



Precision Parts, Precision Partnerships.

INNOVALUES LIMITED

(Company Registration No. 199702822E)

Financial Statement And Dividend Announcement For The Financial Period Ended 30 June 2010

The Board of Directors of Innovalues Limited is pleased to announce the consolidated results for the financial period ended 30 June 2010. The figures presented below have not been audited or reviewed by the auditors of the Company.

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

1(a)(i) An income statement (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year

Consolidated Statement of Comprehensive Income for :

Note	3 MONTHS ENDED			6 MONTHS ENDED		
	30 Jun 2010	30 Jun 2009	Increase / (decrease)	30 Jun 2010	30 Jun 2009	Increase / (decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	27,529	21,404	28.6 %	52,189	37,682	38.5 %
Cost of sales	(22,779)	(19,909)	14.4 %	(43,652)	(37,269)	17.1 %
Gross profit	4,750	1,495	217.7 %	8,537	413	1,967.1 %
Other items of income						
Interest income	9	26	(65.4)%	15	36	(58.3)%
Other credits	390	526	(25.9)%	688	230	199.1 %
Other items of expenses						
Marketing and distribution costs	(832)	(444)	87.4 %	(1,601)	(941)	70.1 %
Administrative expenses	(2,230)	(1,964)	13.5 %	(4,465)	(4,121)	8.3 %
Finance costs	(374)	(514)	(27.2)%	(773)	(1,067)	(27.6)%
Other charges	(31)	(38)	(18.4)%	(62)	(117)	(47.0)%
Profit / (loss) before taxation	1,682	(913)	N.M.	2,339	(5,567)	N.M.
Income tax expense	(143)	(106)	34.9 %	(268)	(292)	(8.2)%
Net profit / (loss)	1,539	(1,019)	N.M.	2,071	(5,859)	N.M.

Note	3 MONTHS ENDED			6 MONTHS ENDED		
	30 Jun 2010	30 Jun 2009	Increase / (decrease)	30 Jun 2010	30 Jun 2009	Increase / (decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Other comprehensive income / (loss) :						
Exchange differences on translating foreign operations	175	(1,546)	N.M.	1,777	589	201.7 %
Other comprehensive income for the period, net of tax	175	(1,546)	N.M.	1,777	589	201.7 %
Total comprehensive income / (loss) for the period	1,714	(2,565)	N.M.	3,848	(5,270)	N.M.
Net profit / (loss) attributable to :						
Owners of the parent, net of tax	1,539	(1,019)	N.M.	2,071	(5,859)	N.M.
Non-controlling interests, net of tax	-	-	-	-	-	-
	1,539	(1,019)	N.M.	2,071	(5,859)	N.M.
Total comprehensive income / (loss) attributable to :						
Owners of the parent, net of tax	1,714	(2,565)	N.M.	3,848	(5,270)	N.M.
Non-controlling interests, net of tax	-	-	-	-	-	-
	1,714	(2,565)	N.M.	3,848	(5,270)	N.M.

Note: N.M. – Not meaningful

1(a)(ii) Breakdown and explanatory notes to the consolidated statement of comprehensive income

Note 1 Other credits / (charges) comprise the following:

	3 MONTHS ENDED			6 MONTHS ENDED		
	30 Jun 2010	30 Jun 2009	Increase / (decrease)	30 Jun 2010	30 Jun 2009	Increase / (decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Other credits :-						
Sale of waste materials	381	72	429.2 %	670	124	440.3 %
Gain on disposal of plant and equipment	-	6	N.M.	2	6	(66.7)%
Foreign exchange transaction gain, net	-	380	N.M.	-	-	-
Other income	9	68	(86.8)%	16	100	(84.0)%
	390	526	(25.9)%	688	230	199.1 %
Other charges :-						
Foreign exchange transaction losses, net	31	-	N.M.	62	79	(21.5)%
Allowance for impairment on trade receivables	-	38	N.M.	-	38	N.M.
	31	38	(18.4)%	62	117	(47.0)%

Note 2 Finance costs comprise the following:

	3 MONTHS ENDED			6 MONTHS ENDED		
	30 Jun 2010	30 Jun 2009	Increase / (decrease)	30 Jun 2010	30 Jun 2009	Increase / (decrease)
	<u>S\$'000</u>	<u>S\$'000</u>	<u>%</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>%</u>
Interest paid and payable to banks for:						
- overdrafts	-	-	-	-	2	N.M.
- term loans	341	510	(33.1)%	707	1,057	(33.1)%
- bills payable	28	-	N.M.	56	-	N.M.
Hire purchase interest	5	4	25.0 %	10	8	25.0 %
Total	374	514	(27.2)%	773	1,067	(27.6)%

Note 3 Profit / (loss) before taxation is stated after charging the following:

	3 MONTHS ENDED			6 MONTHS ENDED		
	30 Jun 2010	30 Jun 2009	Increase / (decrease)	30 Jun 2010	30 Jun 2009	Increase / (decrease)
	<u>S\$'000</u>	<u>S\$'000</u>	<u>%</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>%</u>
Depreciation expense	2,539	2,689	(5.6)%	5,088	5,383	(5.5)%
Amortisation charge	9	9	-	17	17	-

Note 4 Income tax comprises the following:

	3 MONTHS ENDED			6 MONTHS ENDED		
	30 Jun 2010	30 Jun 2009	Increase / (decrease)	30 Jun 2010	30 Jun 2009	Increase / (decrease)
	<u>S\$'000</u>	<u>S\$'000</u>	<u>%</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>%</u>
Income tax expense	143	87	64.4%	268	111	141.4%
Deferred tax expense	-	19	N.M	-	181	N.M
	143	106	34.9 %	268	292	(8.2)%

Note: N.M. – Not meaningful

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

	Note	Group		Company	
		30 Jun 2010	31 Dec 2009	30 Jun 2010	31 Dec 2009
		S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets					
Property, plant and equipment		55,618	58,799	252	284
Land use rights		483	476	-	-
Investments in subsidiaries		-	-	30,937	30,656
		56,101	59,275	31,189	30,940
Current assets					
Inventories	A	18,144	14,534	126	233
Trade and other receivables		26,222	26,503	25,353	34,306
Cash and cash equivalents		14,361	18,567	8,142	12,130
		58,727	59,604	33,621	46,669
Total assets		114,828	118,879	64,810	77,609
Equity attributable to owners of the parent					
Share capital		11,357	11,357	11,357	11,357
Retained earnings		44,122	42,051	2,614	3,784
Other reserves		3,842	1,983	1,426	1,344
Total equity		59,321	55,391	15,397	16,485
Non-current liabilities					
Deferred tax liabilities		83	79	18	18
Interest-bearing borrowings		11,348	14,618	9,174	11,904
Obligations under finance leases		334	359	301	359
		11,765	15,056	9,493	12,281
Current liabilities					
Income tax payable		13	-	-	-
Trade and other payables		19,084	20,714	22,307	29,162
Interest-bearing borrowings		24,495	27,580	17,471	19,543
Obligations under finance leases		150	138	142	138
		43,742	48,432	39,920	48,843
Total liabilities		55,507	63,488	49,413	61,124
Total equity and liabilities		114,828	118,879	64,810	77,609

Note to the consolidated statement of financial position

Note A. Inventories comprise the following:

	Group		
	30 Jun 2010	31 Dec 2009	Increase / (decrease)
	S\$'000	S\$'000	%
Finished goods	5,567	3,657	52.2 %
Work in progress	6,102	4,416	38.2 %
Raw materials and consumables	6,475	6,461	0.2 %
	18,144	14,534	24.8 %

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 Jun 2010		As at 31 Dec 2009	
Secured	Unsecured	Secured	Unsecured
<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
150	24,495	138	27,580

Amount repayable after one year

As at 30 Jun 2010		As at 31 Dec 2009	
Secured	Unsecured	Secured	Unsecured
<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
334	11,348	359	14,618

Details of any collateral

Secured borrowings at 30 June 2010 and 31 December 2009 refer to obligations under finance leases that are secured by plant and equipment purchased under finance leases.

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

Note	Group	
	30 Jun 2010	30 Jun 2009
	S\$'000	S\$'000
Operating activities		
Profit / (Loss) before taxation	2,339	(5,567)
Adjustments for:		
Interest expense	773	1,067
Interest income	(15)	(36)
Depreciation of property, plant and equipment	5,088	5,383
Amortisation of land use rights	17	17
Gain on disposal of property, plant and equipment	(2)	(6)
Share option expense	82	165
Net effect of exchange rate changes in consolidating subsidiaries	352	747
Operating cash flows before changes in working capital	8,634	1,770
Changes in working capital:		
Inventories	(3,610)	12,422
Trade and other receivables	702	5,017
Trade and other payables	(1,630)	(11,653)
Cash flows from operations before interest and tax	4,096	7,556
Income tax paid	(255)	(190)
Net cash flows from operating activities	3,841	7,366
Investing activities		
Proceeds from sale of property, plant and equipment	22	16
Purchase of property, plant and equipment	(779)	(388)
Interest received	15	36
Net cash flows used in investing activities	(742)	(336)
Financing activities		
Interest paid	(773)	(1,067)
Decrease in interest-bearing loans & borrowings, net	(6,478)	(6,534)
Finance leases repayment, net	(54)	(66)
Decrease / (Increase) in cash restricted in use	156	(4)
Net cash flows used in financing activities	(7,149)	(7,671)
Net decrease in cash and cash equivalents	(4,050)	(641)
Cash and cash equivalents at beginning of the year	18,233	12,543
Cash and cash equivalents at end of the period	14,183	11,902

A

Note to the consolidated statement of cash flows

Note A. Cash and cash equivalents comprise the following:

	Group	
	30 Jun 2010	30 Jun 2009
	S\$'000	S\$'000
Cash and cash equivalents as per statement of cash flows	14,183	11,902
Cash restricted in use	178	137
Cash and cash equivalents as per statement of financial position	14,361	12,039

Cash restricted in use refers to bank balances held by banks for subsidiaries to cover bank guarantees issued.

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Share capital	Capital reserve	Share option reserve	Statutory reserve	Translation reserve	Retained earnings	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Group							
Balance at 1 January 2009	11,357	1,212	1,077	999	(1,428)	46,543	59,760
Share option expense	-	-	165	-	-	-	165
Total comprehensive income / (loss) for the period	-	-	-	-	589	(5,859)	(5,270)
Balance at 30 June 2009	11,357	1,212	1,242	999	(839)	40,684	54,655
Balance at 1 January 2010	11,357	1,212	1,344	1,225	(1,798)	42,051	55,391
Share option expense	-	-	82	-	-	-	82
Total comprehensive income for the period	-	-	-	-	1,777	2,071	3,848
Balance at 30 June 2010	11,357	1,212	1,426	1,225	(21)	44,122	59,321
	Share capital	Share option reserve	Retained earnings	Total equity			
	\$'000	\$'000	\$'000	\$'000			
Company							
Balance at 1 January 2009	11,357	1,077	4,106	16,540			
Share option expense	-	165	-	165			
Total comprehensive loss for the period	-	-	(1,434)	(1,434)			
Balance at 30 June 2009	11,357	1,242	2,672	15,271			
Balance at 1 January 2010	11,357	1,344	3,784	16,485			
Share option expense	-	82	-	82			
Total comprehensive loss for the period	-	-	(1,170)	(1,170)			
Balance at 30 June 2010	11,357	1,426	2,614	15,397			

- 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 shares, 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.**

(A) Share Capital

During the three months ended 30 June 2010 since the end of the previous period reported on, there was no movement in the Company's share capital.

(B) Convertibles

Share Options

The Company has an employee share option scheme known as the "Innovalues Group Share Option Scheme 2001" which forms an integral component of the compensation plan designed to reward and retain eligible participants whose services are vital to its well being and success.

During the three months ended 30 June 2010 since the end of the previous period reported on, there was no movement in the outstanding share options issued.

As at 30 June 2010, there were 8,320,000 outstanding share options which would entitle the holders to subscribe for a total of 8,320,000 ordinary shares of the Company (30 June 2009: 8,696,000).

Save as disclosed above, the Company has no other outstanding convertibles and treasury shares as at 30 June 2010 and 30 June 2009.

- 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.**

The total number of issued shares excluding treasury shares as at 30 June 2010 was 318,194,000 (31 December 2009: 318,194,000).

The Company has no treasury shares as at 30 June 2010 and 31 December 2009.

- 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 reported on.**

Not applicable

- 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 auditors of the Company.

- 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 Group and the Company have adopted the same accounting policies and methods of computation in the financial statements for the current period compared with the audited financial statements for the year ended 31 December 2009 except for the adoption of accounting standards (including its consequential amendments) and interpretations applicable for the financial period beginning 1 January 2010.

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 adoption of the new and revised FRSs (including its consequential amendments) and interpretations is assessed to have no material impact to the results of the Group and of the Company for the period ended 30 June 2010.

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

Earnings / (loss) per ordinary share of the Group, after deducting any provision for preference dividends (in cents):	3 MONTHS ENDED		6 MONTHS ENDED	
	30 Jun 2010	30 Jun 2009	30 Jun 2010	30 Jun 2009
(a) Based on the weighted average number of ordinary shares on issue	0.48	(0.32)	0.65	(1.84)
(b) On a fully diluted basis	0.48	(0.32)	0.65	(1.84)

Earnings per share (rounded to 2 decimal places) for the financial period ended 30 June 2010 is computed based on the weighted average number of ordinary shares in issue during the period of 318,194,000.

Diluted earnings per share (rounded to 2 decimal places) for the financial period ended 30 June 2010 is computed based on the adjusted weighted average number of ordinary shares in issue during the period of 319,348,000.

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 and (b) immediately preceding financial year

	Group		Company	
	30 Jun 2010	31 Dec 2009	30 Jun 2010	31 Dec 2009
Net asset value per ordinary share based on issued share capital at the end of the financial year (in cents)	18.64	17.40	4.84	5.18

Net asset value per ordinary share as at 30 June 2010 is calculated based on the existing issued share capital of 318,194,000 ordinary shares outstanding as at 30 June 2010 (31 December 2009: 318,194,000).

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

Income Statement

Overview

For the 3 months ended 30 June 2010 ("2Q10"), the Group recorded a net profit attributable to shareholders of S\$1.5 million as compared to a net loss of S\$1.0 million in the corresponding period ("2Q09"). This brings the total net profit attributable to shareholders to S\$2.1 million for the 6 months ended 30 June 2010 ("1H10") as compared to a net loss of S\$5.9 million in the corresponding period ("1H09"). The turnaround of financial performance was mainly attributable to the increased revenue and higher utilization of manufacturing capacity.

Revenue

Business Activity	3 MONTHS ENDED				6 MONTHS ENDED			
	30 Jun 10 S\$'000	30 Jun 09 S\$'000	+ / (-) S\$'000	+ / (-) %	30 Jun 10 S\$'000	30 Jun 09 S\$'000	+ / (-) S\$'000	+ / (-) %
Office Automation ("OA")	15,267	16,043	(776)	(4.8)%	29,944	29,022	922	3.2 %
Automotive ("AU")	10,921	4,647	6,274	135.0 %	20,044	7,227	12,817	177.3 %
Hard Disk Drive ("HDD")	488	107	381	356.1 %	775	231	544	235.5 %
Others	853	607	246	40.5 %	1,426	1,202	224	18.6 %
	27,529	21,404	6,125	28.6 %	52,189	37,682	14,507	38.5 %

Group revenue increased by approximately S\$6.1 million or 28.6% and S\$14.5 million or 38.5% for 2Q10 and 1H10 respectively as compared to their corresponding periods. This was mainly due to higher orders following the recovery of global economy.

Revenue from our OA segment continues to be our largest revenue source contributing about 57.4% (1H09: 77.0%) of total revenue for 1H10. Increase in revenue from our OA segment was mainly attributed to PRC markets.

The significant increase in revenue from our AU segment was mainly due to the recovery in the global automotive industry. Increase in revenue from our AU segment was mainly attributed to the PRC and United States of America ("USA") markets.

Despite increase in revenue from HDD in 1H10 as compared to 1H09, the Group maintains its business strategy to diversify out of the highly competitive HDD business gradually with as minimal impact as possible on customers' operation.

Gross profit margin

The Group recorded a gross profit of S\$4.8 million or 17.3% of revenue in 2Q10. This was an improvement over the 7.0% performance in 2Q09. The Group's gross profit margin for 1H10 was 16.4% as compared to its corresponding period in 1H09 of 1.1% of revenue. The return to higher gross profitability is an encouraging sign. Such improved result was achieved as a result of much higher monthly average factory orders and higher utilization of manufacturing capacity.

Marketing and distribution costs

Marketing and distribution costs increased by approximately S\$388,000 (87.4%) and S\$660,000 (70.1%) for 2Q10 and 1H10 respectively over their corresponding periods. These increases were mainly due to higher delivery costs and business travels.

Administrative expenses

Administrative expenses increased by approximately S\$266,000 (13.5%) and S\$344,000 (8.3%) for 2Q10 and 1H10 respectively over their corresponding periods. This was mainly due to increased manpower to support higher volume of orders from the customers and higher salary accruals.

Finance costs

Finance costs decreased by approximately S\$140,000 (27.2%) and S\$294,000 (27.6%) for 2Q10 and 1H10 respectively over their corresponding periods mainly due to lower interest rates and reduction in borrowings. This de-leveraging process which started in January 2009 continues to be supported by our banks.

Other charges

Other charges decreased by approximately S\$55,000 (47.0%) in 1H10 over its corresponding period mainly due to the absence of allowance for impairment on trade receivables.

Other credits

Other credits decreased by approximately S\$136,000 (25.9%) in 2Q10 over its corresponding period mainly due to the absence of net foreign exchange gain in 2Q10.

However, for the six months ended 30 June 2010, other credits increased by approximately S\$458,000 over its corresponding period mainly due to higher sale of *waste materials**.

* *Waste materials refer to leftover of raw materials used, namely steel and rod bars, in the production of finished products.*

Income tax expense

Income tax expense decreased by approximately S\$24,000 (8.2%) in 1H10 over its corresponding period mainly due to the absence of deferred tax expense in 1H10 as compared to S\$181,000 recorded in 1H09 as a result of utilization of deferred tax assets recognized in prior year. This is partly offset by the increase of S\$157,000 in current tax expense mainly due to increase in net profit of the Group.

Financial Position

Property, plant and equipment (“PPE”)

Property, plant and equipment decreased by approximately S\$3.2 million from S\$58.8 million as at 31 December 2009 to S\$55.6 million as at 30 June 2010 mainly due to depreciation charges during the period but largely offset by increase in net book value of PPE arising from appreciation of stronger Malaysia Ringgit (“MYR”) and Thailand Baht (“THB”) against Singapore Dollar (“SGD”) as of 30 June 2010 as compared to 31 December 2009. The MYR and THB currencies appreciated against SGD by approximately 4.9% and 2.3% respectively between the 2 dates. As a result of the appreciation, net book value of the PPE for our Malaysia and Thailand operations, after translated into SGD, appeared higher as compared to 31 December 2009.

Inventories

Inventories increased by approximately S\$3.6 million from S\$14.5 million as at 31 December 2009 to S\$18.1 million as at 30 June 2010. The increase was mainly due to increased in work in progress and finished goods to meet growing customers’ orders.

Trade and other receivables

Trade and other receivables remained relatively unchanged at the S\$26.0 million level as collections remained healthy.

Cash and cash equivalents

The Group managed to end the 1H10 with strong cash and cash equivalents amounting to S\$14.2 million, net of bank overdraft and cash restricted in use, as compared to S\$11.9 million in 1H09.

Net cash flows from operating activities, though lower than 1H09, continued to be positive. This was mainly due to higher level of inventories held as at 30 June 2010.

Net cash flows used in investing activities was mainly related to capital expenditure incurred for the enhanced production capacity to meet the growing demand in China and for the replacement of certain existing plant and machinery that had worn out through usage over the years.

Net cash flows used in financing activities in the two financial periods under reporting refers mainly to the net decrease in interest-bearing loans and borrowings as the Group continued its de-leveraging strategy.

Trade and other payables

Trade and other payables decreased by approximately S\$1.6 million from S\$20.7 million as at 31 December 2009 to S\$19.1 million as at 30 June 2010. The decrease was mainly due to cautious procurement efforts aligning with the Group’s emphasis on financial prudence to maintain a sound financial position with efficient working capital management.

Interest-bearing borrowings

Net interest-bearing borrowings decreased by approximately S\$6.4 million from S\$42.2 million as at 31 December 2009 to S\$35.8 million as at 30 June 2010. The decrease was mainly due to net repayments made during the six months ended 30 June 2010.

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

Not applicable.

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

At the date of this announcement, the Group, to its best knowledge, is not aware of any known factors or events that may affect the Group in the next reporting period and the next 12 months.

The Group's recovery in performance continues to gain traction. Management has embarked on reviewing the business strategy so as to ensure that the Group will meet customers' expectation.

In the midst of prevailing uncertainties concerning the pace of economic recovery in the markets we operate in, the Group will continue to place emphasis on financial prudence. In line with this, the Group expects no significant capital expenditure, except replacement of machinery, in this financial year.

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? **No**

Name of Dividend	:	Not applicable
Dividend Type	:	Not applicable
Dividend Amount per Share (in cents)	:	Not applicable
Tax Rate	:	Not applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? **No**

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

No dividend has been declared or recommended.

13 Statement pursuant to Rule 705(5) of the Listing Manual

The Board of Directors confirm that, to the best of their knowledge, nothing has come to their attention of which may render the interim financial statement for the financial period ended 30 June 2010 to be false or misleading in any aspect.

BY ORDER OF THE BOARD

Goh Leng Tse
Chairman and Chief Executive Officer

4 August 2010