

HUPSteel Limited
4Q07 & FULL YEAR FINANCIAL STATEMENTS (UNAUDITED)

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3),
 HALF-YEAR AND FULL-YEAR RESULTS**

**1(a) Group income statement and comparative statement for the corresponding period of
 the immediately preceding financial year**

The following figures have not been audited.

	GROUP (\$'000)					
	3 months ended 30.6.07	3 months ended 30.6.06	% + / (-)	12 months ended 30.6.07	12 months ended 30.6.06	% + / (-)
Revenue	86,889	51,695	68%	284,172	186,202	53%
Changes in inventories	16,363	(3,282)	NM	32,898	(24,575)	NM
Purchases of inventories	(85,848)	(35,429)	142%	(256,953)	(124,174)	107%
Gross profit	17,404	12,984	34%	60,117	37,453	61%
Other operating income	686	527	30%	3,123	1,546	102%
Staff cost	(3,497)	(3,329)	5%	(11,615)	(8,996)	29%
Depreciation of property, plant & equipment	(381)	(322)	18%	(1,379)	(1,290)	7%
Other operating expenses	(1,299)	(1,517)	-14%	(10,807)	(7,927)	36%
Finance cost - net	(627)	(86)	629%	(1,972)	(957)	106%
Profit before tax	12,286	8,257	49%	37,467	19,829	89%
Income tax expense	(1,704)	(1,816)	-6%	(6,292)	(4,100)	53%
Total profit	10,582	6,441	64%	31,175	15,729	98%
Attributable to:						
Equity holders of the Company	10,582	6,441	64%	31,175	15,729	98%
Earnings per share based on profit attributable to equity shareholders:						
- Basic (cent)	2.34	1.42		6.89	3.48	
- Diluted (cent)	2.34	1.42		6.89	3.48	

Note : NM : not meaningful

Net profit attributable to shareholders is arrived at after (charging) / crediting the following:

	GROUP (\$'000)			
	3 months ended 30.6.07	3 months ended 30.6.06	12 months ended 30.6.07	12 months ended 30.6.06
Investment income (dividend income)	205	197	1,355	458
Other income including interest income	158	282	972	898
Profit on sale of available-for-sale financial assets	323	-	796	-
Profit / (Loss) on sale of property, plant & equipment – net	(3)	3	(25)	2
Foreign exchange gain / (loss) – net	193	(334)	(295)	(705)
Adjustments for over/(under) provision of tax in respect of prior years	57	(128)	57	(128)
Write back / (Provision) for trade receivables – net	122	158	9	(241)
Allowance for obsolete & slow moving inventories	(79)	562	(83)	1,509
Finance cost-net is made up of :				
Interest expense	(468)	(220)	(1,652)	(1,352)
Foreign exchange (loss)/gain -net	(159)	134	(320)	395
Bad debts written off	-	(5)	-	(5)
Inventories written off	(31)	(3)	(33)	(20)

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	GROUP		COMPANY	
	30.6.2007 \$'000	30.06.2006 \$'000	30.6.2007 \$'000	30.06.2006 \$'000
Current Assets				
Cash and cash equivalents	18,217	11,200	4,968	4,135
Trade and other receivables	80,693	53,629	22,463	19,815
Inventories	79,944	44,425	43,405	32,767
Other current assets	250	214	73	77
Due from subsidiaries	-	-	3,671	2,853
	179,104	109,468	74,580	59,647
Non Current Assets				
Other receivables	-	6	-	-
Available-for-sale financial assets	7,930	11,362	7,930	9,930
Club membership	62	60	-	-
Investment in subsidiaries	-	-	9,457	9,457
Loan to a subsidiary	-	-	35,230	34,258
Property, plant and equipment	34,392	32,949	8,052	8,391
Goodwill	4,630	4,630	-	-
Deferred tax assets	76	38	25	-
	47,090	49,045	60,694	62,036
Total Assets	226,194	158,513	135,274	121,683
Current Liabilities				
Trade and other payables	30,595	10,240	12,322	5,197
Current tax liabilities	6,269	3,803	3,139	2,844
Borrowings	43,164	17,669	3,964	2,963
Due to subsidiaries - trade	-	-	777	301
	80,028	31,712	20,202	11,305
Non Current Liabilities				
Borrowings	14	33	-	-
Provision for directors' retirement gratuity	879	818	879	818
Deferred tax liabilities	145	135	-	27
	1,038	986	879	845
Total Liabilities	81,066	32,698	21,081	12,150
Net Assets	145,128	125,815	114,193	109,533
Share capital and reserves				
Share capital	68,157	59,317	68,157	59,317
Share premium	-	-	-	-
Capital reserves	(477)	(477)	1,430	1,430
Foreign currency translation reserve	(506)	(598)	-	-
Fair value reserve	1,526	1,917	1,526	1,526
Retained earnings	76,428	65,656	43,080	47,260
	145,128	125,815	114,193	109,533

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

Amount repayable in one year or less, or on demand

As at 30.6.2007 ('000)		As at 30.6.2006 (\$'000)	
Secured	Unsecured	Secured	Unsecured
20	43,144	19	17,650

Amount repayable after one year

As at 30.6.2007 ('000)		As at 30.6.2006 ('000)	
Secured	Unsecured	Secured	Unsecured
14	-	33	-

Details of any collateral

The secured group borrowings and debt securities refer to equipment bought under hire purchase.

The unsecured group borrowings and debt securities consist of trust receipts of the Company arising from the ordinary course of business and bank borrowings. Certain Group borrowings are covered by corporate guarantee.

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 (S\$'000)			
	3 months ended 30.06.07	3 months ended 30.06.06	12 months ended 30.06.07	12 months ended 30.06.06
Cash flow from operating activities				
Profit before income tax	12,286	8,257	37,467	19,829
Adjustments for:				
Provision for directors' retirement gratuity	14	16	61	61
Property, plant & equipment				
- depreciation	381	322	1,379	1,290
- (profit)/loss on disposal	3	(3)	25	(2)
Profit on disposal of available-for-sale financial assets	(324)	-	(797)	-
Loss on disposal of subsidiary	-	26	-	26
Allowance for:				
- doubtful trade receivables	(68)	159	45	572
- slow moving inventories	79	(562)	83	(1,509)
Inventories written off	31	3	33	20
Allowance for trade receivables written back	(54)	(317)	(54)	(331)
Trade receivables written off	-	5	-	5
Interest income	(30)	(62)	(210)	(243)
Interest expense	788	481	1,972	1,352
Dividend income	(138)	(197)	(1,288)	(458)
Operating cash flow before working capital changes	12,968	8,128	38,716	20,612
Changes in working capital:				
Inventories	(19,094)	3,272	(35,635)	24,530
Trade and other receivables	(3,830)	(10,526)	(27,156)	1,370
Trade payables	16,566	534	16,288	2,909
Other payables and accruals	1,864	1,848	2,233	(1,290)
Other current assets	144	87	(38)	127
Cash generated from/(used in) operations	8,618	3,343	(5,592)	48,258
Income taxes paid	(141)	(560)	(3,778)	(5,444)
Interest paid	(996)	857	(1,989)	(201)
Interest received	40	108	217	243
Net cash generated from/(used in) operating activities	7,521	3,748	(11,142)	42,856
Cash flows from investing activities				
Property, plant & equipment:				
- purchases	(987)	(84)	(3,534)	(470)
- proceeds from disposal	686	5	738	5
Repayment of staff loans	5	5	22	20
Investments				
- purchases	-	(42)	-	(42)
- proceeds from disposal	757	43	3,838	43
Dividend received				
- other quoted investments	138	197	1,288	458
Net cash generated from/(used in) investing activities	609	124	2,352	14
Cash flow from financing activities				
Net proceeds from issue of shares	8,840	-	8,840	-
Dividends paid	(9,053)	-	(18,548)	(7,236)
Payment under term loan	-	(1,500)	(1,333)	(5,000)
Payment under trust receipts	(60,647)	(26,421)	(127,304)	(127,151)
Proceeds from trust receipts	58,058	23,657	154,132	89,711
Payment under finance lease obligations	(5)	(3)	(19)	(14)
Proceeds from finance lease obligations	-	41	-	41
Interest paid	(2)	(1,350)	(2)	(1,350)
Net cash (used in)/generated from financing activities	(2,809)	(5,576)	15,766	(50,999)
Net exchange differences arising from translation	(13)	(8)	41	(84)
Net (decrease)/increase in cash and cash equivalents	5,308	(1,712)	7,017	(8,213)
Cash and cash equivalents at beginning of period	12,909	12,912	11,200	19,413
Cash and cash equivalents at end of period	18,217	11,200	18,217	11,200

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

	Share Capital	Share Premium	Revaluation Reserves	Translation Reserve	Fair Value Reserve	Retained Profits	Minority Interest	Total
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 July 2006	59,317	-	(477)	(598)	1,917	65,656	-	125,815
Currency translation differences	-	-	-	92	-	-	-	92
Fair value gains on available-for-sale financial assets	-	-	-	-	740	-	-	740
Transfer on disposal of available-for-sale financial assets	-	-	-	-	(1,131)	-	-	(1,131)
Net gains recognised directly in equity	-	-	-	92	(391)	-	-	(299)
Net profit for the financial year	-	-	-	-	-	31,175	-	31,175
Total recognised gains	-	-	-	92	(391)	31,175	-	30,876
Employee share option scheme	5	-	-	-	-	-	-	5
Rights issue	9,048	-	-	-	-	(9,048)	-	-
Share issue expenses	(213)	-	-	-	-	-	-	(213)
Dividend paid	-	-	-	-	-	(9,500)	-	(9,500)
Dividend declared payable in FY 2008	-	-	-	-	-	(1,855)	-	(1,855)
At 30 June 2007	68,157	-	(477)	(506)	1,526	76,428	-	145,128
Group								
At 1 July 2005								
- As previously reported	30,154	29,163	(477)	(540)	-	57,163	34	115,497
- Effect of changes in accounting policies adjusted prospectively – FRS 39 (revised 2004)	-	-	-	-	1,247	-	-	1,247
- Restated	30,154	29,163	(477)	(540)	1,247	57,163	34	116,744
Currency translation differences	-	-	-	(84)	-	-	-	(84)
Fair value gains on available-for-sale financial assets	-	-	-	-	670	-	-	670
Liquidation of subsidiary	-	-	-	26	-	-	(34)	(8)
Net gains recognised directly in equity	-	-	-	(58)	670	-	(34)	578
Net profit for the financial year	-	-	-	-	-	15,729	-	15,729
Total recognised gains	-	-	-	(58)	-	15,729	(34)	16,307
Bonus issue	6,031	(6,031)	-	-	-	-	-	-
Transfer from share premium to share capital (Note (a))	23,132	(23,132)	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	(7,236)	-	(7,236)
At 30 June 2006	59,317	-	(477)	(598)	1,917	65,656	-	125,815

	Share Capital	Share Premium	Revaluation Reserves	Translation Reserves	Fair Value Reserves	Retained profits	Total
Company	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 July 2006	59,317	-	1,430	-	1,526	47,260	109,533
Net profit for the financial year	-	-	-	-	-	16,223	16,223
Total recognised gains	-	-	-	-	-	16,223	16,223
Employee share option scheme	5	-	-	-	-	-	5
Rights issue	9,048	-	-	-	-	(9,048)	-
Share issue expenses	(213)	-	-	-	-	-	(213)
Dividend paid	-	-	-	-	-	(9,500)	(9,500)
Dividend declared payable in FY 2008	-	-	-	-	-	(1,855)	(1,855)
At 30 June 2007	68,157	-	1,430	-	1,526	43,080	114,193
Company							
At 1 July 2005							
- As previously reported	30,154	-	1,430	-	-	42,695	103,442
- Effect of changes in accounting policies adjusted prospectively – FRS 39 (revised 2004)	-	-	-	-	1,044	-	1,044
- Restated	30,154	29,163	1,430	-	1,044	-	104,486
Fair value gains on available-for-sale financial assets	-	-	-	-	482	-	482
Net gains recognised directly in equity	-	-	-	-	482	-	482
Net profit for the financial year	-	-	-	-	-	11,801	11,801
Total recognised gains	-	-	-	-	482	11,801	12,283
Bonus issue	6,031	(6,031)	-	-	-	-	-
Transfer from share premium to share capital (Note (a))	23,132	(23,132)	-	-	-	-	-
Dividend paid	-	-	-	-	-	(7,236)	(7,236)
At 30 June 2006	59,317	-	1,430	-	1,526	47,260	109,533

Note (a):

Under the Companies (Amendment) Act 2005 that came into effect on 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 is required to become 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

	30.06.07	30.06.06
	('000)	('000)
Number of shares that may be issued upon exercising all outstanding options	-	72

Note : The Employee Share Option Scheme had expired on 16 November 2006.

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

The figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

The same accounting policies and methods of computation as in the most recently audited financial statements have been applied except as disclosed in Note 5.

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

Changes in accounting policies

In 2007, the Group and the Company adopted the amendments to the Financial Reporting Standards (FRS) below.

FRS 19 (Amendment)	Employee Benefits
FRS 21 (Amendment)	Effects of changes in Foreign Exchange Rates
FRS 32 (Amendment)	Financial Instruments : Disclosure and Presentation
FRS 39 (Amendment)	Financial Instruments : Recognition and Measurement

The adoption of the above amendments have no material impact on the Company's financial statements.

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			
	3 months ended 30.06.07	3 months ended 30.06.06	12 months ended 30.06.07	12 months ended 30.06.06
Earnings per share based on profit attributable to shareholders:				
(a) Basic (cent)	2.34	1.42	6.89	3.48
(b) Diluted (cent)	2.34	1.42	6.89	3.48

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		COMPANY	
	30.06.07	30.06.06	30.06.07	30.06.06
Net Asset Value per ordinary share (cents)	32.08	34.77	25.24	30.27

Note : Net Asset Value per ordinary share for the financial year ended 30 June 2007 were calculated based on share capital of 452,396,488 shares (2006: 361,858,790 shares).

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

REVIEW OF OPERATING PERFORMANCE

Turnover

Revenue for quarter ended 30 June 2007 ("4QFY07") rose 68% to \$86.9M (4QFY06: \$51.7M) due to robust demand from the Marine, Oil and Gas sectors. The recovery in the construction sector due to the property boom had also partially contributed to the higher revenue recorded for 4QFY07 as well as for the financial year ended 30 June 2007 ("FY07").

With continued demand for steel products throughout the year under review, FY07 revenue rose 53% to \$284.2M (FY06: \$186.2M).

Gross profit for 4QFY07 rose 34% to \$17.4M (4QFY06: \$12.9M) in line with the higher revenue. However, gross profit margin for 4QFY07 was 20% (4QFY06: 25%). The lower gross margin was the result of the Group achieving higher sales of structural steel products in 4QFY07 which fetched lower margins than the Group's other products.

For FY07, gross profit rose 60% to \$60.1M (FY06: \$37.5M) which was in line with the higher revenue recorded. FY07 gross profit margin of 21% was slightly better than the gross profit margin of 20% achieved for FY06.

Other operating income

Other operating income for FY07 rose 102% to \$3.1M (FY06: \$1.5M) mainly due to a special dividend of \$0.9M received from an early redemption of a bond as well as from profit on sale of quoted equities held by the Group.

Expenses

Staff cost, Depreciation, Other operating expenses & Finance cost

Staff cost for 4QFY07 rose 6% to \$3.5M (FY06: \$3.3M) due to higher provision of bonuses and incentives to staff and directors arising from the better profits reported. For FY07, staff cost rose 30% to \$11.7M (FY06: \$8.9M) due to higher headcount and salary adjustments in view of the tight labour market.

Other operating expenses for 4QFY07 declined 17% to \$1.3M (4QFY06: \$1.5M) due to an adjustment of expenses related to the rights issue of shares undertaken earlier in the financial year which was now deducted against the equities account instead. For FY07, these expenses rose 36% to \$10.8M (FY06: \$7.9M) were in line with the increase in revenue.

Finance cost for 4QFY07 rose to \$627K from \$86K due to higher balance of borrowings, in the form of trust receipts, throughout the period and due to a foreign exchange loss of \$159K in 4QFY07 compared to foreign exchange gain of \$134K for 4QFY06. For FY07, the total finance cost of \$1.9M was 106% higher than \$0.9M incurred for FY06 partly due to the higher borrowings and foreign exchange gain of \$395K recorded in FY06.

Profitability review

Net profit after tax of \$10.6M for 4QFY07 (4QFY06: \$6.4M) was 65% higher mainly due to higher revenue achieved year-on-year. For FY07, net profit after tax increased 98% to \$31.1M (FY06: \$15.7M). The net profit after tax also benefited from the reduction in the corporate tax rate to 18% from 20% a year earlier.

REVIEW OF FINANCIAL POSITION AS AT 30 JUNE 2007

Non current assets

Available for sale financial assets included quoted equities and bond held by the Group. Such assets decreased from \$11.4M to \$7.9M during FY07 due to the redemption of a bond amounting to \$2.5M and the disposal of certain quoted equities held by the Group amounting to \$0.9M. The proceeds were used for general working capital and to fund the construction of a new covered warehouse extension at its Neythal Road premises in Singapore which was completed in March 2007.

Property, plant and equipment rose to \$34.4M (FY06: \$32.9M) mainly due to the construction of the warehouse extension and the purchase of related equipments.

Current assets and current liabilities

Trade and other receivables rose to \$80.7M (FY06: \$53.6M) due to higher quarterly and annual turnover experienced.

In anticipation of higher demand, the Group increased its inventories to \$79.9M at the end of FY07 from \$44.4M for FY06.

Borrowings of \$43.2M comprised mainly trust receipts utilised for the purpose of inventory purchases were higher than \$17.7M for FY06 in response to anticipated demand from our customers.

Share capital and reserves

In FY07, the Group successfully completed a rights issue of 1 share for every 4 existing shares held by shareholders at a subscription price of \$0.10 per share. A total of 90,482,698 shares were allotted, listed and quoted on the Official List of the Singapore Exchange Securities Trading Limited on 7 December 2006. As a result, the share capital increased to \$68.1M from \$59.3M by transferring \$9.0M from the retained earnings and after deducting \$0.2M for expenses incurred related to the rights issue of shares.

Cash flow

The Group reported net cash inflow for both 4QFY07 and FY07 despite dividends payouts of \$1.8M and \$11.4M during the respective reporting periods. As at 30 June 2007, the Group's cash and cash equivalent improved to \$18.2M from \$11.2M from a year earlier.

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

No forecast or a prospect statement has been previously disclosed to shareholders.

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

Based on the strong order books of its marine sector's customers, augmented by the numerous ongoing and upcoming infrastructure projects, the Group expects to enjoy healthy product sales, barring unforeseen circumstances in the external operating environment. Supply of steel products is expected to remain tight in the midst of strong global demand.

Overall gross profit margin in future quarters will still depend on the product sales mix for the respective quarters but likely to fluctuate within narrow range.

The Group believes that the underlying fundamentals remain strong and will continue to benefit from the strong overall economy growth for the calendar year 2007.

The Board of Directors is pleased to recommend a final dividend of 0.5 cent per share and special dividend of 1.0 cent per share to be paid in celebrating the excellent results achieved for FY07. Including the interim dividend and 2nd interim dividend of 1.0 cent and 0.5 cent per share paid respectively, the Company has declared a total dividend of 3.0 cents per share for the current financial year ended 30 June 2007.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Name of Dividend	Interim (Paid)	2 nd Interim (Paid)	Final (Declared)	Special (Declared)
Dividend Type	Cash	Cash	Cash	Cash
Dividend Amount per share	1.0 cent	0.5 cent	0.5 cent	1.0 cent
Tax Rate	18%	18%	18%	18%

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	First and final (Paid)	Special (Paid)	Bonus (Paid)
Dividend Type	Cash	Cash	Cash
Dividend Amount per share	0.5 cent per ordinary share	1.5 cents per ordinary share	3.125 cents per ordinary share
Tax Rate	20%	20%	20%

(c) Date payable

To be advised.

(d) Books closure date

To be advised.

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

Not applicable.

13. Interested Person Transactions

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000)
Dr Lim Kim Hock – Service	\$556,904	-

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

14. 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 – Geographical Segment

2007	Singapore	Malaysia	Total
Revenue			
Segment revenue	282,665	3,152	285,817
Inter-Segment Elimination	(1,645)	-	(1,645)
External Sales	<u>281,020</u>	<u>3,152</u>	<u>284,172</u>
Segment Results	36,693	460	37,153
Interest Expenses			(1,972)
Interest Income			210
Dividend Income			1,288
Gain on Disposal of Available-For-Sale Financial Assets			788
Income tax expense			<u>(6,292)</u>
Total profit			<u><u>31,175</u></u>

2006
Revenue

Segment revenue	181,631	5,064	186,695
Inter-Segment Elimination	(493)	-	(493)
External Sales	<u>181,138</u>	<u>5,064</u>	<u>186,202</u>
Segment Results	20,501	68	20,569
Interest Expenses			(957)
Interest Income			243
Loss on liquidation of subsidiary			(26)
Income tax expense			<u>(4,100)</u>
Total profit			<u><u>15,729</u></u>

Secondary reporting – Business Segment

2007	Property		Total
Revenue	Hardware	investment	
External Sales	<u>283,452</u>	<u>720</u>	<u>284,172</u>
Total assets	193,676	32,518	<u>226,194</u>
Capital expenditure	2,069	1,465	<u><u>3,534</u></u>

2006
Revenue

External Sales	<u>185,424</u>	<u>778</u>	<u>186,202</u>
Total assets	126,289	32,224	<u>158,513</u>
Capital expenditure	268	202	<u><u>470</u></u>

15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

Not applicable.

16. A breakdown of sales

	Latest financial period for 1 July 2006 to 30 June 2007 Group \$'000	Previous financial year Group \$'000	% increase Group
Sales reported in first half year	120,396	90,513	33%
Total profit	14,743	6,156	139%
Sales reported in second half year	163,776	95,689	71%
Total profit	16,432	9,573	72%

17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	Latest Full Year (\$'000)	Previous Full Year (\$'000)
Ordinary	11,738	14,836
Preference	0	0
Total:	11,738	14,836

BY ORDER OF THE BOARD

Julie Koh Ngin Joo
Company Secretary
28 August 2007