

Hi-P International Limited (Registration Number: 198004817H)

Financial Statement and Dividend Announcement for the period ended 30 June 2006

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

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

	Group			Group		
	Q2-06 S\$'000	Q2-05 S\$'000	Increase/ (decrease) %	YTD Jun-06 S\$'000	YTD Jun-05 S\$'000	Increase/ (decrease) %
Revenue	174,987	139,611	25.3	361,455	273,203	32.3
Cost of sales	(146,117)	(107,610)	35.8	(299,155)	(208,247)	43.7
Gross profit	28,870	32,001	(9.8)	62,300	64,956	(4.1)
Operating expenses						
Selling expenses	(2,193)	(1,187)	84.7	(4,331)	(2,681)	61.5
Administrative expenses	(11,803)	(10,931)	8.0	(28,461)	(20,590)	38.2
	(13,996)	(12,118)	15.5	(32,792)	(23,271)	40.9
Other operating income	2,703	980	175.8	4,689	1,735	170.2
Profit from operations	17,577	20,863	(15.8)	34,197	43,420	(21.2)
Financial expenses	(347)	(218)	59.3	(516)	(458)	12.6
Financial income	300	203	47.9	569	399	42.7
Foreign exchange loss, net	(1,794)	1,982	(190.5)	(2,860)	1,215	n.m.
Profit before tax and share of results of associated company	15,736	22,830	(31.1)	31,391	44,576	(29.6)
Share of results of associated companies	51	(46)	n.m.	(63)	45	n.m.
Profit before tax	15,787	22,784	(30.7)	31,328	44,621	(29.8)
Tax	(1,361)	(1,287)	5.7	(2,516)	(2,488)	1.1
Profit after tax	14,426	21,497	(32.9)	28,812	42,133	(31.6)
Attributable to:						
Equity holders of parent company	14,249	21,739	(34.5)	28,620	42,396	(32.5)
Minority interest	177	(242)	n.m.	192	(263)	n.m.
	14,426	21,497	(32.9)	28,812	42,133	(31.6)

n.m. – Not Meaningful

Other notes:

Profit from operations is arrived at after charging (crediting) the following;

	Q2-06	Q2-05	YTD	YTD
	S\$'000	S\$'000	Jun-06	Jun-05
			S\$'000	S\$'000
1. Depreciation	7,495	6,825	15,179	11,953
2. Allowance for doubtful trade debts (written back)	(1,138)	877	250	1,330
3. Inventories written down	2,175	2,014	1,930	2,123
4. Directors' remuneration	712	910	1,420	1,825
5. Directors' fees	84	92	165	188
6. Operating lease expense	3,323	2,299	7,785	4,433
7. Staff costs *	30,612	21,078	64,060	39,688
8. Gain on disposal of fixed assets	(94)	(22)	(79)	(7)

* Excludes directors' remuneration, which has been disclosed separately in #4 above.

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	
	30/6/2006	31/12/2005	30/6/2006	31/12/2005
	S\$'000	S\$'000	S\$'000	S\$'000
Fixed assets	258,689	236,476	28,838	27,573
Investment in subsidiaries	-	-	135,821	110,632
Investment in associated company	2,380	2,450	1,384	1,384
Other investment	12	12	12	12
Deferred tax asset	-	679	-	-
Amounts due from subsidiaries			10,945	10,639
Current assets				
Inventories	118,333	74,291	7,488	6,556
Trade receivables	162,868	156,235	15,362	13,083
Notes receivable	3,000	1,992	-	-
Other receivables, deposits and prepayments	34,439	20,155	1,471	975
Dividend receivable	-	-	1,945	-
Due from subsidiaries (non-trade)	-	-	30,496	24,929
Due from subsidiaries (trade)	-	-	1,090	-
Due from related parties (trade)	1,232	993	-	-
Fixed deposits	67	29,115	67	29,115
Cash and bank balances	30,705	44,082	3,125	3,399
	350,644	326,863	61,043	78,057
Current liabilities				
Trade payables	158,425	129,080	12,533	9,664
Other payables and accruals	51,579	55,210	10,280	10,420
Due to subsidiaries (non-trade)	-	-	45,855	55,154
Due to subsidiaries (trade)	-	-	199	-
Amounts due to minority shareholders of subsidiaries	208	1,131	-	-
Lease obligations, current portion	51	362	16	228
Provision for income tax	2,952	5,020	589	275
Bank term loans, current portion	3,981	3,191	-	694
Short-term bank loans	13,870	1,665	7,103	-
Dividends payable	103	-	-	-
	231,169	195,659	76,575	76,435
Net current assets	119,475	131,204	(15,531)	1,622
Non-current liabilities				
Amounts due to minority shareholders of subsidiaries	4,144	4,028	-	-
Lease obligations, non-current portion	262	227	207	170
Bank term loans, non-current portion	-	-	-	-
Deferred tax liability	2,042	2,786	2,311	2,774
	374,108	363,780	158,950	148,918

Equity

Share capital	119,726	44,358	119,726	44,358
Share premium	-	75,242	-	75,242
Other reserves	7,612	19,161	2,003	2,189
Accumulated profits	244,540	223,016	37,222	27,129
	371,878	361,777	158,950	148,918
Minority interest	2,230	2,003	-	-
	374,108	363,780	158,950	148,918

1(b)(ii) Aggregate amount of group's borrowings and debt securities**Amount repayable within one year or less, or on demand**

As at 30/6/2006		As at 31/12/2005	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
51	17,851	362	4,856

Amount repayable after one year

As at 30/6/2006		As at 31/12/2005	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
262	-	227	-

Lease obligations were secured against the respective leased assets.

Certain borrowings of the subsidiaries of the Company were secured by a corporate guarantee of the Company. These amounts have been disclosed as unsecured.

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

	Q2-06 S\$'000	Q2-05 S\$'000	YTD Jun-06 S\$'000	YTD Jun-05 S\$'000
Cash flows from operating activities				
Profit before tax and share of results of associated companies	15,736	22,830	31,391	44,576
Adjustments:				
Depreciation of fixed assets	7,495	6,825	15,179	11,953
(Gain) Loss on disposal of fixed assets	(94)	(8)	(79)	7
Impairment of fixed assets	2	-	2	-
(Write Back) Provision for doubtful trade debts	(1,138)	877	250	1,330
Interest income	(300)	(203)	(569)	(399)
Interest expense	347	218	516	458
Translation difference	(357)	538	(2,767)	1,433
Equity Compensation Expenses	(378)	380	(77)	760
Operating profit before working capital changes	<u>21,312</u>	<u>31,457</u>	<u>43,846</u>	<u>60,118</u>
Decrease (increase) in:				
Inventories	(24,497)	(1,119)	(44,042)	7,164
Trade receivables	(773)	(3,881)	(6,762)	(2,981)
Notes receivable	(367)	(1,463)	(1,008)	(4,528)
Other receivables, deposits and prepayments	(7,147)	387	(14,285)	(1,427)
Increase (decrease) in:				
Trade payables	11,558	18,961	29,345	(726)
Other payables and accruals	1,966	(7,538)	(14,669)	(9,579)
Due from/to related parties (trade), net	(259)	1,546	(88)	3,086
Cash generated from (used in) operations	<u>1,793</u>	<u>38,350</u>	<u>(7,662)</u>	<u>51,127</u>
Income taxes paid	(3,396)	(1,280)	(4,648)	(1,517)
Net cash (used in) generated from operating activities	<u>(1,603)</u>	<u>37,070</u>	<u>(12,310)</u>	<u>49,610</u>

1(c) Cash flow statement (cont'd)

	Q2-06	Q2-05	YTD	YTD
	S\$'000	S\$'000	Jun-06	Jun-05
			S\$'000	S\$'000
Cash flows from investing activities				
Purchase of fixed assets (Note)	(16,516)	(23,751)	(39,057)	(38,521)
Interest income received	300	203	569	399
Proceeds from disposal of fixed assets	603	153	3,232	346
Net cash used in investing activities	<u>(15,612)</u>	<u>(23,395)</u>	<u>(35,255)</u>	<u>(37,776)</u>
Cash flows from financing activities				
Interest expense paid	(347)	(218)	(516)	(458)
(Payment of) Proceeds from bank term loans, net	(756)	(8,908)	790	(8,865)
Proceeds from (Payment of) short-term loans, net	7,227	(1,651)	12,205	(4,911)
Repayment of lease obligations	(70)	(505)	(276)	(1,023)
Proceeds from Issuance of ordinary shares	-	-	35	-
Dividend paid	(7,097)	(7,096)	(7,097)	(7,096)
Net cash generated from (used in) financing activities	<u>(1,043)</u>	<u>(18,378)</u>	<u>5,141</u>	<u>(22,353)</u>
Net decrease in cash and cash equivalents	(18,259)	(4,703)	(42,425)	(10,519)
Cash and cash equivalents at beginning of period / year	49,030	82,379	73,197	88,195
Cash and cash equivalents at end of period / year	<u>30,772</u>	<u>77,676</u>	<u>30,772</u>	<u>77,676</u>
Note				
Current period / year additions to fixed assets	20,506	16,042	50,095	40,810
Less : -				
Payable to creditors (Net)	(6,574)	(8,708)	(23,803)	(8,708)
	<u>13,932</u>	<u>7,334</u>	<u>26,292</u>	<u>32,102</u>
Payments for prior period / year purchase of fixed assets	2,584	16,417	12,765	6,419
	<u>16,516</u>	<u>23,751</u>	<u>39,057</u>	<u>38,521</u>

1(d)(i) A statement (for the issuer and the 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.

(i) Consolidated statement of changes in equity for the 6 months ended 30 June 2006

	Share capital	Share premium	Capital reserve	Reserve fund	Translation reserve	Accumulated profits	Minority interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2006	44,358	75,242	2,208	17,618	(667)	223,017	2,003	363,779
Currency translation differences	-	-	-	-	(6,681)	-	(62)	(6,743)
Net profit for the period	-	-	-	-	-	14,371	15	14,386
Equity compensation expense	-	-	301	-	-	-	-	301
Issuance of ordinary shares	1	34	-	-	-	-	-	35
Increase in reserve	-	-	-	34	-	-	-	34
Dividend	-	-	-	-	-	-	(91)	(91)
Balance at 31 March 2006	44,359	75,276	2,509	17,652	(7,348)	237,388	1,865	371,701
Transfer to share capital	75,367	(75,367)	-	-	-	-	-	-
Currency translation differences	-	-	(17)	-	(4,715)	-	(42)	(4,774)
Net profit for the period	-	-	-	-	-	14,249	177	14,426
Equity compensation expense	-	-	(378)	-	-	-	-	(378)
Increase in reserve	-	-	-	-	-	-	229	229
Final dividend paid	-	-	-	-	-	(7,097)	-	(7,097)
Reclassification	-	91	(91)	-	-	-	-	-
Balance at 30 June 2006	119,726	-	2,023	17,652	(12,063)	244,540	2,230	374,108

(ii) Consolidated statement of changes in equity for the 6 months ended 30 June 2005

	Share capital	Share premium	Capital reserve	Reserve fund	Translation reserve	Accumulated profits	Minority interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2005	44,350	75,041	812	16,044	(10,035)	142,761	2,245	271,218
Currency translation differences	-	-	-	-	1,964	-	(177)	1,787
Net profit for the period	-	-	-	-	-	20,657	(21)	20,636
Equity compensation expense	-	-	380	-	-	-	-	380
Reclassification	-	-	-	(92)	-	-	92	-
Balance at 31 March 2005	44,350	75,041	1,192	15,952	(8,071)	163,418	2,139	294,021
Currency translation differences	-	-	-	-	4,890	-	69	4,959
Net profit for the period	-	-	-	-	-	21,739	(242)	21,497
Equity compensation expense	-	-	380	-	-	-	-	380
Final dividend paid	-	-	-	-	-	(7,096)	-	(7,096)
Balance at 30 June 2005	44,350	75,041	1,572	15,952	(3,181)	178,061	1,966	313,761

(iii) Statement of changes in equity of the company for the 6 months ended 30 June 2006

	Share capital S\$'000	Share premium S\$'000	Capital reserve S\$'000	Accumulated profits S\$'000	Total S\$'000
Balance at 1 January 2006	44,358	75,242	2,171	27,147	148,918
Net Profit for the period	-	-	-	2,956	2,956
Issuance of ordinary shares	1	34	-	-	35
Equity Compensation expense	-	-	301	-	301
Balance at 31 March 2006	44,359	75,276	2,472	30,103	152,210
Transfer to share capital	75,367	(75,367)	-	-	-
Net Profit for the period	-	-	-	14,216	14,216
Equity Compensation expense	-	-	(378)	-	(378)
Final dividend paid	-	-	-	(7,097)	(7,097)
Reclassification	-	91	(91)	-	-
Balance at 30 June 2006	119,726	-	2,003	37,222	158,950

(iv) Statement of changes in equity of the company for the 6 months ended 30 June 2005

	Share capital S\$'000	Share premium S\$'000	Capital reserve S\$'000	Accumulated profits S\$'000	Total S\$'000
Balance at 1 January 2005	44,350	75,041	775	21,523	141,689
Net Profit for the period	-	-	-	4,726	4,726
Equity Compensation expense	-	-	380	-	380
Balance at 31 March 2005	44,350	75,041	1,155	26,249	146,795
Net Profit for the period	-	-	-	108	108
Equity Compensation expense	-	-	380	-	380
Final dividend paid	-	-	-	(7,096)	(7,096)
Balance at 30 June 2005	44,350	75,041	1,535	19,261	140,187

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 share 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.

In Q2 FY2006, 2,709,000 new share options were granted. As at 30 June 2006, there were 1,736,500 exercisable share options (30 June 2005: 0). 341,000 options to take up ordinary shares lapsed and no share option was exercised.

In Q2 FY2006, there was no increase in the issued share capital of the Company. However, as a result of the abolishment of the concept of authorized share capital and par value under the Companies (Amendment) Act 2005, the amount standing to the credit of the share premium account has been transferred to the Company's share capital account.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been reviewed or audited by the Company's auditors.

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 financial statements have been applied

The accounting policies have been consistently applied by the group and the company and are consistent with those used in the previous financial year.

5. If there are any changes in the accounting policies and method of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable.

6. Earnings per 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.

	Q2-06	Q2-05	YTD Jun-06	YTD Jun-05
Operating profit after exceptional items and tax before deducting minority interests as a percentage of revenue	8.2%	15.4%	8.0%	15.4%
Operating profit after tax attributable to members of the company as a percentage of issued capital and reserves at the end of the period	3.8%	7.0%	7.7%	13.6%
Earnings per ordinary share				
(a) Based on weighted average number of ordinary shares in issue (cents)	1.61	2.45	3.23	4.78
(b) On a fully diluted basis (cents)	1.61	2.45	3.23	4.78

Earnings per share have been computed based on the weighted average number of ordinary shares outstanding of 887,167,667 for Q2 FY2006 and YTD June 2006.

In arriving at the fully diluted earnings per share, only those potential ordinary shares arising from the exercise of options, which will dilute the basic earnings per share of the Group, are included in the computation. There are 6,266,000 options outstanding as at 30 June 2006.

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	
	30/6/2006	31/12/2005	30/6/2006	31/12/2005
	Cents	Cents	Cents	Cents
Net Asset Value per Ordinary Share based on issued share capital at the end of the period	41.92	40.78	17.92	16.79

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:-

- (c) 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**
- (d) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Revenue Analysis

Revenue in Q2 FY06 was S\$175.0 million, up 25.3% year-on-year (yoy) compared to Q2 FY05 but down 6.2% quarter-on-quarter (qoq) compared to Q1 FY06.

By Industry: Wireless Telecommunications (WL) grew 88.7% yoy to S\$109.6 million due mainly to higher materials content in the product mix. Compared to Q1 FY06, WL was down 2.5% due to lower volume and accounted for 62.6% of Group revenue. Consumer Electronics & Electrical (CE) was down 24.3% yoy to S\$49.6 million and down 14.9% qoq, accounting for 28.4% of Group revenue. This was due mainly to a delivery push-out to July for customer-specific reasons without which revenue would have improved 4.0% qoq. Computing, Automotive, Medical and Others (CA) was down 1.4% yoy but improved 0.3% qoq to S\$15.8 million, accounting for 9.0% of Group revenue.

By Activity: Precision Plastic Injection Molding grew 17.1% yoy to S\$69.6 million due mainly to WL, but was lower by 3.1% qoq due mainly to the delivery push-out in CE. Assembly was up 31.1% yoy to S\$95.3 million due to WL but was down 7.0% qoq. Mold Design and Fabrication was up 35.1% yoy to S\$10.1 million but down 16.7% qoq due to project completions.

Profitability Analysis

Gross profit was S\$28.9 million, down 9.8% yoy despite the 25.3% rise in revenue. This was due mainly to higher materials content in the product mix and staff costs. Gross profit declined 13.6% qoq due mainly to the delivery push-out in CE. Gross margin was 16.5% in Q2 FY06, down from 17.9% in Q1 FY06 and 22.9% in Q2 FY05.

Operating profit was down 15.8% yoy to S\$17.6 million due mainly to higher staff costs but up 5.8% qoq due to cost savings from headcount reduction and an increase in other operating income. Operating margin improved to 10.0% in Q2 FY06 from 8.9% in Q1 FY06 but is down from 14.9% in Q2 FY05.

Profit before tax was S\$15.8 million, down 30.7% yoy but up 1.6% qoq.

Net profit was S\$14.2 million, down 34.5% yoy and down 0.8% qoq.

CASHFLOW ANALYSIS

For the period ended 30 June 2006

Net cash used in investing activities was lower at S\$15.6 million compared to S\$23.4 million in Q2 FY05, due to lower capital expenditure. Net cash outflow from financing activities amounted to S\$1.0 million after securing new loans and paying dividend, interest and lease obligations. The Group reported a net decrease in cash and cash equivalents of S\$18.3 million in Q2 FY06.

BALANCE SHEET ANALYSIS

As at 30 June 2006, the Group had cash and cash equivalents of S\$30.8 million, and gross debt of S\$18.2 million, resulting in a net cash position of S\$12.6 million. Gross gearing was a low 4.9%. Net cash per share was 1.4 cents.

CASH CYCLE ANALYSIS

Days	Q2 FY2006	Q1 FY2006	Q2 FY2005
Average Receivables Turnover	84	77	66
Average Inventory Turnover	64	53	43
Average Payables Turnover	95	84	73
Cash Cycle*	53	46	36

* *Cash Cycle = Avg Receivables Turnover + Avg Inventory Turnover – Avg Payables Turnover*

The increase in cash cycle figures is due to a delivery push-out and longer credit terms extended to a new customer.

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

Actual revenue for Q2 FY06 is down 6.2% qoq and net profit is down 0.8%. The variance is due mainly to a delivery push-out to July for customer-specific reasons.

10. A commentary at the date of the 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.

We continue to expect the second half of the year to be stronger than the first and our current outlook is for FY06 net profit to be lower than that of FY05.

11. Dividend

a) Current Financial Period Reported on

Any dividend recommended for the current financial period reported on? **None**

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? **None**

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend is recommended for the period under review.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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

Segmental revenue by Activities, Industries and Geographical Markets

By Activities

	PPIM	MDF	Assembly	Eliminations	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2006 June YTD					
Segment revenue					
Sales to external customers	141,466	22,190	197,799	-	361,455
Intersegmental sales	11,622	-	-	(11,622)	-
	<u>153,088</u>	<u>22,190</u>	<u>197,799</u>	<u>(11,622)</u>	<u>361,455</u>
Profit from operations	23,052	4,073	7,072	-	34,197
Finance expense					(516)
Finance income					569
Foreign exchange loss, net					(2,860)
Share of results of associated companies					(63)
Tax					(2,516)
Minority interest					(192)
Net profit attributable to shareholders of the company					<u>28,620</u>
Depreciation	10,232	1,808	3,139		15,179
Other non-cash expenses	65	11	20		96

Please note that the profit for operations figures for Q1 2006 have been restated to :

PPIM - 9,469

MDF - 2,168

Assembly - 4,982

	PPIM S\$'000	MDF S\$'000	Assembly S\$'000	Eliminations S\$'000	Consolidated S\$'000
2005 June YTD					
Segment revenue					
Sales to external customers	117,469	14,405	141,329	-	273,203
Intersegmental sales	4,815	-	-	(4,815)	-
	<u>122,284</u>	<u>14,405</u>	<u>141,329</u>	<u>(4,815)</u>	<u>273,203</u>
Profit from operations	29,120	1,663	12,637	-	43,420
Finance expense					(458)
Finance income					399
Foreign exchange loss, net					45
Share of results of associated companies					1,215
Tax					(2,488)
Minority Interests					263
Net profit attributable to shareholders of the company					<u>42,396</u>
Depreciation	8,016	458	3,479		11,953
Other non-cash expenses	1,406	80	610		2,096

By Industries

	Segment Revenue			
	Q2-06	Q2-05	YTD	YTD
	S\$'000	S\$'000	Jun-06	Jun-05
			S\$'000	S\$'000
Telecommunications	109,552	58,043	221,960	108,982
Consumer Electronics & Electrical	49,637	65,541	107,950	132,035
Computing	15,798	16,027	31,545	32,186
	<u>174,987</u>	<u>139,611</u>	<u>361,455</u>	<u>273,203</u>

By Geographical Markets

	Segment Revenue			
	Q2-06	Q2-05	YTD	YTD
	S\$'000	S\$'000	Jun-06	Jun-05
			S\$'000	S\$'000
Asia				
PRC	101,652	51,396	188,256	102,367
Singapore	12,752	21,140	52,118	39,262
Malaysia	3,198	1,866	6,167	3,517
Others	<u>3,315</u>	<u>3,026</u>	<u>6,817</u>	<u>5,002</u>
	120,916	77,429	253,358	150,148
Europe	27,016	54,151	68,910	109,928
USA and other parts of the Americas	<u>27,054</u>	<u>8,031</u>	<u>39,187</u>	<u>13,127</u>
	<u>174,987</u>	<u>139,611</u>	<u>361,455</u>	<u>273,203</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 paragraph 8.

BY ORDER OF THE BOARD

Chia Lay Ling
Company Secretary

August 2006