

TUNG LOK RESTAURANTS (2000) LTD
Financial Statement And Dividend Announcement for year ended 31/03/2010

PART 1 – INFORMATION REQUIRED FOR ANNOUNCEMENT OF FULL YEAR RESULT

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

| | <u>Group</u> | | Increase/ (Decrease) % |
|-------------------------------------|------------------------------------|--|------------------------------|
| | FY 2010 Apr 09-Mar 10 \$'000 | FY 2009 Apr 08-Mar 09 \$'000 (Restated) | |
| Revenue | 81,343 | 73,428 | 11 |
| Cost of sales | <u>(25,086)</u> | <u>(22,071)</u> | 14 |
| Gross profit | 56,257 | 51,357 | 10 |
| | [69.2%] | [69.9%] | |
| Other operating income | 2,278 | 1,295 | 76 |
| Administrative expenses | (27,523) | (24,111) | 14 |
| Other operating expenses | (29,306) | (28,078) | 4 |
| Share of (loss) in joint ventures | (320) | (1,551) | (79) |
| Share of profit (loss) in associate | 184 | (930) | N.M |
| Finance costs | <u>(290)</u> | <u>(235)</u> | 23 |
| Profit (Loss) before tax | 1,280 | (2,253) | N.M |
| Income tax expense | <u>(555)</u> | <u>(323)</u> | 72 |
| Profit (Loss) for the year | <u><u>725</u></u> | <u><u>(2,576)</u></u> | N.M |
| Attributable to: | | | |
| Equity holders of the company | 650 | (2,686) | N.M |
| Minority interests | <u>75</u> | <u>110</u> | (32) |
| | <u><u>725</u></u> | <u><u>(2,576)</u></u> | N.M |

N.M : Not meaningful.

Additional information for Income Statement above:

| | <u>Group</u> | | Note |
|---|------------------------------------|------------------------------------|------|
| | FY 2010 Apr 09-Mar 10 \$'000 | FY 2009 Apr 08-Mar 09 \$'000 | |
| Other income including interest income | 2,278 | 1,295 | 1 |
| Interest on borrowings | (290) | (235) | 2 |
| Depreciation | (3,028) | (2,778) | 3 |
| Amortisation of other intangible asset | (20) | (20) | |
| Impairment of Goodwill in China operation | (204) | (206) | |
| Loss on disposal of property, plant and equipment | (254) | (5) | 4 |
| Impairment of property, plant and equipment | (100) | (212) | 5 |
| Provision of merchandise write down | (71) | - | |
| Bad debts written off | (31) | (30) | |

Note:

1. Increase in other income in FY 2010 was due mainly to Job Credit of S\$1m received as compared to S\$0.3m in FY 2009.
2. Increase in interest on borrowings in FY2010 was due to additional drawdown of bank loan.
3. Increase in depreciation was due to capital expenditure of 5 new restaurants opened in FY 2010.
4. Loss on disposal of property, plant and equipment in FY 2010 due to relocation of restaurant.
5. Due to FRS36-Impairment of Assets, an impairment loss of S\$0.1m was provided for one of the China outlets.

A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

| | FY 2010 Apr 09-Mar 10 \$'000 | FY 2009 Apr 08-Mar 09 \$'000 |
|---|------------------------------------|------------------------------------|
| Profit (Loss) for the year | 725 | (2,576) |
| Exchange differences on translation of the financial statements of foreign entities (net) | 206 | (272) |
| | 931 | (2,848) |
| Attributable to: | | |
| Equity holders of the company | 860 | (2,958) |
| Minority interests | 71 | 110 |
| | 931 | (2,848) |

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 | | | |
|-----------------------------------|---------------------|-----------------------------------|-----------------------------------|------|---------------------|---------------------|---------------------|------|
| | 31 Mar 10 \$'000 | 31 Mar 09 \$'000 (Restated) | 31 Mar 08 \$'000 (Restated) | Note | 31 Mar 10 \$'000 | 31 Mar 09 \$'000 | 31 Mar 08 \$'000 | Note |
| <u>ASSETS</u> | | | | | | | | |
| Current assets: | | | | | | | | |
| Cash and bank balances | 16,174 | 10,439 | 12,461 | 1 | 165 | 59 | 102 | |
| Trade receivables | 1,398 | 823 | 1,034 | 2 | - | - | - | |
| Other receivables and prepayments | 686 | 618 | 1,662 | | 21 | 34 | 787 | |
| Inventories | 1,989 | 1,928 | 2,005 | | - | - | - | |
| Total current assets | 20,247 | 13,808 | 17,162 | | 186 | 93 | 889 | |
| Non-current assets: | | | | | | | | |
| Long-term security deposits | 1,807 | 1,723 | 1,494 | 3 | - | - | - | |
| Trade receivables - non-current | 125 | 153 | 181 | | - | - | - | |
| Advances to a subsidiaries | - | - | - | | 1,678 | 2,809 | 2,430 | 4 |
| Advances to joint venture | - | - | 217 | | - | - | - | |
| Advances to associate | - | - | 356 | | - | - | - | |
| Subsidiaries | - | - | - | | 2,756 | 2,462 | 2,055 | 5 |
| Joint ventures | - | - | 203 | | 60 | 45 | 30 | |
| Associate | 110 | - | - | | - | - | - | |

| | | | | | | | |
|--|----------------------|----------------------|----------------------|----|---------------------|---------------------|---------------------|
| Available-for-sale Investment | 125 | 100 | - | 6 | - | - | - |
| Goodwill | - | 204 | 204 | | - | - | - |
| Other intangible asset | 32 | 52 | 72 | | - | - | - |
| Property, plant and equipment | 13,639 | 11,194 | 10,547 | 7 | - | - | - |
| Total non-current assets | <u>15,838</u> | <u>13,426</u> | <u>13,274</u> | | <u>4,494</u> | <u>5,316</u> | <u>4,515</u> |
| Total assets | <u><u>36,085</u></u> | <u><u>27,234</u></u> | <u><u>30,436</u></u> | | <u><u>4,680</u></u> | <u><u>5,409</u></u> | <u><u>5,404</u></u> |
| <u>LIABILITIES AND EQUITY</u> | | | | | | | |
| Current liabilities: | | | | | | | |
| Trade payables | 7,569 | 5,882 | 6,015 | 8 | - | - | - |
| Other payables | 13,191 | 10,100 | 11,201 | 9 | 3,996 | 4,389 | 3,466 |
| Current portion of finance leases | 271 | 332 | 352 | | - | - | - |
| Bank loans | 2,173 | 2,029 | 896 | | - | - | - |
| Income tax payable | 216 | 265 | 1,222 | | - | - | - |
| Total current liabilities | <u>23,420</u> | <u>18,608</u> | <u>19,686</u> | | <u>3,996</u> | <u>4,389</u> | <u>3,466</u> |
| Non-current liabilities: | | | | | | | |
| Other payables-non current | 288 | 270 | - | | - | - | - |
| Finance leases | 381 | 653 | 298 | 11 | - | - | - |
| Long-term loans | 4,558 | 1,388 | 1,577 | 12 | - | - | - |
| Deferred tax liabilities | 689 | 323 | 86 | 13 | - | - | - |
| Total non-current liabilities | <u>5,916</u> | <u>2,634</u> | <u>1,961</u> | | <u>-</u> | <u>-</u> | <u>-</u> |
| Capital and reserves: | | | | | | | |
| Share capital | 10,270 | 10,270 | 10,270 | | 10,270 | 10,270 | 10,270 |
| Currency translation deficit | (122) | (332) | (60) | | - | - | - |
| Retained losses | (4,433) | (5,083) | (2,397) | 14 | (9,586) | (9,250) | (8,332) |
| Equity attributable to equity holders of the company | 5,715 | 4,855 | 7,813 | | 684 | 1,020 | 1,938 |
| Minority interests | 1,034 | 1,137 | 976 | | - | - | - |
| Total equity | <u>6,749</u> | <u>5,992</u> | <u>8,789</u> | | <u>684</u> | <u>1,020</u> | <u>1,938</u> |
| Total liabilities and equity | <u><u>36,085</u></u> | <u><u>27,234</u></u> | <u><u>30,436</u></u> | | <u><u>4,680</u></u> | <u><u>5,409</u></u> | <u><u>5,404</u></u> |

NOTE: EXPLANATION OF FINANCIAL YEAR 2010 VS FINANCIAL YEAR 2009

- Increase in Cash and Bank Balance was due mainly to higher revenue in FY 2010.
- Increase in Trade Receivables of S\$0.6m in FY 2010 was due mainly to the operating of staff cafeteria.
- Increase in Long-Term Security Deposit was due to increase in utilities and rental deposit.
- Decrease was due mainly to a bad debts provision of S\$2.0m for an amount owing by a subsidiary, partially offset by new loan to subsidiaries of \$1.0m.
- Increase in subsidiaries in FY 2010 was due to additional loan & banker guarantee resulting in additional FRS39 impact.
- Increase in investment in FY 2010 was due to a new Joint Venture Company.

7. Increase in Fixed Assets was due to opening of new outlets in FY 2010.
8. Increase in Accounts Payables was due to the increase of new outlets in FY 2010.
9. Increase in Other Payables by S\$3.1m was mainly purchases of fixed assets for new outlets and provision of bonus, utilities and others in FY 2010. Due to the adoption of INT FRS 113-Customer Loyalty Programme, an amount of S\$0.7m and S\$1.0m was restated in FY 2009 and FY 2008 respectively with the corresponding entries in Retained Losses. (See note 14 below).
10. Decrease in Other payables at the Company level was due to repayment of loan to subsidiary in FY 2010.
11. Decrease was due to repayment of Finance Leases in FY 2010.
12. Increase in Long Term Loan in FY 2010 was due to new bank loan of S\$4.8m.
13. Increase in Deferred Tax in FY 2010 was due to accelerated capital allowance claimed.
14. Due to the adoption of INT FRS 113-Customer Loyalty Programme, an amount of S\$0.2m (net of tax) and S\$0.8m (net of tax) was adjusted against accumulated losses in FY 2009 and FY 2008 respectively.

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

Amount repayable in one year or less, or on demand

| As at 31/03/2010 | | As at 31/03/2009 | | As at 31/03/2008 | |
|------------------|-----------|------------------|-----------|------------------|-----------|
| Secured | Unsecured | Secured | Unsecured | Secured | Unsecured |
| \$ 2,444,000 | \$0 | \$2,219,000 | \$142,000 | \$811,000 | \$437,000 |

Amount repayable after one year

| As at 31/03/2010 | | As at 31/03/2009 | | As at 31/03/2008 | |
|------------------|-----------|------------------|-----------|------------------|-----------|
| Secured | Unsecured | Secured | Unsecured | Secured | Unsecured |
| \$4,939,000 | \$0 | \$2,041,000 | \$0 | \$1,732,000 | \$143,000 |

Details of any collateral

1. Mortgage of No 20, Bukit Batok Crescent #11-05,06,07,08,09 Enterprise Centre, Singapore 658080

2. Kitchen equipment, Furniture & Motor Vehicles under finance lease.

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

| | Apr 09-Mar 10 \$'000 | Apr 08-Mar 09 \$'000 (Restated) |
|---|-------------------------|---------------------------------------|
| Operating activities: | | |
| Profit (Loss) before tax | 1,280 | (2,253) |
| Adjustments for: | | |
| Share of profit in joint ventures | 320 | 1,551 |
| Share of loss in associate | (184) | 930 |
| Depreciation of property, plant and equipment | 3,028 | 2,778 |
| Impairment loss on property, plant and equipment | 100 | 212 |
| Receivables written off | 31 | 30 |
| Impairment of goodwill | 204 | 206 |
| Amortisation of other intangible asset | 20 | 20 |
| Loss on disposal of property, plant and equipment | 254 | 5 |
| Provision for merchandise write down | 71 | - |

| | | |
|--|--------------|--------------|
| Interest expense | 290 | 235 |
| Interest income | (57) | (33) |
| Operating cash flows before movements in working capital | 5,357 | 3,681 |
| Trade receivables | (569) | 250 |
| Other receivables and prepayments | 160 | (115) |
| Inventories | (131) | 77 |
| Long-term security deposits | (84) | (229) |
| Advances to joint venture | (309) | (211) |
| Trade payables | 1,685 | (131) |
| Other payables | 2,119 | (1,025) |
| Cash generated from operations | 8,228 | 2,297 |
| Interest paid | (272) | (226) |
| Income tax paid | (239) | (1,043) |
| Net cash from operating activities | 7,717 | 1,028 |
| Investing activities | | |
| Interest received | 48 | 24 |
| Proceeds from disposal of property, plant and equipment | 5 | - |
| Purchase of property, plant and equipment | (4,581) | (3,176) |
| Purchase of available-for-sale investment | (25) | (100) |
| Acquisition of additional equity interest in joint venture | (300) | - |
| Acquisition of additional equity interest in an associate | - | (543) |
| Net cash used in investing activities | (4,853) | (3,795) |
| Financing activities | | |
| Loan from shareholder's loan | - | 315 |
| Receipt from minority shareholders of subsidiaries | 60 | 360 |
| Payment to minority shareholders of subsidiaries | (234) | (363) |
| Proceeds from bank loans | 4,783 | 2,200 |
| Repayment of bank loans | (1,468) | (1,256) |
| Repayment of obligations under finance leases | (333) | (406) |
| Net cash used in financing activities | 2,808 | 850 |
| Net increase in cash and cash equivalents | 5,672 | (1,917) |
| Cash and cash equivalents at beginning of year | 10,439 | 12,461 |
| Effect of foreign exchange rate changes | 63 | (105) |
| Cash and cash equivalents at the end of the year | 16,174 | 10,439 |

Note:

1) During the period, the group acquired property, plant and equipment with an aggregate cost of S\$5,867,000 (2009:S\$2,912,000) of which S\$2,060,000 (2009:S\$774,000) was unpaid as at 31 March 2010 and include in other payables. Cash payment of S\$4,581,000 (2009: S\$5,028,000) were made to purchase of property, plant and equipment.

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 | Currency translation reserve | Retained losses | Attributable to equity holders of the parent | Minority interests | Total |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Balance at 1 April, 2008 as previously reported | 10,270 | (60) | (1,569) | 8,641 | 976 | 9,617 |
| Effect of adjustment arising from adoption of INT FRS113 | - | - | (828) | (828) | - | (828) |
| Balance at 1 April, 2008 as restated | 10,270 | (60) | (2,397) | 7,813 | 976 | 8,789 |
| Arising from incorporation of subsidiary | - | - | - | - | 360 | 360 |
| Fair value adjustment on interest free loan due to a minority shareholder | - | - | - | - | 54 | 54 |
| Dividend paid to minority interests | - | - | - | - | (363) | (363) |
| Total comprehensive income for the year | - | (272) | (2,930) | (3,202) | 110 | (3,092) |
| Effect of adjustment arising from adoption of INT FRS113 | - | - | 244 | 244 | - | 244 |
| Total comprehensive income for the year as restated | - | (272) | (2,686) | (2,958) | 110 | (2,848) |
| Balance at 31 March 2009 | 10,270 | (332) | (5,083) | 4,855 | 1,137 | 5,992 |
| Dividend paid to minority interests | - | - | - | - | (234) | (234) |
| Issue of shares to minority shareholder of a subsidiary | - | - | - | - | 60 | 60 |
| Total comprehensive income for the year | - | 210 | 650 | 860 | 71 | 931 |
| Balance at 31 March, 2010 | 10,270 | (122) | (4,433) | 5,715 | 1,034 | 6,749 |

| | COMPANY | | | | | |
|---|---------------|------------------------------|-----------------|--|--------------------|--------|
| | Share capital | Currency translation reserve | Retained losses | Attributable to equity holders of the parent | Minority interests | Total |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Balance at March 31, 2008 | 10,270 | - | (8,332) | 1,938 | - | 1,938 |
| Total comprehensive income for the year | - | - | (918) | (918) | - | (918) |
| Balance at March 31, 2009 | 10,270 | - | (9,250) | 1,020 | - | 1,020 |
| Total comprehensive income for the year | - | - | (336) | (336) | - | (336) |
| Balance at March 31, 2010 | 10,270 | - | (9,586) | 684 | - | 684 |

- 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 well as the number of shares held as treasury share, if any, against the total number of issued shares excluding treasury shares of the issuer, 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.**

The company did not issue any convertibles during the financial year and there are no outstanding convertibles.

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

| | 31 March 2010 | 31 March 2009 | 31 March 2008 |
|---|---------------|---------------|---------------|
| The total number of issued shares excluding treasury shares | 140,000,000 | 140,000,000 | 140,000,000 |

- 1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period on.**

The company did not have treasury shares as at the end of the financial year.

- 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 our auditors.

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

N.A.

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

Except as disclosed in section 5 below, the group has applied the same accounting policies and methods of computation as in the most recently 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.**

The group has adopted all the new and revised Singapore Financial Reporting Standards (FRS) and interpretation of FRS ("INT FRS") that are relevant to its operation and effective for annual period beginning on or after April 1, 2009. Consequential amendments were also made to various standards as a result of these new and revised standards. The following new or amended FRS and INT FRS are relevant to the group:

FRS 1 – Presentation of Financial Statements (Revised)
 FRS 23 – Borrowing Costs (Revised)
 FRS 108 – Operating Segments
 INT FRS 113 – Customer Loyalty Programmes

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: -

| | FY 2010 Apr 09 - Mar 10 | FY 2009 Apr 08 - Mar 09 (Restated) | FY 2008 Apr 07 - Mar 08 (Restated) |
|--|----------------------------|--|--|
| Earnings per ordinary share for the period after deducting any provision for preference dividends: | | | |
| (a) Based on the weighted average number of ordinary shares on issue | 0.46 cents | (1.92) cents | 0.06 cents |
| (b) On a fully diluted basis | NA | NA | NA |

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-

- (a) current financial period reported on;
 (b) immediately preceding financial year.

| | 31 Mar 10 | Group 31 Mar 09 (Restated) | 31 Mar 08 (Restated) |
|---|------------|----------------------------------|-------------------------|
| Net asset value per ordinary share based on the total number of issued shares excluding treasury shares as at the end of the period reported on | 4.08 cents | 3.47 cents | 5.58 cents |

| | 31 Mar 10 | Company 31 Mar 09 | 31 Mar 08 |
|---|------------|----------------------|------------|
| Net asset value per ordinary share based on the total number of issued shares excluding treasury shares as at the end of the period reported on | 0.49 cents | 0.73 cents | 1.38 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 the following:

- (a) any significant factors that affected the turnover, costs, and earning 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.

Revenue for the financial year ended 31 March 2010 ("FY10") increased by S\$8.0m (11%) to S\$81.3m from S\$ 73.4m in FY09, due mainly to higher sales volume contributed by five new outlets opened in FY10. The Group also benefited from the recovery of consumer confidence especially in the second half of FY10. Hence, Gross Profit increased by S\$4.9m (10%) to S\$56.3m compared to S\$51.4m in FY 09.

Other operating income for FY10 increased by S\$0.9m (76%) to S\$2.3m in FY10 from S\$1.3m in FY09 due mainly to receipts from Jobs Credit Scheme of S\$1.0m in FY10 (S\$0.3m in FY 09).

Administrative expenses increased by S\$3.4m to S\$27.5m in FY10 compared to S\$24.1m in FY09 due mainly to higher manpower costs and accrual of bonus component. These increases were partially offset by cuts in staff pay.

Other operating expenses increased by S\$1.2m (4%) to S\$29.3m in FY10 compared to S\$28.0m in FY09 due mainly to rental, depreciation, upkeep and relocation expenses incurred by new outlets and impairment of goodwill. However, these were partly offset by reduction in utilities and advertising & promotions.

Share of loss of joint-ventures improved by S\$1.2m to S\$0.3m in FY10 compared to S\$1.6m in FY09 after closure of one of its loss-making China outlets in FY09.

Share of profit(loss) in associate improved by S\$1.1m to a profit of S\$0.2m in FY10 compared to a loss of S\$0.9m in FY09 due to better performance from China outlets.

Thus, the Group recorded a **Profit** of S\$0.7m in FY10 compared to a loss of S\$2.6m in FY09.

The negative working capital of the Group stood at S\$3.2m as at 31 March 2010 compared to S\$4.8m in FY2009.

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

N.A.

10. 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.

Although the economy had gradually recovered from a severe global crisis, the operating environment remains competitive and challenging.

With the proposed progressive increase in foreign worker's levy and CPF contributions, the Group will continue to streamline its operations and improve its productivity by adopting new technology to reduce manpower at its central kitchen as well as individual outlet.

In addition, the Group will continue to maintain high quality of service through continuous staff training, to provide innovative cuisine to our customers, while actively embarking on marketing programmes.

During the year under review, the Group had opened two outlets in the recently launched Resorts World Sentosa. While the response has been encouraging, the Group is cautiously assessing how it can further improve productivity, customer experience and marketing for these outlets.

11. If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended):

NIL.

(b)(i) Amount per share:

NIL.

(ii) Previous corresponding period:

NIL.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

N.A.

(d) The date the dividend is payable.

N.A.

(e) The date on which Registrable Transfers received by the company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

N.A.

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

No dividend has been declared / recommended.

PART 11 – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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.

| | GROUP | |
|-----------|-------------------------------------|---------------------|
| | Sale revenue by geographical market | |
| | 31 Mar 10 \$'000 | 31 Mar 09 \$'000 |
| Singapore | 79,946 | 70,611 |
| China | 1,397 | 2,817 |
| | <u>81,343</u> | <u>73,428</u> |

| | GROUP | | | | | |
|-----------|-----------------------------------|-----------------------------------|-----------------------------------|--|---------------------|---------------------|
| | Carrying amount of segment assets | | | Additions to property, plant and equipment and intangible assets | | |
| | 31 Mar 10 \$'000 | 31 Mar 09 \$'000 (Restated) | 31 Mar 08 \$'000 (Restated) | 31 Mar 10 \$'000 | 31 Mar 09 \$'000 | 31 Mar 08 \$'000 |
| Singapore | 35,602 | 26,379 | 28,991 | 5,817 | 3,568 | 4,317 |
| China | 483 | 855 | 1,445 | 49 | 34 | 49 |
| | <u>36,085</u> | <u>27,234</u> | <u>30,436</u> | <u>5,866</u> | <u>3,602</u> | <u>4,366</u> |

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 Point 8.

15. A breakdown of sales as follows:-

| | Latest Financial Period (Apr 09-Mar 10) \$'000 <u>Group</u> | Previous Financial Period (Apr 08-Mar 09) \$'000 <u>Group</u> (Restated) | Increase/ (decrease) % |
|---|--|---|--|
| (a) Sales reported for first half of the period | 35,570 | 33,670 | 6 |
| (b) Operating (loss)profit after tax before deducting minority interests reported for first half of the period | (951) | (2,506) | 62 |
| (c) Sales reported for second half of the period | 45,773 | 39,758 | 15 |
| (d) Operating profit(loss) after tax before deducting minority interests reported for second half of the period | 1,676 | (70) | N.M |

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and it previous full year as follows:

- (a) Ordinary : N.A.**
- (b) Preference : N.A**
- (c) Total : N.A.**

**BY ORDER OF THE BOARD
Andrew Tjioe Ka Men
Executive Chairman
21 May 2010**

This announcement has been reviewed by the Company's sponsor, KW Capital Pte Ltd, for the compliance with the relevant rules of the Exchange. The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statement or opinions made or reports contained in this announcement.

The details of the contact person for the Sponsor is:-

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