

STAMFORD TYRES CORPORATION LTD

Full Year Financial Statement And Dividend Announcement For The Financial Year Ended 30 April 2005

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

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

	Group	
	April 2005 \$'000	April 2004 \$'000
Revenue	191,293	189,779
Other revenue	288	226
Total revenue	191,581	190,005
Cost of goods sold	(140,103)	(138,805)
Salaries and employees benefits	(14,811)	(14,409)
Amortisation and depreciation*	(3,794)	(3,647)
Operating lease rentals	(1,783)	(1,287)
Utilities, repairs and maintenance	(4,583)	(4,027)
Marketing and promotion	(5,579)	(5,374)
Other operating expenses	(5,779)	(5,646)
Total expenditure	(176,432)	(173,195)
Profit from operating activities	15,149	16,810
Finance costs	(2,944)	(2,453)
Share of losses of associated companies	(642)	(9)
Profit before taxation	11,563	14,348
Taxation	(2,893)	(2,788)
Profit after taxation	8,670	11,560
Minority interests	(62)	(16)
Profit for the financial year attributable to the shareholders of the Company	8,608	11,544

* Please refer to item no. 4

	Group	
	April 2005	April 2004
	\$'000	\$'000
(a) Profit after tax is stated after charging/ (crediting):		
Other revenue	(288)	(226)
Finance costs	2,944	2,453
Amortisation and depreciation	4,346	3,647
Allowance for doubtful trade receivables	1,634	1,198
Allowance for obsolete inventories	1,260	1,874
Loss arising from increase of interest in an associated company	146	-
Bad trade debts written off	1	7
Inventories written off	63	27
Impairment reversal on property, plant and equipment	-	(166)
Impairment loss on other investments	11	-
Gain on disposal of property, plant and equipment	(193)	(40)
Gain on disposal of marketable securities	-	(5)
Foreign exchange gain	(285)	(223)
Over provision for current taxation in prior years	(37)	(983)
Over provision for deferred taxation in prior years	(2)	(151)

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	
	April 2005 \$'000	April 2004 \$'000	April 2005 \$'000	April 2004 \$'000
Non-current assets				
Property, plant and equipment	51,417	45,735	-	-
Subsidiary companies	-	-	39,374	35,252
Joint venture company	-	-	1,571	1,571
Associated companies	1,642	2,306	72	72
Intangible assets	28	26	-	-
Other non-current asset	41	53	-	-
Deferred tax assets	1,424	440	-	-
	<u>54,552</u>	<u>48,560</u>	<u>41,017</u>	<u>36,895</u>
Current assets				
Inventories	62,338	52,657	-	-
Trade receivables	63,804	56,669	-	-
Other receivables	4,944	3,398	1,568	4,154
Marketable securities	15	5	-	-
Cash and bank balances	13,817	20,828	124	541
	<u>144,918</u>	<u>133,557</u>	<u>1,692</u>	<u>4,695</u>
Current liabilities				
Trade payables	24,916	19,192	-	-
Trust receipts and bills payable (secured)	39,176	46,355	-	-
Other payables	9,497	10,646	468	386
Bank borrowings (secured)	8,829	4,615	-	-
Finance lease liabilities	255	279	-	-
Provision for taxation	3,849	4,239	140	66
	<u>86,522</u>	<u>85,326</u>	<u>608</u>	<u>452</u>
Net current assets	58,396	48,231	1,084	4,243
Non-current liabilities				
Finance lease liabilities	526	546	-	-
Long-term loans (secured)	43,246	32,100	-	-
Deferred tax liabilities	724	616	-	-
	<u>44,496</u>	<u>33,262</u>	<u>-</u>	<u>-</u>
Net assets	<u>68,452</u>	<u>63,529</u>	<u>42,101</u>	<u>41,138</u>
Equity				
Share capital	21,082	20,341	21,082	20,341
Reserves	47,143	43,016	21,019	20,797
Total shareholders' equity	<u>68,225</u>	<u>63,357</u>	<u>42,101</u>	<u>41,138</u>
Minority interests	227	172	-	-
	<u>68,452</u>	<u>63,529</u>	<u>42,101</u>	<u>41,138</u>

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

Amount repayable in one year or less, or on demand

As at 30/04/05		As at 30/04/04	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
48,260	-	51,249	-

Amount repayable after one year

As at 30/04/05		As at 30/04/04	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
43,772	-	32,646	-

Details of any collateral

The Group's freehold land, certain leasehold land and buildings and leasehold improvements with a total net book value of \$35,797,000 as at 30 April 2005 (2004 : \$36,668,000) are subject to legal mortgages in connection with bank facilities granted to the Group.

The trust receipts and bills payable of subsidiary companies are secured by corporate guarantees from the Company.

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

	April 2005 \$'000	April 2004 \$'000
Cash flows from operating activities		
Profit from operating activities	15,149	16,810
Adjustments for:		
Depreciation of property, plant and equipment	4,346	3,361
Amortisation of intangible assets	36	286
Property, plant and equipment written off	-	109
Loss arising from increase of interest in an associated company	146	-
Gain on disposal of marketable securities	-	(5)
Gain on disposal of property, plant and equipment	(193)	(40)
Foreign currency translation adjustment	(250)	(49)
Interest income	(80)	(101)
Impairment loss on other investments	11	-
Impairment reversal on property, plant and equipment	-	(166)
Operating profit before reinvestment in working capital	19,165	20,205
Increase in inventories	(9,681)	(12,225)
Increase in receivables	(8,678)	(8,984)
Increase in payables	4,120	3,538
Cash generated from operating activities	4,926	2,534
Interest received	80	101
Interest paid	(2,944)	(1,918)
Income tax paid	(4,157)	(2,239)
Net cash used in operating activities	(2,095)	(1,522)
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	415	414
Proceeds from disposal of marketable securities	-	15
Increase in interest in an associated company, net of cash acquired	5	-
Purchase of intangible assets	(42)	(2)
Investment in associated companies	-	(2,046)
Purchase of marketable securities	(12)	-
Purchase of property, plant and equipment	(10,593)	(8,969)
Net cash used in investing activities	(10,227)	(10,588)
Cash flows from financing activities		
Proceeds from issue of shares	742	5,194
Net proceeds from long-term loans	14,126	3,966
Net (repayment) / proceeds from trust receipts	(7,178)	20,050
Repayment of finance lease liabilities	(306)	(344)
Dividend paid to shareholders	(3,304)	(2,107)
Repayment of long-term loans	(1,678)	(6,847)
Net cash generated from/(used in) financing activities	2,402	19,912
Net (decreased) / increased in cash and cash equivalents	(9,920)	7,802
Cash and cash equivalents at beginning of financial year	18,699	11,080
Exchange rate adjustment to cash and cash equivalents at beginning of financial year	(3)	(183)
Cash and cash equivalents at end of financial year	8,776	18,699

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 \$'000	Share premium \$'000	Capital reserve \$'000	Revenue reserve \$'000	Foreign currency translation reserve \$'000	Total \$'000
Group						
Balance at 1 May 2003	15,295	9,857	759	23,555	(184)	49,282
Issue of ordinary shares on exercise of share options and Warrant 2007	5,046	148	-	-	-	5,194
Transfer from capital reserve as a result of exercise of Warrant 2007	-	384	(384)	-	-	-
Dividend paid	-	-	-	(2,107)	-	(2,107)
Profit for the financial year attributable to the shareholders of the Company	-	-	-	11,544	-	11,544
Translation adjustments arising on consolidation	-	-	-	-	(556)	(556)
Balance at 30 April 2004	20,341	10,389	375	32,992	(740)	63,357
Issue of ordinary shares on exercise of share options and Warrant 2007	741	1	-	-	-	742
Transfer from capital reserve as a result of exercise of Warrant 2007	-	63	(63)	-	-	-
Dividend paid	-	-	-	(3,304)	-	(3,304)
Profit for the financial year attributable to the shareholders of the Company	-	-	-	8,608	-	8,608
Translation adjustments arising on consolidation	-	-	-	-	(1,178)	(1,178)
Balance at 30 April 2005	21,082	10,453	312	38,296	(1,918)	68,225

Company	Share capital \$'000	Share premium \$'000	Capital reserve \$'000	Revenue reserve \$'000	Total \$'000
Balance at 1 May 2003	15,295	9,857	616	8,027	33,795
Issue of ordinary shares on exercise of share options and Warrant 2007	5,046	148	-	-	5,194
Transfer from capital reserve as a result of exercise of Warrant 2007	-	384	(384)	-	-
Dividend paid	-	-	-	(2,107)	(2,107)
Profit for the financial year attributable to the shareholders of the Company	-	-	-	4,256	4,256
Balance at 30 April 2004	20,341	10,389	232	10,176	41,138
Issue of ordinary shares on exercise of share options and Warrant 2007	741	1	-	-	742
Transfer from capital reserve as a result of exercise of Warrant 2007	-	63	(63)	-	-
Dividend paid	-	-	-	(3,304)	(3,304)
Profit for the financial year attributable to the shareholders of the Company	-	-	-	3,525	3,525
Balance at 30 April 2005	<u>21,082</u>	<u>10,453</u>	<u>169</u>	<u>10,397</u>	<u>42,101</u>

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.

The details of changes in the company's share capital are as follows:

	Number of shares April 2005 '000	Share capital April 2005 \$'000	Number of shares April 2004 '000	Share capital April 2004 \$'000
Issued and fully paid :				
At beginning of financial year :				
Ordinary shares of \$0.10 (2004 : \$0.25) each	203,412	20,341	61,181	15,295
Issued during the financial year :				
Ordinary shares of \$0.10 (2004 : \$0.25) each for cash on the exercise of options	25	2	2,074	519
Ordinary shares of \$0.10 (2004 : \$0.25) each for cash on the exercise of Warrant 2007	7,389	739	13,925	3,481
Total before sub-division of every 2 existing shares of \$0.25 each into 5 new shares of \$0.10 each	210,826	21,082	77,180	19,295
Increased by sub-division	-	-	115,770	-
Ordinary shares of \$0.10 (2004: \$0.25) each	210,826	21,082	192,950	19,295
Issued during the financial year :				
Ordinary shares of \$0.10 each for cash on the exercise of options (2004:\$0.10)	-	-	267	27
Ordinary shares of \$0.10 each for cash on the exercise of Warrant 2007 (2004:\$0.10)	-	-	10,195	1,019
At end of financial year :				
Ordinary shares of \$0.10 (2004: \$0.10) each	210,826	21,082	203,412	20,341

At the Extraordinary General Meeting of the Company held on 19 September 2003, the shareholders approved the sub-division of every two existing ordinary shares of par value \$0.25 each into five new ordinary shares of par value \$0.10 each.

Unissued shares under share options and warrants as at 30 April 2005 comprise :

(i) There are nil (2004 : 25,000) outstanding options entitling holders to subscribe at any time during the exercise period for the same number of ordinary shares in the Company at the exercise price of \$0.126 (2004 : \$0.126) per share.

(ii) 19,900,868 (2004 : 27,290,267) Warrant 2007 entitling holders to subscribe at any time up to 21 February 2007 for the same number of ordinary shares in the Company at an exercise price of \$0.10 per share.

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.

The same accounting policies and methods of computation in the Group's financial statements have been applied, except for:

(1) With effect from 1 May 2004, a subsidiary company changed the estimated useful life of a leasehold building from 64 years to 50 years, and the estimated useful lives of office and retail equipment from 10 years to 8 years. The change resulted in an additional depreciation charge of \$294,350 for the financial year.

(2) The Group reclassified the trust receipts in the cash flow statement from operating activities to financing activities to better reflect their nature. The following comparative figures in the cash flow statement have been reclassified to provide a proper and meaningful comparison with current financial year's presentation:

	April 2004 (Restated) \$'000	April 2004 (previously reported) \$'000
Net cash (used in) / generated from operating activities	(1,522)	18,528
Net cash used in investing activities	(10,588)	(10,588)
Net cash generated from / (used in) financing activities	19,912	(138)
Net increase in cash and cash equivalents	<u>7,802</u>	<u>7,802</u>

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.

There was no material change in the accounting policies and method of computation, except as described in item no. 4 above.

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	
	April 2005	April 2004
Earning per share (EPS)		
- basic (cents)	4.15	6.23
- diluted (cents)	<u>3.82</u>	<u>5.19</u>
	\$'000	\$'000
Group earnings used for the calculation of EPS		
Profit for the financial year attributable to the shareholders of the Company	<u>8,608</u>	<u>11,544</u>
	'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	207,403	185,168
Adjustment for outstanding share options and Warrant 2007	18,127	37,316
Adjusted weighted average number of ordinary shares used for the calculation of diluted EPS	<u>225,530</u>	<u>222,484</u>

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, except that the weighted average number of ordinary shares in issue during the financial year has been adjusted for the effects of all dilutive potential ordinary shares, being the outstanding share options and Warrant 2007. The number of outstanding share options and Warrant 2007 included in the calculation of diluted EPS has been determined based on the average number of days they were outstanding during the financial year.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:- (a) current financial period reported on; and (b) immediately preceding financial year.

	Group		Company	
	April 2005	April 2004	April 2005	April 2004
Net asset value per ordinary share (cents)	32.36	31.15	19.97	20.22

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.

The Board is pleased to announce that the Group's net profit of \$8.6 million for the financial year ended 30 April 2005 ("FY2005") is right on track as highlighted in the last full year results announcement. The Group's net profit is lower than the last corresponding financial year ended 30 April 2004 ("FY2004") of \$11.5 million, but higher than the previous corresponding financial year ended 30 April 2003 of \$8.2 million ("FY2003").

Dividend

The Board recommends a special dividend of 0.75 cents less tax of 20% per share in addition to the first and final dividend of 1.25 cents per share, totalling approximately \$3.37 million as set out in paragraph 11. The combined proposed dividend of 2 cents per share represents a gross dividend rate of 20% based on the par value of 10 cents per share.

Current year performance

Group turnover for FY2005 remained relatively flat at \$191.3 million, compared to \$189.8 million in FY2004. Gross profit margin was sustained at 26.8%.

The increase in overheads of \$2.0 million was mainly due to the start-up and running costs of the wheel plant in Thailand, and to the restructuring costs associated with the realignment of our distribution structure.

Share of losses of our associated company arose mainly from the continuing costs of establishing the Dunlop dealers retail network in China.

The increase in finance costs of approximately \$0.5 million was due mainly to the increase in term loan and additional borrowing to finance our wheel plant in Thailand. Other than the increase in the amount of borrowings, the increase in lending rates also contributed to the higher finance costs.

Financial position

During the year, the change in the Group's distribution structure has resulted in higher inventory holding by the overseas subsidiaries. The commencement of our Group's wheel manufacturing activities in Thailand also resulted in an increase in the inventory of raw materials.

Capital investment in the new wheel plant in Thailand and the increase in the number of retail outlets amounted to approximately \$10.9 million. These were mainly funded through internally generated funds and long-term borrowings.

The Group reduced its short-term borrowings in trust receipts and bills payable through earlier repayments.

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

There was no material variance between the prospect statement that was previously disclosed to the shareholders and the actual results for the financial year ended 30 April 2005.

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.

Outlook for FY2006

The Group aims for a double-digit growth in revenue through the following:

- 1) Consistent organic growth of our existing major brands marketed through our integrated concept with value added services
 - Falken, Dunlop
 - Continental
 - Toyo

- 2) Incremental sales through Proprietary Brands Manufacturing programmes:
 - Truck Bus Radial outsource contract manufacturing programme which commenced production in May 2005.
 - Truck Bus Bias outsource contract manufacturing programme which is currently ongoing
 - Additional output from Stamford Sport Wheel 2nd line of production

- 3) Further growth is also expected to be achieved from product development and outsource contract manufacturing for Passenger Car Radial, High Performance Car Radial, Light Truck Radial, Off-The-Road and Agricultural tyres

The outlook for the Group will remain healthy for FY2006 as we would benefit from having less geographical restrictions and a wider market coverage. The Group expects its results for FY2006 to be better than that of FY2005.

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in the forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital availability, competition from other companies and venues for the sale/ distribution of goods and services, shift in customer demand, changes in operating expenses, including employee wages, benefits and training, governmental and public policy changes. You are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events.

11. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend	Proposed First & Final	Proposed Special
Dividend Type	Cash	Cash
Dividend Rate (in %)	12.5%	7.5%
Dividend Amount per Share (in cents)	1.25 cents per ordinary share (less tax)	0.75 cents per ordinary share (less tax)
Par value of shares	\$0.10	\$0.10
Tax Rate	20%	20%

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	First & Final	Special
Dividend Type	Cash	Cash
Dividend Rate (in %)	12.5%	7.5%
Dividend Amount per Share (in cents)	1.25 cents per ordinary share (less tax)	0.75 cents per ordinary share (less tax)
Par value of shares	\$0.10	\$0.10
Tax Rate	20%	20%

(c) Date payable

Will 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 ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Group 2005			Hong				Latin			Total \$'000	Elim \$'000	Conso \$'000
	S'pore \$'000	M'sia \$'000	Kong/ China \$'000	Indo \$'000	Thai \$'000	America \$'000	Others \$'000					
Revenue												
External revenue	95,344	30,967	28,260	12,147	9,573	2,635	12,367	191,293				191,293
Inter-segment revenue	40,477	8,522	-	-	5,883	-	-	54,882	(54,882)			-
Other revenue	2	-	42	52	117	(7)	2	208				208
Unallocated revenue	-	-	-	-	-	-	-	-				80
Total revenue	135,823	39,489	28,302	12,199	15,573	2,628	12,369	246,383	(54,882)			191,581
Segment result	10,093	3,672	2,550	428	(707)	(365)	761	16,432				16,432
Add: unallocated revenue												80
Less: unallocated corporate expenses												(1,363)
Profit from operating activities												15,149
Finance costs												(2,944)
Share of losses of associated companies			(642)					(642)				(642)
Profit before taxation and minority interests												11,563
Taxation												(2,893)
Minority interests												(62)
Profit for the financial year attributable to the shareholders of the Company												8,608
Other information												
Segment assets	98,093	25,725	22,670	9,826	26,310	3,414	10,244	196,282				196,282
Associated companies	-	-	1,310	-	332	-	-	1,642				1,642
Unallocated assets	-	-	-	-	-	-	-	-				1,546
Total assets	98,093	25,725	23,980	9,826	26,642	3,414	10,244	197,924	-			199,470
Segment liabilities	12,680	9,923	1,958	3,944	3,900	334	1,207	33,946				33,946
Unallocated liabilities	-	-	-	-	-	-	-	-				97,072
Total liabilities	12,680	9,923	1,958	3,944	3,900	334	1,207	33,946	-			131,018
Other segment information												
Capital expenditure												
- property, plant and equipment	2,534	1,244	278	174	6,560	36	29	10,855				10,855
- intangible assets	39	3	-	-	-	-	-	42				42
Significant non-cash items												
Amortisation and depreciation	2,589	260	158	140	1,111	37	51	4,346				4,346
Allowance/ (reversal) for doubtful trade receivables	185	65	230	190	(14)	362	616	1,634				1,634
Allowance/ (reversal) for obsolete inventories	68	154	-	321	(13)	225	505	1,260				1,260
Bad trade debts written off to income statement	-	1	-	-	-	-	-	1				1

Group 2004			Hong				Latin			Elim	Conso
	S'pore	M'sia	China	Indo	Thai	America	Others	Total	\$'000		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue											
External revenue	103,033	28,676	32,594	8,323	10,925	2,244	3,984	189,779			189,779
Inter-segment revenue	37,095	7,392	156	-	-	-	-	44,643	(44,643)		-
Other revenue	7	1	71	9	-	37	-	125			125
Unallocated revenue	-	-	-	-	-	-	-	-			101
Total revenue	140,135	36,069	32,821	8,332	10,925	2,281	3,984	234,547	(44,643)		190,005
Segment result	8,983	2,383	4,114	1,013	719	179	239	17,630			17,630
Add: unallocated revenue											101
Less: unallocated corporate expenses											(921)
Profit from operating activities											16,810
Finance costs											(2,453)
Share of losses of associated companies			(9)					(9)			(9)
Profit before taxation and minority interests											14,348
Taxation											(2,788)
Minority interests											(16)
Profit for the financial year attributable to the shareholders of the Company											11,544
Other information											
Segment assets	107,095	20,411	20,639	5,671	16,977	3,314	4,695	178,802			178,802
Associated companies	-	-	2,037	-	269	-	-	2,306			2,306
Unallocated assets	-	-	-	-	-	-	-	-			1,009
Total assets	107,095	20,411	22,676	5,671	17,246	3,314	4,695	181,108	-		182,117
Segment liabilities	9,818	9,602	1,820	3,754	3,630	164	664	29,452			29,452
Unallocated liabilities	-	-	-	-	-	-	-	-			89,136
Total liabilities	9,818	9,602	1,820	3,754	3,630	164	664	29,452	-		118,588
Other segment information											
Capital expenditure											
- property, plant and equipment	2,498	283	71	438	5,928	7	172	9,397			9,397
- intangible assets	-	-	-	-	-	2	-	2			2
Significant non-cash items											
Amortisation and depreciation	2,538	392	181	141	311	64	20	3,647			3,647
Allowance/ (reversal) for doubtful trade receivables	737	143	(21)	26	113	134	66	1,198			1,198
Allowance/ (reversal) for obsolete inventories	1,144	-	628	95	31	(43)	19	1,874			1,874
Impairment reversal on property, plant and equipment	-	-	-	-	(166)	-	-	(166)			(166)
Bad trade debts written off to Income statement	-	2	-	-	5	-	-	7			7

Abbreviations are used for Singapore (S'pore), Malaysia (M'sia), Thailand (Thai), Indonesia (Indo), Elimination (Elim), and Consolidated (Conso).

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.

A breakdown of sales as follows:

	Group		
	Latest period \$'000	Previous period \$'000	% Increase/ (Decrease)
Turnover reported for first half year	90,498	91,832	(1.45)
Profit after tax before deducting minority interest reported for first half year	3,069	5,924	(48.20)
Turnover reported for second half year	100,795	97,947	2.91
Profit after tax before deducting minority interest reported for second half year	5,601	5,636	(0.62)

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year. Total Annual Dividend (Refer to Para 16 of Appendix 7.2 for the required details)

	Latest Full Year (\$'000)	Previous Full Year (\$'000)
Ordinary	3,373*	3,304
Preference	-	-
Total:	<u>3,373</u>	<u>3,304</u>

*N.b : please refer to item no. 8

BY ORDER OF THE BOARD

Dawn Wee Wai Ying

Director

28 June 2005