EUCON HOLDING LIMITED

Quarterly Financial Statement And Dividend Announcement

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.

	Group			Group		
	12 months ended		Fav/	3 months ended		Fav/
	31/12/2008	31/12/2007	(Unfav)	31/12/2008	31/12/2007	(Unfav)
	$'000	$'000	%	$'000	$'000	%
Revenue	**119,591**	**116,138**	3	**19,548**	**35,330**	(45)
Cost of sales	(107,664)	(97,396)	(11)	(22,405)	(29,430)	24
Gross profit	**11,927**	**18,742**	(36)	**(2,857)**	**5,900**	NM
Gross margin	*10.0%*	*16.1%*		*-14.6%*	*16.7%*	
Other income (including Interest Income)	2,637	6,327	(58)	1,157	2,073	(44)
Administrative expenses	(11,938)	(9,875)	(21)	(4,174)	(2,526)	(65)
Distribution costs	(4,368)	(4,152)	(5)	(970)	(1,032)	6
Impairment losses	(4,008)	-	NM	(4,008)	-	NM
Other expenses	(695)	(46)	NM	(599)	(9)	NM
Finance costs	(4,670)	(3,673)	(27)	(1,198)	(1,124)	(7)
(Loss) profit before income tax	**(11,115)**	**7,323**	NM	**(12,649)**	**3,282**	NM
Income tax expense	(555)	(66)	(741)	(70)	302	NM
Net (loss) profit for the period	**(11,670)**	**7,257**	NM	**(12,719)**	**3,584**	NM
Attributable to:						
Equity holders of the parent	(10,693)	6,624	NM	(11,844)	3,046	NM
Minority interest	(977)	633	NM	(875)	538	NM
	(11,670)	**7,257**	NM	**(12,719)**	**3,584**	NM

NM: Not meaningful

Net (Loss) profit for the period as a percentage of revenue	-9.8%	6.2%	-65.1%	10.1%
(Loss) profit before income tax is arrived at after charging (crediting) the following:				
Allowance (reversal of) for doubtful receivables	2,241	(647)	2,241	(647)
Depreciation of property, plant and equipment	20,275	17,001	5,358	5,127
Amortisation of land use rights	93	91	24	29
Foreign exchange (gain) loss - (net)	(861)	(813)	1,202	(803)
Gain on dilution of interest	-	(4,074)	-	-
Fair value loss (gain) on derivative financial instrument	824	(787)	869	(787)
Fixed assets written off	17	-	-	-
Loss on disposal of property, plant and equipment	410	2	124	2
Interest income	(312)	(208)	(62)	(99)
Interest expense	4,670	3,673	1,198	1,124
Allowance for stock obsolescences	631	730	631	730
Impairment of property, plant & equipment	2,278	-	2,278	-
Impairment of goodwill	1,730	-	1,730	-

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.**

Balance sheet

	Group		Company	
	As at 31/12/2008	As at 31/12/2007	As at 31/12/2008	As at 31/12/2007
	$'000	$'000	$'000	$'000
Current assets				
Cash and bank balances	23,152	20,983	1,463	1,052
Pledged bank deposits	1,007	6,108	-	-
Trade receivables	35,356	53,215	-	-
Other receivables and prepayments	824	3,061	22,980	33,480
Land use rights	97	91	-	-
Inventories	6,839	10,446	-	-
Derivative financial instruments	-	727	-	-
Total current assets	67,275	94,631	24,443	34,532
Non-current assets				
Investment in subsidiaries	-	-	44,741	78,679
Land use rights	4,543	4,362	-	-
Property, plant and equipment	125,861	129,373	835	941
Other receivables	1,346	1,372	-	-
Derivative financial instruments	-	60	-	-
Goodwill	2,226	3,956	-	-
Deferred tax asset	1,097	1,600	-	-
Total non-current assets	135,073	140,723	45,576	79,620
Total assets	**202,348**	**235,354**	**70,019**	**114,152**
Current liabilities				
Trade payables	26,629	29,347	-	-
Other payables	8,844	14,212	7,949	7,165
Income tax payable	103	558	-	-
Short-term bank loans	32,213	39,527	4,527	6,259
Current portion of long-term bank loans	5,371	6,040	59	59
Current portion of finance leases	5,047	5,798	1,231	1,263
Current portion of notes payable	6,358	7,201	5,184	4,333
Due to shareholders	8,913	6,034	8,913	6,034
Financial Derivative	595	-	-	-
Total current liabilities	94,073	108,717	27,863	25,113
Non-current liabilities				
Long-term bank loans	8,605	10,594	276	4,757
Finance leases	3,104	6,705	631	2,001
Notes payable	4,992	9,027	4,570	7,826
Financial derivative	444	1,002	444	1,002
Total non-current liabilities	17,145	27,328	5,921	15,586
Capital, reserves and minority interests				
Share capital	56,127	56,127	56,127	56,127
Reserves	28,749	36,744	(19,892)	17,326
Equity attributable to equity holders of the company	84,876	92,871	36,235	73,453
Minority interest	6,254	6,438	-	-
Total equity	91,130	99,309	36,235	73,453
Total liabilities and equity	**202,348**	**235,354**	**70,019**	**114,152**

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

Amount repayable in one year or less, or on demand

As at 31/12/2008		As at 31/12/2007	
Secured	Unsecured	Secured	Unsecured
$'000	$'000	$'000	$'000
42,631	6,358	51,365	7,201

The amount repayable after one year

As at 31/12/2008		As at 31/12/2007	
Secured	Unsecured	Secured	Unsecured
$'000	$'000	$'000	$'000
11,709	4,992	17,299	9,027

Details of any collaterals

NA

1 (c) **Cash Flow Statement for period ended 31 December**

	Group		Group	
	12 months ended		3 months ended	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
	$'000	$'000	$'000	$'000
Operating Activities:				
(Loss) profit before Income Tax:	(11,115)	7,323	(12,649)	3,282
Adjustments for:-				
Depreciation expense	20,275	17,001	5,358	5,127
Allowance (reversal of) for doubtful receivables	2,241	(647)	2,241	(647)
Allowance for inventory obsolescences	631	730	631	730
Amortisation of land use rights	93	91	24	30
Impairment of property, plant and equipment	2,278	-	2,278	-
Impairment of goodwill	1,730	-	1,730	-
Fair value loss (gain) on derivative financial instrument	824	(787)	869	(787)
Gain on dilution of interest in subsidiary	-	(4,074)	-	-
Interest income	(312)	(208)	(62)	(99)
Interest expense	4,670	3,673	1,198	1,124
Net foreign exchange (gains) / losses	(2,468)	939	(2,468)	939
Plant and equipment written off	17	-	-	-
Loss on disposal of property, plant and equipment	410	2	124	2
Operating profit before working capital changes	19,274	24,043	(726)	9,701
Changes in working capital:-				
Trade receivables	15,618	(15,041)	17,462	(6,571)
Other receivables and prepayments	2,263	(1,721)	2,355	572
Inventories	2,976	(976)	5,615	2,159
Trade payables	(2,718)	5,486	(11,609)	3,253
Other payables	(5,368)	3,016	(6,670)	(9,819)
Cash generated from operations	32,045	14,807	6,427	(705)
Interest received	312	208	62	208
Interest paid	(4,670)	(3,673)	(1,198)	(1,233)
Income tax paid	(507)	(661)	179	301
Net cash from operating activities	**27,180**	**10,681**	**5,470**	**(1,429)**
Investing Activities:				
Proceeds on disposal of property,plant and equipment	140	5	135	5
Purchase of property, plant and equipment	(20,745)	(18,534)	(3,629)	(2,347)
Purchase of land use rights	-	(4,544)	-	(439)
Net cash used in investing activities	**(20,605)**	**(23,073)**	**(3,494)**	**(2,781)**
Financing Activities:				
Decrease (Increase) in pledged bank deposits	5,101	(4,929)	5,583	(4,023)
(Decrease) Increase in bank loans	(9,972)	13,562	(7,792)	5,656
Proceeds from dilution of interest in subsidiary	-	10,095	-	10,095
Repayment of finance lease obligations	(2,284)	(876)	242	(3,536)
Dividends paid	-	(2,850)	-	-
Due to shareholders	2,879	249	2,692	62
Net cash (used in) from financing activities	**(4,276)**	**15,251**	**725**	**8,254**
Net increase in cash and bank balances	**2,299**	**2,859**	**2,701**	**4,044**
Cash and bank balances at beginning of period	20,983	18,780	18,952	18,311
Effect of exchange rate changes on the balances of cash held in foreign currencies	(130)	(656)	1,499	(1,372)
Cash and bank balances at end of period	**23,152**	**20,983**	**23,152**	**20,983**

Bank deposits pledged as security amounting to S$1,007,000 (31 December 2007: S$6,108,000) has been netted off against cash.

1(d)(i) A statement for the issuer and the group together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Changes in Equity for the financial year ended 31 December

	Share capital $'000	Currency translation reserves $'000	Hedging reserves $'000	Statutory reserves $'000	Accumulated profits $'000	Total attributable to equity holders of the company $'000	Minority interests $'000	Total $'000
Group								
At 1 January 2007	56,127	(5,586)	-	3,068	37,421	**91,030**	-	**91,030**
Currency translation difference representing net loss recognised directly in equity	-	(752)	-	(290)	(2)	**(1,044)**	-	**(1,044)**
Loss on cash flow hedge	-	-	(1,002)	-	-	**(1,002)**	-	**(1,002)**
Net income recognised directly in equity	-	(752)	(1,002)	(290)	(2)	**(2,046)**	-	**(2,046)**
Profit for the year	-	-	-	-	6,624	**6,624**	633	**7,257**
Total recognised income and expense for the year	-	(752)	(1,002)	(290)	6,622	**4,578**	633	**5,211**
Acquisition of shareholdings in subsidiary by minority interest	-	-	-	-	113	**113**	5,805	**5,918**
Dividends paid	-	-	-	-	(2,850)	**(2,850)**	-	**(2,850)**
Transfer to statutory reserves	-	-	-	2,077	(2,077)	-	-	-
At 31 December 2007	**56,127**	**(6,338)**	**(1,002)**	**4,855**	**39,229**	**92,871**	**6,438**	**99,309**
Currency translation difference representing net income recognised directly in equity	-	2,229	-	(69)	(84)	**2,076**	793	**2,869**
Gain on cash flow hedge	-	-	622	-	-	**622**	-	**622**
Net loss recognised directly in equity	-	2,229	622	(69)	(84)	**2,698**	793	**3,491**
Loss for the year	-	-	-	-	(10,693)	**(10,693)**	(977)	**(11,670)**
Total recognised income and expense for the year	-	2,229	622	(69)	(10,777)	**(7,995)**	(184)	**(8,179)**
Transfer to statutory reserves	-	-	-	880	(880)	-	-	-
At 31 December 2008	**56,127**	**(4,109)**	**(380)**	**5,666**	**27,572**	**84,876**	**6,254**	**91,130**
Company								
At 1 January 2007	56,127	-	-	-	10,015	**66,142**	-	**66,142**
Loss on cash flow hedge	-	-	(1,002)	-	-	**(1,002)**	-	**(1,002)**
Profit for the year	-	-	-	-	11,163	**11,163**	-	**11,163**
Dividends paid	-	-	-	-	(2,850)	**(2,850)**	-	**(2,850)**
At 31 December 2007	**56,127**	-	**(1,002)**	-	**18,328**	**73,453**	-	**73,453**
Currency translation difference representing net income recognised directly in equity	-	3,262	-	-	-	**3,262**	-	**3,262**
Gain on cash flow hedge	-	-	622	-	-	**622**	-	**622**
Loss for the year	-	-	-	-	(41,102)	**(41,102)**	-	**(41,102)**
At 31 December 2008	**56,127**	**3,262**	**(380)**	-	**(22,774)**	**36,235**	-	**36,235**

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.**

During 1 January 2008 to 31 December 2008, the Company did not issue any shares.

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.**

	As at 31/12/2008	As at 31/12/2007
The total number of issued shares excluding treasury shares	570,000	570,000

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 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.

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 Company has adopted the same accounting policies and methods of computation as compared to the most recent audited financial statements as at 31 December 2007.

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 effect, of the change.**

Not applicable.

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		Group	
	12 months ended		3 months ended	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Earnings per ordinary share for the year based on net profit/(loss) for the period:				
(i) Based on the weighted average number of ordinary shares in issue (cts); and	(1.88)	1.16	(2.08)	0.53
Weighted average number of shares	570,000,000	570,000,000	570,000,000	570,000,000
(ii) On a fully diluted basis (cts)	(1.88)	1.16	(2.08)	0.53
Weighted average number of shares	570,000,000	570,000,000	570,000,000	570,000,000

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

	Group		Company	
	As at 31/12/2008	As at 31/12/2007	As at 31/12/2008	As at 31/12/2007
Net asset value per ordinary share (cts)	14.50	15.60	6.36	12.89
Number of shares	570,000,000	570,000,000	570,000,000	570,000,000

8. **Review of the Group's performance**

Revenue

For the financial year ended 31 December 2008 ("FY2008"), the Group reported revenue of $119.6 million, an increase of 3% from $116.1 million in FY2007. The slight increase was due to stronger sales for the first nine months for FY2008 compared with the corresponding period in FY2007.

On a quarterly basis, sales for the fourth quarter in FY2008 (4Q08) declined by 45% from $35.3 million in 4Q07 to $19.5 million. This is attributable to the deteriorating market demand for electronic products owing to the worldwide economic downturn caused by the US financial crisis.

PCB Operations

PCB manufacturing accounted for 68% of Group revenue, with slight increase of 7.5% from $75.9 million in FY2007 to $81.6 million in FY2008. The growth in PCB manufacturing segment for the various quarters in FY2008 had fluctuated.

In 4Q08, sales from PCB manufacturing decreased by 27% as compared with 4Q07.

Drilling and Routing

In FY2008, mechanical drilling services decreased by 26% from $20.1 million in FY2007 to $14.9 million. The decline was due to slower demand for mechanical drilling in second half of FY2008 compared to the same period in FY2007. Laser drilling services improved by 20% from $17.0 million in FY2007 to $20.4 million in FY2008. The slight increase in laser drilling sales was due to more orders received from the Group's customers in the first half of FY2008 compared with the corresponding period in FY2007. On the other hand, routing which contributed the least to Group revenue, decreased by 12% in FY2008 compared to FY2007. Hence, drilling and routing services decreased by 6.0% from $40.3 million in FY2007 to $37.9 million in FY2008.

In 4Q08, drilling and routing services saw a decline in revenue, with mechanical drilling falling by 70%, laser drilling by 76% and routing by 67%.

Geographical Markets

The China market contributed 86.5% of Group revenue in FY2008, reaching $103.5 million as compared to $102.6 million in FY2007.

The Taiwan market which focuses on laser drilling services, recorded an increase of 19% in sales from $13.5 million in FY2007 to $16.1 million in FY2008.

Profitability

Gross Profit

In FY2008, Gross profit decreased by 36%, from $18.7 million in FY2007 to $11.9 million, due to lower sales and higher cost of sales which rose by 11% from $97.4 million in FY2007 to $107.7 million in FY2008. The increased cost of sales was largely attributable to the following factors – increase in cost of direct materials for PCB manufacturing and depreciation costs arising from machineries. Gross profit margin declined from 16.1% in FY2007 to 10.0% in FY2008.

Other income for FY2008 includes indemnities for fire damage at one of the production plants, Shanghai Zhuokai, and interest income and foreign exchange gain as compared to FY2007 which includes one-off gain of $4.07 million from sale of 12.5% stake in our subsidiary, Shanghai Zhuo Kai, Hence, other income decreased from $6.3 million in FY2007 to $2.6 million in FY2008.

Administrative costs increased 21% from $9.9 million in FY2007 to $11.9 million in FY2008. While administrative costs include the provision for bad debts, it is offset by the salary cut of the management team and senior personnel which took effect from October 2008 to a period where sales have improved. It is noted that 426 of the Group's employees will be taking unpaid leave until further notice.

Impairment losses are recorded for the first time for machineries and goodwill based on downward projected cash flows in view of the economic slowdown.

Other expenses increase mainly due to fair value loss on financial derivative instrument.

Finance costs also increased by 27% from $3.7 million in FY2007 to $4.7 million in FY2008 as a result of increase in finance lease and bank borrowings in 4Q07 which continued into FY2008.

Net (loss) profit

Income tax expenses increased significantly due to provision of deferred tax assessed for one of the subsidiaries. The Group incurred a net loss of $11.7 million for FY2008 compared to net profit of $7.3 million in FY2007.

On a quarterly basis, the Group incurred net loss of $12.7 million for 4Q08 compared to a net profit of $3.6 million in 4Q07.

Balance Sheet
The Group's cash and bank balances increased from $21.0 million in FY2007 to $23.2 million in FY2008. Pledged bank deposits decreased to $1.0 million from $6.1 million in FY2007 as a result of full repayment of account receivable factoring loan for subsidiary Shanghai Eu Ya.

Trade receivables decreased by $17.9 million as a result of lower sales orders in 4Q08 as compared to 4Q07.

Other receivables and prepayments decreased significantly to $0.8 million in FY2008 as compared to $3.1 million in FY2007 because the Group paid deposits required for purchase of laser drilling machines previously.

Inventories which comprised of some raw materials decreased as a result of decline in sales and additional provision for stock obsolescenes.

Derivative financial instruments decreased as a result of being marked to market losses by a financial institution and is classified under current liability.

In tandem with the decrease in sales and inventories, trade payables also decreased from $29.3 million in FY2007 to $26.6 million in FY2008. Other payables decreased from $14.2 million in FY2007 to $8.8 million in FY2008 as a result of lower accrued expenses.

Bank loans decreased from $56.2 million in FY2007 to $46.2 million in FY2008 due to repayment of loans offset by new and smaller loan amounts.

Finance lease and notes payable decreased as a result of repayment of $4.4 million and $4.9 million respectively.

The amount owing to shareholders increased due to accrued interest payable to Sunny Worldwide at fixed rate of 4.5% per annum and a personal interest-free loan from the CEO to the Group.

In FY2008, net gearing ratio improved from 0.63 in FY2007 to 0.46 due to reduced bank borrowings after some repayments. The Group has a positive cash flow and cash position of $24.2 million.

Cash Flow
Cash flow from operating activities increased from $9.7 million in FY2007 to $29.7 million in FY2008 mainly due to decrease in trade receivables collected from past sales generated in 3Q08.

Cash flow used in investing activities was $20.7 million in FY2008 as compared to $23.1 million in FY2007. The decrease was due to land use rights purchased in FY2007.

Cash flow used in financing activities was $4.3 million in FY2008 due to several repayments of borrowings.

As a result, net cash and cash equivalents stood at $23.2 million in FY2008 as compared to $20.1 million in FY2007.

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

No forecast or prospect statement was disclosed to shareholders previously.

10. **A commentary at the date of announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The Group believes that the current financial year FY2009 would continue to be an equally challenging year. The bleak global economic conditions are expected to adversely affect purchasing power and consumer demand for electronic products in general. This, coupled with increased market competition, will impact negatively on the demand for PCB manufacturing and drilling services. Therefore, the Group expects market demand for its services to deteriorate in the coming year. The management will continue its efforts to cut costs during this difficult period, and monitor its financial position closely.

Financial and Credit risk assessment
The current and continuing severe credit tightness has posed a serious threat to many enterprises especially in the manufacturing industries. Our Group is not spared from this growing threat. The Board therefore thinks it is appropriate to caution shareholders and investors that the business operations of the Group depend heavily on its continued ability to rely on banking loans and facilities in the foreseeable future.

The Group's current ratio (current assets/current liabilities) and debt/equity ratio are 0.72 and 1.3 respectively. The Group's equity (net assets) stands at $84.9 million, decreasing from $92.8 million as at beginning of the year. In the event where bank loans/facilities are not available or withdrawn the Group will face serious cashflow difficulties. The management of the Group has therefore put the financial and cash management of the group as a top priority.

11. Dividend

11(a) Any dividend declared for the current financial period reported on?

No dividend has been declared for the current financial year reported on.

11(b) Any dividend declared for the corresponding period of the immediately preceding financial year?

None

11(c) Date payable

Not applicable

11(d) Books closure date

Not applicable

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

The Company did not recommend or declare any dividend for the financial period ended 31 December 2008.

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.

Business Segments

Revenue and Expenses (by business segments)	Drilling & Routing services		PCB operations		Total	
($'000)	2008	2007	2008	2007	2008	2007
Segment revenue	37,942	40,278	81,649	75,860	**119,591**	**116,138**
Segment results	42	7,400	(7,378)	512	**(7,336)**	**7,912**
Other income					**2,637**	**6,327**
Unallocated corporate expenses					**(1,746)**	**(3,243)**
Finance costs					**(4,670)**	**(3,673)**
Profit from before Income tax					**(11,115)**	**7,323**
Income tax expenses					**(555)**	**(66)**
Net profit attributable to the group					**(11,670)**	**7,257**
Assets and Liabilities						
Segment assets	86,871	110,651	109,198	117,465	**196,069**	**228,116**
Unallocated corporate assets					**6,279**	**7,238**
Consolidated total assets					**202,348**	**235,354**
Segment liabilities	27,503	41,901	49,931	53,444	**77,434**	**95,345**
Unallocated corporate liabilities					**33,784**	**40,700**
Consolidated total liabilities					**111,218**	**136,045**
Capital expenditure:						
- Property, plant and equipment	2,805	22,279	11,374	8,229	**14,179**	**30,508**
- Land use rights	-	561	-	3,983	**-**	**4,544**
Depreciation	13,406	11,679	6,778	5,224	**20,184**	**16,903**
Amortisation of land use rights	12	11	81	80	**93**	**91**
Impairment losses	4,008	-	-	-	**4,008**	**-**
Allowance for stock obsolescence	-	-	631	730	**631**	**730**
Allowance (reversal of) for doubtful receivables	52	(446)	2,189	(201)	**2,241**	**(647)**
Unallocated corporate expenditure:						
Capital expenditure					**(381)**	**-**
Depreciation					**91**	**98**

Geographical Segments

Revenue (by geographical segments)	Taiwan		China		Singapore		Total	
($'000)	2008	2007	2008	2007	2008	2007	2008	2007
Segment revenue	16,144	13,542	103,447	102,596	-	-	**119,591**	**116,138**
Segment assets	34,068	48,056	162,001	180,060	6,279	7,238	**202,348**	**235,354**
Capital expenditure	2,195	5,130	11,984	25,378	-	-	**14,179**	**30,508**

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by business or geographical segments.
Refer to papragraph 8.

15. A breakdown of sales as follows:

	Group		
	12 months ended		
	31/12/2008	31/12/2007	Inc/(Dec)
	$'000	$'000	%
Sales reported for the first half year	64,785	48,233	34
Net profit (loss) for first half year	535	(4,292)	(112)
Sales reported for second half year	54,806	67,905	(19)
Net profit (loss) for second half year	(12,205)	11,549	(206)

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

	Group	
	FY 2008	FY 2007
	$'000	$'000
Ordinary	-	-
	-	-

17. **Interested party transactions**

Name of interested person	**Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than $100,000 and transactions conducted under Shareholders' mandate pursuant to Rule 920)**
Loan guarantees provided by Mr Wen Yao-Long, Mr Wen Yao-Chou, Ms Chan Hui-Chung to various financial institutions to secure credit facilities for the Group	Total facilities granted as at 31.12.2008: S$61.2 million Amount outstanding as at 31.12.2008: S$28.4 million
Loan from Sunny Worldwide Int'l (Amount outstanding as at 31.12.2008 is S$6.3 million)	Interest for the 12 months ended 31.12.2008: S$0.2 million

BY ORDER OF THE BOARD

Wen Yao-Long
Executive Chairman & CEO
24 February 2009