-	-	-	-	5,896	(5,896)	-	-
Reduction in minority interest upon disposal of a subsidiary	-	-	-	-	-	-	(21,536)	(21,536)
Balance at 31 December 2006	151,097	-	241	(18,152)	19,123	160,387	-	312,696

Group	Share capital	Share premium	Capital reserve on consolidation	Capital reserve on share-based payment	Hedging and translation reserves	Legal reserves	Accumulated profits	Minority interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2005	67,000	28,725	956	-	(15,943)	6,861	134,411	29,027	251,037
Effect of adoption of FRS 39	-	-	-	-	368	-	-	-	368
Effect of adoption of FRS 103	-	-	(956)	-	-	-	956	-	-
As restated	67,000	28,725	-	-	(15,575)	6,861	135,367	29,027	251,405
Currency translation differences	-	-	-	-	10,460	-	-	1,004	11,464
Net profit for the year	-	-	-	-	-	-	22,819	(1,192)	21,627
Recognition of share-based payments	-	-	-	241	-	-	-	-	241
Gain on cash flow hedges	-	-	-	-	548	-	-	-	548
Dividends paid	-	-	-	-	-	-	(8,800)	-	(8,800)
Transfer from accumulated profit	-	-	-	-	-	6,366	(6,366)	-	-
Issued placement shares	13,000	44,200	-	-	-	-	-	-	57,200
Share issue expenses	-	(1,828)	-	-	-	-	-	-	(1,828)
Dividends paid to minority interest	-	-	-	-	-	-	-	(4,036)	(4,036)
Reduction in minority interest upon disposal	-	-	-	-	-	-	-	(4,188)	(4,188)
Balance at 31 December 2005	80,000	71,097	-	241	(4,567)	13,227	143,020	20,615	323,633

	Share capital	Share premium	Capital reserve on share-based payment	Hedging and translation reserves	Accumulated profits	Total
Company	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2006	80,000	71,097	241	855	67,705	219,898
Effect of Companies (Amendment) Act 2005 [note (1)]	71,097	(71,097)	-	-	-	-
Net profit for the year	-	-	-	-	9,155	9,155
Loss on cash flow hedges	-	-	-	(451)	-	(451)
Dividends paid	-	-	-	-	(5,600)	(5,600)
Balance at 31 December 2006	151,097	-	241	404	71,260	223,002

	Share capital	Share premium	Capital reserve on share-based payment	Hedging and translation reserves	Accumulated profits	Total
Company	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2005	67,000	28,725	-	(3,949)	61,197	152,973
Effect of adoption of FRS 21	-	-	-	3,949	(3,949)	-
Effect of adoption of FRS 39	-	-	-	368	-	368
As restated	67,000	28,725	-	368	57,248	153,341
Net profit for the year	-	-	-	-	19,257	19,257
Recognition of share-based payments	-	-	241	-	-	241
Gain on cash flow hedges	-	-	-	487	-	487
Dividends paid	-	-	-	-	(8,800)	(8,800)
Issued placement shares	13,000	44,200	-	-	-	57,200
Share issue expenses	-	(1,828)	-	-	-	(1,828)
Balance at 31 December 2005	80,000	71,097	241	855	67,705	219,898

Note (1) Under the Companies (Amendment) Act 2005 effective 30 January 2006, the concepts of par value and authorised share capital are abolished and the amount in the share premium account as of 30 January 2006 becomes part of the company's share capital.

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 were no changes in the Company's share capital since the end of the previous period reported on.

Option granted under the Huan Hsin Share Option Scheme outstanding as at 31 December 2006 is 4,350,000 shares (31 December 2005 :4,770,000 shares)

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 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 are followed in the financial statements as compared with the most recent audited annual financial statements.

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

Nil

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		Figures	
	2006		2005	
Earnings per ordinary share for the year ended 31 December				
Earnings per ordinary share for the financial year based on net profit attributable to the shareholders				
(i) Based on the weighted average number of ordinary shares on issue; and	7.22 cts		5.89 cts	
(ii) On a fully diluted basis	7.22 cts		5.89 cts	

Notes:

- (a) The earnings per ordinary share ("EPS") for the financial year ended 31 December 2006 is calculated on number of ordinary shares in issue of 400,000,000 shares.
- (b) The EPS for the financial year ended 31 December 2005 has been calculated based on weighted average number of ordinary shares in issue of 387,178,082 shares.
- (c) Fully diluted EPS for 12 months ended 31 December 2006 is calculated based on 400,000,000 ordinary shares (31 December 2005: based on weighted average number of ordinary shares in issue of 387,178,082) as the share option are anti-dilutive and are ignored in the calculation of diluted EPS.

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		
	2006	2005	Change	2006	2005	Change
Net asset value per ordinary share as at 31 December						
	cents	cents	%	cents	cents	%
Net asset value per ordinary share based on existing issued share capital as at the end of the period reported on	78.17	75.75	3.20	55.75	54.97	1.42

Note:

The net asset value per ordinary share for the financial year ended 31 December 2006 is calculated based on the issued share capital of 400,000,000 shares (31 December 2005: 400,000,000 shares)

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 (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

GROUP PERFORMANCE

For the full year ended 31 December 2006 (FY2006), the Group recorded a net profit attributable to shareholders of S\$28.9 million, an increase of 26% from S\$22.8 million in last financial year (FY2005). The higher profit was attributable to higher revenue. Group revenue recorded a new high of S\$842 million, an increase of 28% from S\$660.3 million. The performances are commendable in the light of escalating raw material prices, increased staff costs and the keen competition in the industry which makes it difficult to pass increased costs to customers.

The growth was driven mainly by the strong performance from the mould, moulded plastic products and finished product assembly segment, which recorded strong orders for notebook casings, notebook peripherals and printer related products. The orders momentum for the core products remained strong.

Staff costs of the Group rose by 27% to S\$82.3 million from S\$64.7 million in the previous year. This was mainly due to increased headcount at the plants in Shanghai and Shandong as the Group expands its operations there. Higher wages for employees in the Shanghai operations also contributed to the higher staff costs.

Finance cost rose by 29% to S\$9.1 million from S\$7 million on account of increased bank borrowings and higher interest rate. Income tax expenses increased 27% to S\$5.4 million from S\$4.2 million due to the expiry of income tax exemption of a subsidiary in Shanghai.

The Group's cash balance was lower at the end of FY2006 as the Group invested in plant and machinery and in an associate company during the year.

Earnings per share for the Group rose by 23% to 7.22 cents from 5.89 cents in the previous year. The Group's net asset value per share increased to 78.17 cents per share.

SEGMENTAL PERFORMANCE

Mould, moulded plastic products & finished product assembly segment

Revenue for this segment increased by 29% to S\$790.9 million from S\$614 million in 2005. This segment continued to be the main contributor accounting for about 94% of Group revenue in FY2006.

The growth in this segment was driven by strong orders for existing products such as notebook casings, notebook peripherals, printer related products as well as new products.

Revenue for notebook casings made up about 50% of the Group revenue. Notebook casings shipments for FY2006 increased 7% to 11.4 million units from 10.7 million units a year ago. The Group continued to be one of the leading notebook casing manufacturers, supplying to six major notebook manufacturers in the world.

Besides notebook casings, printer related products and notebook peripherals also registered growth during the year. Both printer related products and notebook peripheral accounted for about 16% each of Group revenue in the FY2006.

Wire, cable and related components

Revenue for this segment rose by 9% to S\$49.4 million from S\$45.3 million a year ago. The increase was due to increased orders from existing customers as well as new customers. This segment contributed about 6% to Group revenue in the FY2006.

DIVIDEND

The Directors are pleased to recommend a final tax-exempt dividend of 0.8 cent per ordinary share (2005: final tax exemption dividend of 0.6 cents per ordinary share) for the financial year ended 31 December 2006 for approval at the next Annual General Meeting. Together with the interim tax exempt dividend of 0.8 cent per ordinary share paid earlier, the total dividend will be 1.6 cents per ordinary share amounting to S\$6,400,000 for the year ended 31 December 2006.

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

There were no forecast or prospect statement disclosed to shareholders previously.

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 recent joint venture with ASUSTek Computer to manufacture notebook casings and an acquisition of a manufacturing facility to manufacture magnesium alloy products are expected to contribute to the Group revenue in FY2007. These investments will enhance the Group's capabilities and will have a positive impact on its overall competitiveness. Moreover, they will bring about sustainable growth through diversification into higher value added activities in the long term.

Going forward, the Group expects notebook shipment growth in 2007 to be driven by the increasing replacement of desktops by notebooks with the move towards more widespread use of wireless technology.

The business environment is expected to remain competitive with pressure on margins as consolidation in the notebook casings industry continued. The Group will continue to focus on operating costs control, improve production efficiency and manage its material costs.

Barring unforeseen circumstances and any significant movements in material prices and pricing pressures, the Board of Directors remains optimistic of the Group's performance in FY2007.

Dividend**(a) Current Financial Period Reported On**

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

Name of Dividend	Interim	Final
Dividend Type	Cash	Cash
Dividend Amount per Share (in cents)	0.80 cents	0.80 cents
Tax Rate	Tax exempt	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	Interim	Final
Dividend Type	Cash	Cash
Dividend Amount per Share (in cents)	1.00 cents	0.60 cents
Tax Rate	Tax exempt	Tax exempt

(c) Date payable

The proposed final dividend, if approved at the Annual General Meeting, will be paid on 6 June 2007

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer books and Register of Members of the Company will be closed on 17 May 2007 on which day no share transfer will be effected. Duly completed transfers received by the Company's Share Registrar, Compact Administrative Services Pte Ltd of 6 Shenton Way #28-09 DBS Building Tower Two, Singapore 068809 up to the close of business at 5.00p.m. on 16 May 2007 will be registered to determined shareholders' entitlements to the proposed dividend.

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

Not applicable

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

a. Business segments

	Wire, cable and related components	Mould, moulded plastic products & finished product assembly	Others	Total
2006	S\$'000	S\$'000	S\$'000	S\$'000
REVENUE	49,356	790,919	1,728	842,003
RESULT				
Segment result	2,764	36,162	-	38,926
Unallocated corporate expenses				(4,878)
Interest income				1,728
Other operating income				8,106
PROFIT FROM OPERATIONS				43,882
Finance costs	-	(9,055)	-	(9,055)
Share of results of associates				811
PROFIT BEFORE INCOME TAX				35,638
Income tax				(5,363)
PROFIT AFTER INCOME TAX				30,275
OTHER INFORMATION				
Capital expenditure	2,263	39,975	46	42,284
Depreciation and amortisation	746	18,137	556	19,439
BALANCE SHEET				
Assets				
Segment assets	34,497	537,311	-	571,808
Investment in associate				5,759
Other investment				54,825
Unallocated corporate assets				14,553
Consolidated total assets				646,945
Liabilities				
Segment liabilities	5,474	326,196	-	331,670
Unallocated corporate liabilities				1,376
Income tax payable				1,203
Consolidated total liabilities				334,249

2005	Wire, cable and related components S\$'000	Mould, moulded plastic products & finished product assembly S\$'000	Others S\$'000	Total S\$'000
REVENUE	45,340	614,073	857	660,270
RESULT				
Segment result	2,093	21,949	-	24,042
Unallocated corporate expenses				(3,607)
Interest income				857
Other operating income				9,445
PROFIT FROM OPERATIONS				<u>30,737</u>
Finance costs	-	(7,017)	-	(7,017)
Share of results of associates				2,137
PROFIT BEFORE INCOME TAX				<u>25,857</u>
Income tax				(4,230)
PROFIT AFTER INCOME TAX				<u>21,627</u>
OTHER INFORMATION				
Capital expenditure	318	48,540	13,001	61,859
Depreciation and amortisation	1,085	15,597	728	17,410
Significant non-cash expenses other than depreciation	-	546	-	546
BALANCE SHEET				
Assets				
Segment assets	34,724	544,887	-	579,611
Investment in associate				5,214
Other investment				30,174
Unallocated corporate assets				41,405
Consolidated total assets				<u>656,404</u>
Liabilities				
Segment liabilities	4,183	321,948	-	326,131
Unallocated corporate liabilities				4,405
Income tax payable				2,235
Consolidated total liabilities				<u>332,771</u>

b. Geographical segments

	Carrying amount of segments assets		Additions to property, plant and equipment and land use rights	
	2006	2005	2006	2005
	S\$'000	S\$'000	S\$'000	S\$'000
Malaysia	17,262	18,247	123	119
People's Republic of China	509,469	565,038	41,834	61,629
Republic of China	71,617	38,030	327	111
Singapore	47,790	34,327	-	-
Others	807	762	-	-
	<u>646,945</u>	<u>656,404</u>	<u>42,284</u>	<u>61,859</u>

The majority of the Group's products are supplied to Original Equipment Manufacturers ("OEM") and Original Design Manufacturers ("ODM"). Sales invoices are sent to centralised purchasing offices or purchasing agents of these OEMs and ODMs. The manufacturers or principals will incorporate the Group's products into their own equipment or distribute it as accessories through their distribution network. The company has no information of end markets of their products and is therefore unable to prepare geographical segment information on the basis of end markets of the products. The company is of the view that analysis of sales by geographical location based on OEMs' and ODMs' location is not meaningful and has therefore not presented this information.

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		
	2006	2005	Change
	S\$'000	S\$'000	%
Sales reported for first half year	394,670	292,103	35
Operating profit after tax before deducting minority interests reported for first half year	15,793	11,180	41
Sales reported for second half year	445,605	367,310	21
Operating profit after tax before deducting minority interests reported for second half year	14,482	10,447	39

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

	2006	2005
	S\$'000	S\$'000
Ordinary	6,400	7,180
Preference	-	-
Total	6,400	7,180

BY ORDER OF THE BOARD

Hsu Hung Chun

Chairman

Date : 15 February 2007