

STAMFORD TYRES CORPORATION LTD

Unaudited Full Year Financial Statements

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.

1(a)(i) CONSOLIDATED INCOME STATEMENT

	Group			
	01/05/10- 30/04/11	01/05/09- 30/04/10	Difference	Difference
	\$'000	\$'000	\$'000	%
Revenue	341,356	310,217	31,139	10.04%
Other revenue	980	975	5	0.51%
Total revenue	342,336	311,192	31,144	10.01%
Cost of goods sold	261,833	243,723	18,110	7.43%
Salaries and employees benefits	24,019	19,848	4,171	21.01%
Marketing and distribution	11,228	9,290	1,938	20.86%
Utilities, repairs and maintenance	5,576	5,126	450	8.78%
Finance costs	4,799	5,089	(290)	-5.70%
Depreciation of property, plant and equipment	5,396	5,477	(81)	-1.48%
Operating lease rentals	5,181	4,050	1,131	27.93%
Other operating expenses	8,325	5,082	3,243	63.81%
Total expenditure	(326,357)	(297,685)	(28,672)	9.63%
Share of profits of associated company	2,006	1,260	746	59.21%
Profit before taxation	17,985	14,767	3,218	21.79%
Taxation	(4,549)	(5,237)	688	-13.14%
Profit for the financial year	13,436	9,530	3,906	40.99%
Attributable to:				
Equity holders of the company	13,306	9,407	3,899	41.45%
Non-controlling interest	130	123	7	5.69%
	13,436	9,530	3,906	40.99%

N.M - Not meaningful.

1(a)(i) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	01/05/10- 30/04/11 \$'000	01/05/09- 30/04/10 \$'000
(a) Profit after taxation is stated after charging/ (crediting):		
Depreciation of property, plant and equipment (inclusive of charges included in cost of goods sold)	10,419	10,209
(Write-back of)/ allowance for doubtful receivables	(436)	543
Allowance for inventory obsolescence	1,291	2,040
Gain on disposal of property, plant and equipment	(82)	(116)
(Write-back of)/ impairment loss on property, plant and equipment	(9)	177
Foreign exchange loss/(gain)	469	(1,728)
Fair value loss/(gain) on other financial instruments	726	(736)
Adjustments for (over)/ under provision of tax in respect of prior years	(1,332)	706
Property, plant and equipment written off	27	22
Bad debts (recovered)/written off, net	(374)	324
	01/05/10- 30/04/11 \$'000	01/05/09- 30/04/10 \$'000
Net profit for the financial year	13,436	9,530
Other comprehensive income :		
Translation adjustments arising on consolidation	(3,541)	(841)
Fair value gain on cash flow hedges	-	79
Other comprehensive income for the financial year, net of tax	(3,541)	(762)
Total comprehensive income for the financial year	9,895	8,768
Total comprehensive income attributable to :		
Equity holders of the Company	9,786	8,627
Non-controlling interest	109	141
	9,895	8,768

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	
	30/04/11	30/04/10	30/04/09	30/04/11	30/04/10
	\$'000	\$'000	\$'000	\$'000	\$'000
		(Restated)	(Restated)		
Non-current assets					
Property, plant and equipment	57,886	63,220	69,288	-	-
Subsidiary companies	-	-	-	33,202	30,596
Amount due from subsidiary companies	-	-	-	23,264	21,887
Joint venture company	-	-	-	1,571	1,571
Associated companies	6,082	5,354	5,050	-	-
Deferred tax assets	2,874	2,884	2,329	-	-
	66,842	71,458	76,667	58,037	54,054
Current assets					
Inventories	95,105	89,471	96,962	-	-
Trade receivables	80,403	76,330	72,374	-	-
Derivatives	611	289	184	-	-
Other receivables	5,725	6,101	5,018	72	518
Prepayments and advances	2,162	2,661	979	22	21
Cash and bank deposits	27,743	35,604	16,986	856	666
	211,749	210,456	192,503	950	1,205
Less: Current liabilities					
Trade payables	22,695	26,428	22,280	-	-
Trust receipts (secured)	76,170	73,986	62,007	-	-
Derivatives	1,207	161	871	133	-
Other payables	19,263	16,319	17,774	888	689
Loans (secured)	21,648	27,290	41,155	1,248	1,187
Hire-purchase liabilities	644	778	486	-	-
Provisions	768	679	517	-	-
Provision for taxation	3,259	3,795	1,691	98	90
	145,654	149,436	146,781	2,367	1,966
Net current assets/(liabilities)	66,095	61,020	45,722	(1,417)	(761)
Non-current liabilities					
Amount due to subsidiary companies	-	-	-	365	365
Hire-purchase liabilities	1,038	867	818	-	-
Provisions	210	210	210	-	-
Long-term loans (secured)	22,040	30,915	30,091	1,992	3,240
Deferred tax liabilities	2,846	2,174	1,726	-	-
	26,134	34,166	32,845	2,357	3,605
Net assets	106,803	98,312	89,544	54,263	49,688
Equity					
Share capital	35,182	33,677	33,677	35,182	33,677
Reserves	71,621	64,056	55,429	19,081	16,011
	106,803	97,733	89,106	54,263	49,688
Non-controlling interest	-	579	438	-	-
	106,803	98,312	89,544	54,263	49,688

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

Amount repayable in one year or less, or on demand

As at 30/04/2011		As at 30/04/2010 (restated)		As at 30/04/2009 (restated)	
Secured	Unsecured	Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
98,462	-	102,054	-	103,648	-

Amount repayable after one year

As at 30/04/2011		As at 30/04/2010 (restated)		As at 30/04/2009 (restated)	
Secured	Unsecured	Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
23,078	-	31,782	-	30,909	-

Details of any collateral

The Group's freehold land, certain leasehold land and buildings, leasehold improvements and certain plant and equipment with a total net book value of \$40,672,000 as at 30 April 2011 (30 April 2010 : \$43,918,000) are subject to legal mortgages in connection with bank facilities granted to the Group.

The trust receipts of subsidiary companies are secured primarily by corporate guarantees from the Company.

Comparative figure

In accordance with the guidance issued in December 2010, term loans with callable on demand clause should be classified as current liabilities in their entirety, irrespective of the probability that the lenders will exercise the demand clauses.

Accordingly, the Group has re-classified such term loans amounting to S\$2,834,000 and S\$2,140,000 in 2010 and 2009 respectively in the balance sheets from non-current liabilities to current liabilities as the loans were previously classified as non-current liabilities based on the scheduled repayment dates. The comparative figures in respect of the previous years have been reclassified.

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	
	01/05/10- 30/04/11	01/05/09- 30/04/10
	\$'000	\$'000
Cash flows from operating activities		
Profit before taxation	17,985	14,767
Adjustments for:		
Depreciation of property, plant and equipment	10,419	10,209
Gain on disposal of property, plant and equipment	(82)	(116)
Fair value loss/ (gain) on other financial instruments	726	(736)
Property, plant and equipment written off	27	22
Bad debts (recovered)/written off, net	(374)	324
Foreign currency translation adjustment	(917)	(78)
Interest income	(99)	(217)
Provision for product warranties and reinstatement cost	413	202
(Write-back)/ impairment loss on property, plant and equipment	(9)	177
Interest expenses	4,799	5,089
Share of profits of associated company	(2,006)	(1,260)
Operating profit before reinvestment in working capital	30,882	28,383
(Increase)/decrease in inventories	(5,634)	7,491
Increase in receivables	(3,198)	(7,045)
(Decrease)/increase in payables	(1,108)	2,653
Cash generated by operations	20,942	31,482
Interest received	99	217
Interest paid	(4,799)	(5,089)
Income tax paid	(4,403)	(3,240)
Net cash generated by operating activities	11,839	23,370
Cash flows from investing activities :		
Proceeds from disposal of property, plant and equipment	112	1,097
Proceeds from share issuance	1,505	-
Dividend income from associated company	506	530
Purchase of property, plant and equipment	(5,545)	(4,314)
Acquisition of non-controlling interests	(26)	-
Net cash used in investing activities	(3,448)	(2,687)
Cash flows from financing activities :		
Proceeds from long-term loans	996	15,660
Proceeds from trust receipts	2,184	11,979
Repayment of hire purchase creditors	(996)	(707)
Dividend paid to shareholders	(2,307)	-
Dividend paid to non-controlling interest	(147)	-
Repayment of long-term loans	(13,010)	(10,502)
Net cash (used in)/provided by financing activities	(13,280)	16,430
Net (decrease)/increase in cash and cash equivalents	(4,889)	37,113
Cash and cash equivalents at beginning of financial year	23,514	(13,303)
Exchange rate adjustment to cash and cash equivalents at beginning of financial year	(469)	(296)
Cash and cash equivalents at end of financial year	18,156	23,514
Cash and cash equivalents consist of :		
Cash and bank deposits	27,743	35,604
Short-term revolving loan	(9,587)	(12,090)
	18,156	23,514

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 year of the immediately preceding financial year.

Group	Equity total \$'000	Equity attributable to owners of the parent total \$'000	Share capital \$'000	Revenue reserve \$'000	Other reserves total \$'000	Capital reserve \$'000	Employee share option reserve \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000	Discount on acquisition of non-controlling interest \$'000	Non-controlling Interests \$'000
Balance at 1 May 2009	89,544	89,106	33,677	59,005	(3,576)	321	755	(79)	(4,573)	-	438
Profit for the financial year	9,530	9,407	-	9,407	-	-	-	-	-	-	123
Other comprehensive income/(loss) for the year	(762)	(780)	-	-	(780)	-	-	79	(859)	-	18
Total comprehensive income/(loss) for the financial year	8,768	8,627	-	9,407	(780)	-	-	79	(859)	-	141
<u>Contributions by and distributions to owners</u>											
Transfer from revenue reserve to capital reserve	-	-	-	(26)	26	26	-	-	-	-	-
Total contributions by and distributions to owners	-	-	-	(26)	26	26	-	-	-	-	-
<u>Change in ownership interest in subsidiaries that do not result in a loss of control</u>											
Total transactions with owners in their capacity as owners	-	-	-	(26)	26	26	-	-	-	-	-
Balance at 30 Apr 2010	98,312	97,733	33,677	68,386	(4,330)	347	755	-	(5,432)	-	579
Balance at 1 May 2010	98,312	97,733	33,677	68,386	(4,330)	347	755	-	(5,432)	-	579
Profit for the financial year	13,436	13,306	-	13,306	-	-	-	-	-	-	130
Other comprehensive loss for the year	(3,541)	(3,520)	-	-	(3,520)	-	-	-	(3,520)	-	(21)
Total comprehensive income/(loss) for the financial year	9,895	9,786	-	13,306	(3,520)	-	-	-	(3,520)	-	109
<u>Contributions by and distributions to owners</u>											
Transfer from revenue reserve to capital reserve	-	-	-	(26)	26	26	-	-	-	-	-
Dividend on ordinary shares	(2,307)	(2,307)	-	(2,307)	-	-	-	-	-	-	-
Dividend paid to non-controlling interests	(147)	-	-	-	-	-	-	-	-	-	(147)
New share issuance	1,505	1,505	1,505	-	-	-	-	-	-	-	-
Total contributions by and distributions to owners	(949)	(802)	1,505	(2,333)	26	26	-	-	-	-	(147)
<u>Change in ownership interest in subsidiaries that do not result in a loss of control</u>											
Acquisition of non-controlling interest	(455)	86	-	-	86	-	-	-	(116)	202	(541)
Total changes in ownership interests in subsidiaries	(455)	86	-	-	86	-	-	-	(116)	202	(541)
Total transactions with owners in their capacity as owners	(1,404)	(716)	1,505	(2,333)	112	26	-	-	(116)	202	(688)
Balance at 30 Apr 2011	106,803	106,803	35,182	79,359	(7,738)	373	755	-	(9,068)	202	-

	Equity total \$'000	Equity attributable to owners of the parent total \$'000	Share capital \$'000	Revenue reserve \$'000	Employee share option reserve \$'000
Company					
Balance at 1 May 2009	49,276	49,276	33,677	14,844	755
Profit for the financial year	412	412	-	412	-
Total comprehensive income for the financial year	412	412	-	412	-
Balance at 30 Apr 2010	49,688	49,688	33,677	15,256	755
Balance at 1 May 2010	49,688	49,688	33,677	15,256	755
Profit for the financial year	5,377	5,377	-	5,377	-
Total comprehensive income for the financial year	5,377	5,377	-	5,377	-
<u>Contributions by and distributions to owners</u>					
Dividend on ordinary shares	(2,307)	(2,307)	-	(2,307)	-
New share issuance	1,505	1,505	1,505	-	-
Total contributions by and distributions to owners	(802)	(802)	1,505	(2,307)	-
Total transactions with owners in their capacity as owners	(802)	(802)	1,505	(2,307)	-
Balance at 30 Apr 2011	54,263	54,263	35,182	18,326	755

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 year 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 year reported on and as at the end of the corresponding year of the immediately preceding financial year.

Issuance of new shares

On 21 September 2010, the Group announced a proposed subscription of 4,300,000 new shares by Sumitomo Rubber Industries Ltd at the price of S\$0.35 per share. The share placement was completed on 14 October 2010. Following the allotment and issuance of new shares, the number of issued shares has increased to 234,861,244 shares.

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

	Company 30/04/11	Company 30/04/10
Ordinary shares (excluding treasury shares)	234,861,244	230,561,244

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial year reported on

Not applicable. There is no treasury share as at the end of the current financial year reported on.

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 by the Company's auditors.

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

Not applicable.

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

Except as disclosed in Note 5, the Group and the Company has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial year compared with those of the audited financial statements as at 30 April 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.

On 1 May 2010, the Group and the Company adopted the following new and revised Financial Reporting Standards ("FRS") and Interpretations of Financial Reporting Standards ("INT FRS") that are relevant:

Description

Amendments to FRS 27 Consolidated and Separate Financial Statements

Amendments to FRS 39 Financial Instruments: Recognition and Measurement – Eligible Hedged Items

Revised FRS 103 Business Combinations

Amendments to FRS 105 Non-current Assets to held for Sale and Discontinued Operations

INT FRS 117 Distributions of Non-cash Assets to Owners

Amendments to FRS 102 – Group Cash-settled Share-based Payment Transactions

Amendments to FRS 32 Classification of Rights Issues

Improvements to FRS issued in 2009

The adoption of the above FRS and INT FRS did not result in any substantial changes to the Group's accounting policies and did not have any significant impact on the Group and the Company, except as disclosed in Note 1b (ii).

6. Earnings per ordinary share of the group for the current year reported on and the corresponding year of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group	
	01/05/10- 30/04/11	01/05/09- 30/04/10
Earning per share (EPS)		
- basic (cents)	5.71	4.08
- diluted (cents)	5.71	4.08
	\$'000	\$'000
Group earnings used for the calculation of EPS	13,306	9,407
Profit for the financial year		
	'000	'000
Number of shares used for the calculation of basic and diluted EPS:		
Weighted average number of ordinary shares in issue used for the calculation of basic EPS	232,890	230,561

Basic earning per share ("EPS") is calculated on the Group's profit for the financial year attributable to the shareholders of the Company divided by the weighted average number of ordinary shares in issue during the financial year.

Diluted EPS is calculated on the same basis as basic EPS as there are no dilutive potential ordinary shares as at 30 April 2011.

Unissued shares under share options as at 30 April 2011 comprise 1,890,000 (30 April 2010 : 2,075,000) options entitling holders to subscribe at any time during the exercise period for the same number of ordinary shares in the Company.

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 year reported on; and (b) immediately preceding financial year.

	Group		Company	
	30/04/11	30/04/10	30/04/11	30/04/10
Net asset value per ordinary share (cents)	45.47	42.39	23.10	21.55

The net asset value per share ratios for the Group and the Company as at 30 April 2011 are calculated based on the actual number of shares in issue of 234,861,244 ordinary shares (30 April 2010: 230,561,244 ordinary 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 year 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 year reported on.

Revenue

The group's total revenue improved by 10.0% to S\$341.4 million in FY2011 compared to the S\$310.2 million recorded in FY2010. The improvement in revenue is a result of better sales mix of high performance tyres and earthmover tyres, as well as increased sales contribution from our key markets. South Africa and North Asia continued to perform, growing 24.9% and 18.0% yoy in sales respectively; while sales in South East Asia maintained its growth momentum with 8.2% increase yoy.

	FY2011		FY2010		Change
	(S\$'000)	%	(S\$'000)	%	%
South East Asia	261,761	76.7	242,016	78.0	8.2
South Africa	36,231	10.6	29,019	9.4	24.9
North Asia	33,873	9.9	28,712	9.3	18.0
Others	9,491	2.8	10,470	3.3	(9.4)
Total	341,356	100.0	310,217	100.0	10.0

Gross Profit and Gross Profit Margin

The better sales mix improves both gross profit and gross profit margin. Gross profit rose 19.6% from S\$66.5 million in FY2010 to S\$79.5 million in FY2011; while gross profit margin was 23.3% in FY2011 compared to 21.4% in FY2010, a healthy recovery to the pre-crisis level.

Operating Expenses

Salaries and employees benefits went up 21.0% yoy to S\$24.0 million in FY2011, due to the reinstatement of staff salary cuts to pre-crisis level and wage increases.

Operating lease rental increased 27.9% yoy to S\$5.2 million due to inventory expansion in Singapore.

Other operating expenses grew by 63.8% or S\$3.2 million, mainly due to foreign exchange fluctuations arising from the strengthening of SGD against USD over a period of two financial years.

Financial Position

Inventories went up to S\$95.1 million as at 30 April 2011 from S\$89.5 million as at 30 April 2010. More inventories were held in anticipation of customer requirements and rising tyre prices.

As at 30 April 2011, the Group's cash and cash equivalents stood at S\$18.2 million compared to S\$23.5 million the previous year, a result of more repayment of long term loans.

Total bank borrowings decreased 9.2% yoy to S\$121.5 million from S\$133.8 million, thereby significantly lowering net gearing ratio to 0.88 from 1.01.

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 year and the next 12 months.

The Group expects its core wholesale and retail businesses to continue to perform and is cautiously optimistic that FY2012 will outperform FY2011.

Market conditions remain challenging as tyre manufacturers continue to increase prices due to higher cost of raw materials and tight supply.

The Group will continue to increase sales productivity, optimize product mix and manage operating costs.

11. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	1.5 cent per ordinary share (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

(c) Date payable

To be announced at a later date, subject to shareholders' approval at the forthcoming Annual General Meeting.

(d) Books closure date

Notice will be given later regarding the date of closure of transfer books and register of members.

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

Not applicable.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENTS (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.

Geographical Segment

Group 2011	South East Asia S\$'000	North Asia S\$'000	Africa S\$'000	Other S\$'000	Total segments S\$'000	Elimination S\$'000	Consolidated S\$'000
Revenue							
External revenue	261,761	33,873	36,231	9,491	341,356	-	341,356
Inter-segment revenue	64,810	60	-	310	65,180	(65,180)	-
Other revenue							
- Interest income	35	15	45	4	99	-	99
- Others	359	137	22	354	872	-	872
	<u>326,965</u>	<u>34,085</u>	<u>36,298</u>	<u>10,159</u>	<u>407,507</u>	<u>(65,180)</u>	<u>342,327</u>
Unallocated revenue							9
Total revenue							<u>342,336</u>
Segment result	<u>18,878</u>	<u>772</u>	<u>1,744</u>	<u>(565)</u>	<u>20,829</u>	-	20,829
Add : Unallocated revenue							9
Less : Unallocated expenses							(60)
Finance costs	<u>(4,866)</u>	<u>(308)</u>	<u>(327)</u>	<u>(81)</u>	<u>(5,582)</u>	783	(4,799)
Share of profits of associated company	<u>-</u>	<u>2,006</u>	<u>-</u>	<u>-</u>	<u>2,006</u>	-	2,006
Profit before taxation							17,985
Taxation							(4,549)
Profit for the financial year							<u>13,436</u>
Other information							
Segment asset	207,201	26,495	28,266	7,626	269,588	-	269,588
Associated companies	233	5,849	-	-	6,082	-	6,082
Unallocated assets	-	-	-	-	-	-	2,921
Total assets	<u>207,434</u>	<u>32,344</u>	<u>28,266</u>	<u>7,626</u>	<u>275,670</u>	-	<u>278,591</u>
Segment liabilities	147,358	11,964	4,354	1,458	165,134	-	165,134
Unallocated liabilities	-	-	-	-	-	-	6,654
Total liabilities	<u>147,358</u>	<u>11,964</u>	<u>4,354</u>	<u>1,458</u>	<u>165,134</u>	-	<u>171,788</u>
Other segment information							
Additions to non-current assets							
- Property, plant and equipment	<u>4,827</u>	<u>123</u>	<u>1,491</u>	<u>137</u>	<u>6,578</u>	-	<u>6,578</u>
Significant non-cash expenses :							
Amortisation and depreciation	<u>9,687</u>	<u>309</u>	<u>353</u>	<u>70</u>	<u>10,419</u>	-	<u>10,419</u>
Allowance for/(writeback of) doubtful receivables	<u>300</u>	<u>(53)</u>	<u>43</u>	<u>(726)</u>	<u>(436)</u>	-	<u>(436)</u>
Allowance for inventory obsolescence	<u>1,066</u>	<u>69</u>	<u>127</u>	<u>29</u>	<u>1,291</u>	-	<u>1,291</u>
Writeback of impairment on property, plant and equipment	<u>(9)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9)</u>	-	<u>(9)</u>
Bad debts (recovered)/ written off directly to profit and loss account	<u>(437)</u>	<u>-</u>	<u>10</u>	<u>53</u>	<u>(374)</u>	-	<u>(374)</u>

Group	South East				Total		
2010	Asia	North Asia	Africa	Others	segments	Elimination	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue							
External revenue	242,016	28,712	29,019	10,470	310,217	-	310,217
Inter-segment revenue	75,182	289	-	(15)	75,456	(75,456)	-
Other revenue							
- Interest income	19	12	18	168	217	-	217
- Others	436	98	1	214	749	-	749
	<u>317,653</u>	<u>29,111</u>	<u>29,038</u>	<u>10,837</u>	<u>386,639</u>	<u>(75,456)</u>	<u>311,183</u>
Unallocated revenue							9
Total revenue							<u>311,192</u>
Segment result	<u>17,145</u>	<u>535</u>	<u>1,951</u>	<u>(986)</u>	<u>18,645</u>	-	<u>18,645</u>
Add : Unallocated revenue							9
Less : Unallocated expenses							(58)
Finance costs	<u>(5,025)</u>	<u>(367)</u>	<u>(469)</u>	<u>(187)</u>	<u>(6,048)</u>	959	<u>(5,089)</u>
Share of profits of associated company	<u>-</u>	<u>1,260</u>	<u>-</u>	<u>-</u>	<u>1,260</u>	-	<u>1,260</u>
Profit before taxation							<u>14,767</u>
Taxation							<u>(5,237)</u>
Profit for the financial year							<u>9,530</u>
Other information							
Segment asset	206,330	27,029	31,779	8,538	273,676	-	273,676
Associated companies	233	5,121	-	-	5,354	-	5,354
Unallocated assets	-	-	-	-	-	-	2,884
Total assets	<u>206,563</u>	<u>32,150</u>	<u>31,779</u>	<u>8,538</u>	<u>279,030</u>	-	<u>281,914</u>
Segment liabilities	159,654	13,015	3,582	1,382	177,633	-	177,633
Unallocated liabilities	-	-	-	-	-	-	5,969
Total liabilities	<u>159,654</u>	<u>13,015</u>	<u>3,582</u>	<u>1,382</u>	<u>177,633</u>	-	<u>183,602</u>
Other segment information							
Additions to non-current assets							
- Property, plant and equipment	<u>3,892</u>	<u>504</u>	<u>760</u>	<u>206</u>	<u>5,362</u>	-	<u>5,362</u>
Significant non-cash expenses :							
Amortisation and depreciation	<u>9,660</u>	<u>315</u>	<u>185</u>	<u>49</u>	<u>10,209</u>	-	<u>10,209</u>
Allowance for/(writeback of) doubtful receivables	<u>29</u>	<u>487</u>	<u>69</u>	<u>(42)</u>	<u>543</u>	-	<u>543</u>
Allowance for/(writeback of) inventory obsolescence	<u>2,009</u>	<u>165</u>	<u>(57)</u>	<u>(77)</u>	<u>2,040</u>	-	<u>2,040</u>
Impairment/(writeback of impairment) on property, plant and equipment	<u>191</u>	<u>(14)</u>	<u>-</u>	<u>-</u>	<u>177</u>	-	<u>177</u>
(Writeback of)/bad debts written off directly to profit and loss account	<u>(1)</u>	<u>-</u>	<u>(9)</u>	<u>334</u>	<u>324</u>	-	<u>324</u>

Business Segments

	<u>Revenue</u>		<u>Non-current assets</u>	
	<u>FY2011</u>	<u>FY2010</u>	<u>FY2011</u>	<u>FY2010</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Distribution	310,446	283,900	43,074	43,441
Manufacturing	31,890	27,292	23,768	28,017
	<u>342,336</u>	<u>311,192</u>	<u>66,842</u>	<u>71,458</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 the item no. 8.

15. A breakdown of sales.

	<u>Group</u>		<u>% Increase/ (Decrease)</u>
	<u>Latest year</u>	<u>Previous year</u>	
	<u>\$'000</u>	<u>\$'000</u>	
Turnover reported for first half year	162,384	145,735	11.42%
Profit after tax before deducting minority interest reported for first half year	2,850	2,946	-3.26%
Turnover reported for second half year	178,972	164,482	8.81%
Profit after tax before deducting minority interest reported for second half year	10,586	6,584	60.78%

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

	<u>Latest Full Year</u>	<u>Previous Full Year</u>
	<u>(\$'000)</u>	<u>(\$'000)</u>
Ordinary	<u>2,307</u>	<u>-</u>

17. Aggregate value of interested person transactions entered into by the Company and/or its subsidiaries during the year.

Not applicable.

BY ORDER OF THE BOARD



Dawn Wee Wai Ying
Director
22 June 2011