

Financial Statement and Dividend Announcement for the year ended 31 December 2010

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.

	Q4-10	Q4-09	Increase/ (decrease)	YTD	YTD	Increase/ (decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	343,847	170,480	101.7	957,702	749,887	27.7
Cost of sales	(261,834)	(148,785)	76.0	(776,153)	(614,518)	26.3
Gross profit	82,013	21,695	278.0	181,549	135,369	34.1
Other items of income						
Interest income	376	621	(39.5)	2,056	1,484	38.5
Other income	5,205	2,649	96.5	20,361	15,805	28.8
Other items of expense						
Selling and distribution expenses	(2,213)	(2,917)	(24.1)	(9,208)	(10,735)	(14.2)
Administrative expenses	(18,651)	(15,510)	20.3	(66,862)	(57,975)	15.3
Financial costs	(91)	(134)	(32.1)	(399)	(521)	(23.4)
Other expenses	(18,914)	(221)	8,458.4	(39,010)	(19,238)	102.8
Share of results of associates	(45)	193	n.m.	(220)	(18)	1,122.2
Profit before tax	47,680	6,376	647.8	88,267	64,171	37.5
Income tax expense	(11,810)	(2,215)	433.2	(21,332)	(10,955)	94.7
Profit, net of tax	35,870	4,161	762.1	66,935	53,216	25.8
Attributable to:						
Equity holders of the Company	35,878	4,403	714.9	67,269	53,721	25.2
Non-controlling interests	(8)	(242)	(96.7)	(334)	(505)	(33.9)
	35,870	4,161	762.1	66,935	53,216	25.8

n.m. – Not Meaningful

Consolidated statement of comprehensive income for the year ended 31 December 2010

	Group			Group		
	Q4-10 S\$'000	Q4-09 S\$'000	Increase/ (decrease) %	YTD Q4-10 S\$'000	YTD Q4-09 S\$'000	Increase/ (decrease) %
Profit for the period	35,870	4,161	762.1	66,935	53,216	25.8
Other comprehensive income:						
Foreign currency translation	(517)	(3,001)	(82.8)	(20,363)	(9,221)	120.8
Other comprehensive income for the period, net of tax	(517)	(3,001)		(20,363)	(9,221)	
Total comprehensive income for the period	35,353	1,160	2,947.7	46,572	43,995	5.9
Total comprehensive income attributable to:						
Equity holders of the Company	35,368	1,353	2,514.0	46,967	44,460	5.6
Non-controlling interests	(15)	(193)	(92.2)	(395)	(465)	(15.1)
	35,353	1,160	2,947.7	46,572	43,995	5.9

Other notes:

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

	Q4-10	Q4-09	YTD	YTD
	S\$'000	S\$'000	Q4-10	Q4-09
			S\$'000	S\$'000
1. Depreciation of property, plant and equipment	10,887	12,738	45,777	47,877
2. Impairment loss/ (reversal of impairment loss) on property, plant and equipment	10,398	(1,699)	20,294	8,722
3. Net loss on disposal of property, plant and equipment	112	1,902	34	4,006
4. Property, plant and equipment written off/ (written back)	58	(1,286)	538	658
5. Impairment loss/ (reversal of impairment loss) on inventory obsolescence	397	(483)	3,329	(780)
6. Inventories (written back)/ written off	(715)	3	(1,178)	275
7. Provision for onerous contracts	-	-	-	1,076
8. Write-back of provision for onerous contract	-	-	-	(1,723)
9. Impairment loss/(reversal of impairment loss) on doubtful receivables	566	(337)	960	(2,550)
10. Bad debt written off	108	7	134	498
11. Directors' fees	89	91	358	326
12. Staff costs (including directors' remuneration)	60,546	39,727	201,090	145,331
13. Operating lease expense	4,133	4,451	16,844	19,515
14. Foreign exchange loss/(gain), net	7,222	225	14,225	(227)
15. Negative goodwill written off	-	(372)	-	(372)
16. Net fair value gain on derivatives	(793)	(123)	(3,367)	(1,360)
17. Loss on disposal of investment in a subsidiary	26	-	26	-

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	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Property, plant and equipment	255,549	298,563	19,194	19,700
Investment in subsidiaries	-	-	200,765	183,960
Investment in associates	2,355	2,592	1,478	1,478
Other investment	12	12	12	12
Deferred tax assets	11,537	3,672	-	-
Current assets				
Inventories	100,472	61,237	5,419	4,018
Trade and other receivables	265,507	133,215	77,601	34,743
Prepaid operating expenses	1,894	2,811	242	139
Derivatives	1,481	340	550	-
Short term investment	3,906	-	-	-
Cash and cash equivalents	214,978	246,690	60,950	71,570
	588,238	444,293	144,762	110,470
Current liabilities				
Trade and other payables	224,504	124,704	32,270	55,368
Accrued operating expenses	35,965	33,048	10,010	8,251
Loans and borrowings	572	586	90	68
Income tax payable	19,858	4,125	357	357
Derivatives	296	130	-	7
	281,195	162,593	42,727	64,051
Net current assets	307,043	281,700	102,035	46,419
Non-current liabilities				
Loans and borrowings	3,377	4,642	68	180
Deferred tax liabilities	1,528	458	-	-
Net assets	571,591	581,439	323,416	251,389
Equity attributable to equity holders of the Company				
Share capital	119,725	119,725	119,725	119,725
Treasury shares	(34,040)	(7,844)	(34,040)	(7,844)
Other reserves	21,263	30,906	3,837	2,869
Accumulated profits	463,701	432,016	233,894	136,639
	570,649	574,803	323,416	251,389
Non-controlling interests	942	6,636	-	-
Total equity	571,591	581,439	323,416	251,389

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

Amount repayable within one year or less, or on demand

As at 31/12/2010		As at 31/12/2009	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
572	-	586	-

Amount repayable after one year

As at 31/12/2010		As at 31/12/2009	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
3,377	-	4,642	-

Lease obligations were secured against the respective leased assets.

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

	Q4-10	Q4-09	YTD	YTD
	S\$'000	S\$'000	Q4-10	Q4-09
			S\$'000	S\$'000
Cash flows from operating activities				
Profit before tax	47,680	6,376	88,267	64,171
Adjustments for:				
Depreciation of property, plant and equipment	10,887	12,738	45,777	47,877
Impairment loss/ (reversal of impairment loss) on property, plant and equipment	10,398	(1,699)	20,294	8,722
Net loss on disposal of property, plant and equipment	112	1,902	34	4,006
Property, plant and equipment written off/ (written back)	58	(1,286)	538	658
Impairment loss/ (reversal of impairment loss) on inventory obsolescence	397	(483)	3,329	(780)
Inventories (written back)/ written off	(715)	3	(1,178)	275
Provision for onerous contracts	-	-	-	1,076
Write-back of provision for onerous contract	-	-	-	(1,723)
Impairment loss/(reversal of impairment loss) on doubtful receivables	566	(302)	960	(2,517)
Bad debts written off	108	7	134	498
Equity compensation expense	205	-	968	-
Interest expense	91	134	399	521
Interest income	(376)	(621)	(2,056)	(1,484)
Net fair value loss/(gain) on derivatives - unrealised	524	765	(1,106)	958
Loss on disposal of investment in a subsidiary	26	-	26	-
Translation difference	7,647	(529)	5,820	(9,339)
Share of results of associates	45	(193)	220	18
			-	
Operating cash flows before changes in working capital	77,653	16,812	162,426	112,937
Changes in working capital				
Decrease/(increase) in inventories	18,597	4,899	(44,465)	54,208
(Increase)/decrease in trade and other receivables	(22,833)	(2,497)	(139,605)	114,563
Decrease in notes receivables	-	-	-	22
Decrease/(increase) in prepaid operating expenses	2,677	534	917	(823)
(Decrease)/increase in trade and other payables	(4,355)	(5,707)	95,065	(72,925)
(Decrease)/increase in accrued operating expenses	(5,587)	9,645	2,916	(2,583)
Decrease/(increase) in amounts due from related parties	30	(6)	64	22
Total changes in working capital	(11,471)	6,868	(85,108)	92,484
Cash flows from operations	66,182	23,680	77,318	205,421
Income taxes paid	(6,197)	(464)	(10,411)	(12,776)
Net cash flows from operating activities	59,985	23,216	66,907	192,645

	Q4-10	Q4-09	YTD	YTD
	S\$'000	S\$'000	Q4-10	Q4-09
			S\$'000	S\$'000
Cash flows from investing activities				
Net cash outflow on acquisition of a subsidiary	-	(22,270)	-	(22,270)
Interest received	376	621	2,056	1,484
Proceeds from disposal of property, plant and equipment	(38)	403	2,676	1,764
Purchase of property, plant and equipment (a)	(12,638)	(17,391)	(31,303)	(33,489)
Purchase of short term investments	(3,906)	-	(3,906)	-
Acquisition of non-controlling interest	-	-	(5,130)	-
Net cash flows used in investing activities	(16,206)	(38,637)	(35,607)	(52,511)
Cash flows from financing activities				
Dividends paid on ordinary shares	-	-	(26,062)	(19,153)
Purchase of treasury shares	(4,494)	-	(26,195)	(7,844)
Interest paid	(91)	(134)	(399)	(521)
Repayments of obligations under finance lease	(137)	(236)	(551)	(579)
Net cash flows used in financing activities	(4,722)	(370)	(53,207)	(28,097)
Net increase/(decrease) in cash and cash equivalents	39,057	(15,791)	(21,907)	112,037
Effect of exchange rate changes on cash and cash equivalents	(1,830)	-	(9,805)	3,087
Cash and cash equivalents at beginning of period	177,751	262,481	246,690	131,566
Cash and cash equivalents at end of period	214,978	246,690	214,978	246,690
Note to the Consolidated Cash Flow Statement				
(a) Purchase of Property, plant and equipment				
Current year additions	17,924	21,100	41,028	37,174
Less: Payable to creditors for current period	(10,080)	(3,560)	(13,992)	(9,840)
Acquired by means of finance leases	-	(419)	-	(419)
	7,844	17,121	27,036	26,915
Payments for prior period/year purchases	4,794	270	4,267	6,574
Net cash outflow for purchase	12,638	17,391	31,303	33,489

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 12 months ended 31 December 2010
Attributable to equity holders of the Company

Group	Share capital S\$'000	Treasury shares S\$'000	Other reserves S\$'000	Accumulated profits S\$'000	Total equity attributable to equity holders of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Opening balance at 1 January 2010	119,725	(7,844)	30,906	432,016	574,803	6,636	581,439
Total comprehensive income for the period	-	-	(423)	(14,206)	(14,629)	(327)	(14,956)
Employee share option scheme -Equity compensation benefits	-	-	215	-	215	-	215
Transfer from retained earnings to statutory reserve fund	-	-	2,510	(2,510)	-	-	-
Closing balance at 31 March 2010	119,725	(7,844)	33,208	415,300	560,389	6,309	566,698
Total comprehensive income for the period	-	-	(2,234)	12,390	10,156	5	10,161
Employee share option scheme -Equity compensation benefits	-	-	263	-	263	-	263
Purchase of treasury shares	-	(3,391)	-	-	(3,391)	-	(3,391)
Dividends on ordinary shares	-	-	-	(26,062)	(26,062)	-	(26,062)
Acquisition of minority interest	-	-	169	-	169	(5,299)	5,130
Closing balance at 30 June 2010	119,725	(11,235)	31,406	401,628	541,524	1,015	542,539
Total comprehensive income for the period	-	-	(17,135)	33,207	16,072	(58)	16,014
Employee share option scheme -Equity compensation benefits	-	-	285	-	285	-	285
Purchase of treasury shares	-	(21,844)	-	-	(21,844)	-	(21,844)
Transfer from statutory reserve fund to retained earnings	-	-	(55)	55	-	-	-
Closing balance at 30 September 2010	119,725	(33,079)	14,501	434,890	536,037	957	536,994
Total comprehensive income for the period	-	-	(510)	35,878	35,368	(15)	35,353
Employee share option scheme -Equity compensation benefits	-	-	205	-	205	-	205
Purchase of treasury shares	-	(961)	-	-	(961)	-	(961)
Transfer from retained earnings to statutory reserve fund	-	-	7,067	(7,067)	-	-	-
Closing balance at 31 December 2010	119,725	(34,040)	21,263	463,701	570,649	942	571,591

(ii) Consolidated statement of changes in equity for the 12 months ended 31 December 2009
Attributable to equity holders of the Company

Group	Share capital S\$'000	Treasury shares S\$'000	Other reserves S\$'000	Accumulated profits S\$'000	Total equity attributable to equity holders of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Opening balance at 1 January 2009	119,725	-	39,879	397,736	557,340	1,310	558,650
Total comprehensive income for the period	-	-	23,204	22,571	45,775	51	45,826
Purchase of treasury shares	-	(6,371)	-	-	(6,371)	-	(6,371)
Transfer from retained earnings to statutory reserve fund	-	-	3	(3)	-	-	-
Closing balance at 31 March 2009	119,725	(6,371)	63,086	420,304	596,744	1,361	598,105
Total comprehensive income for the period	-	-	(20,622)	15,962	(4,660)	(300)	(4,960)
Purchase of treasury shares	-	(1,473)	-	-	(1,473)	-	(1,473)
Dividends on ordinary shares	-	-	-	(19,153)	(19,153)	-	(19,153)
Closing balance at 30 June 2009	119,725	(7,844)	42,464	417,113	571,458	1,061	572,519
Total comprehensive income for the period	-	-	(8,793)	10,785	1,992	(22)	1,970
Closing balance at 30 September 2009	119,725	(7,844)	33,671	427,898	573,450	1,039	574,489
Total comprehensive income for the period	-	-	(3,050)	4,403	1,353	(194)	1,159
Transfer from retained earnings to statutory reserve fund	-	-	285	(285)	-	-	-
Capital injection of minority interests	-	-	-	-	-	5,791	5,791
Closing balance at 31 December 2009	119,725	(7,844)	30,906	432,016	574,803	6,636	581,439

(iii) Statement of changes in equity of the Company for the 12 months ended 31 December 2010

Company	Attributable to equity holders of the Company				Total equity S\$'000
	Share capital S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Accumulated profits S\$'000	
Opening balance at 1 January 2010	119,725	(7,844)	2,869	136,639	251,389
Total comprehensive income for the period	-	-	-	21,531	21,531
Employee share option scheme - Equity compensation benefits	-	-	215	-	215
Closing balance at 31 March 2010	119,725	(7,844)	3,084	158,170	273,135
Total comprehensive income for the period	-	-	-	(5,298)	(5,298)
Employee Share Option Scheme - Equity compensation expense	-	-	263	-	263
Purchase of treasury shares	-	(3,391)	-	-	(3,391)
Dividends on ordinary shares	-	-	-	(26,062)	(26,062)
Closing balance at 30 June 2010	119,725	(11,235)	3,347	126,810	238,647
Total comprehensive income for the period	-	-	-	16,633	16,633
Employee Share Option Scheme - Equity compensation expense	-	-	285	-	285
Purchase of treasury shares	-	(21,844)	-	-	(21,844)
Closing balance at 30 September 2010	119,725	(33,079)	3,632	143,443	233,721
Total comprehensive income for the period	-	-	-	90,451	90,451
Employee Share Option Scheme - Equity compensation expense	-	-	205	-	205
Purchase of treasury shares	-	(961)	-	-	(961)
Closing balance at 31 December 2010	119,725	(34,040)	3,837	233,894	323,416

(iv) Statement of changes in equity of the Company for the 12 months ended 31 December 2009

Attributable to equity holders of the Company

Company	Share capital	Treasury shares	Capital reserve	Accumulated profits	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Opening balance at 1 January 2009	119,725	-	2,869	142,007	264,601
Total comprehensive income for the period	-	-	-	(9,201)	(9,201)
Purchase of treasury shares	-	(6,371)	-	-	(6,371)
Closing balance at 31 March 2009	119,725	(6,371)	2,869	132,806	249,029
Total comprehensive income for the period	-	-	-	15,739	15,739
Purchase of treasury shares	-	(1,473)	-	-	(1,473)
Dividends on ordinary shares	-	-	-	(19,153)	(19,153)
Closing balance at 30 June 2009	119,725	(7,844)	2,869	129,392	244,142
Total comprehensive income for the period	-	-	-	36,417	36,417
Closing balance at 30 September 2009	119,725	(7,844)	2,869	165,809	280,559
Total comprehensive income for the period	-	-	-	(29,170)	(29,170)
Closing balance at 31 December 2009	119,725	(7,844)	2,869	136,639	251,389

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 the financial year ended 31 December 2010, there has been no increase in the issued and paid-up share capital of the Company.

Share Options

For the fourth quarter ended 31 December 2010, no options were granted.

For the 12 months ended 31 December 2010, 11,719,000 options were granted under the Scheme.

During the period ended 31 December 2010, 1,136,000 options lapsed.

There are 13,120,000 options exercisable as at 31 December 2010 (31 December 2009: 2,537,000).

Treasury Shares

For the fourth quarter ended 31 December 2010, the Company purchased 921,000 shares to be held as treasury shares.

The number of treasury shares held by the Company as at 31 December 2010 is 51,969,000 (31 December 2009: 18,429,000).

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

The total number of issued ordinary shares excluding treasury shares as at 31 December 2010 was 835,206,000 (31 December 2009: 868,746,000).

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.

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at 31 December 2010.

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 annual financial statements have been applied.

Except as disclosed in paragraph 5 below, the accounting policies have been consistently applied by the Group and the Company and are consistent with the audited financial statements as at 31 December 2009.

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

The Group adopted the new/revised FRS and Interpretations of FRS (“INT FRS”) that are effective for annual periods beginning on or after 1 January 2010. Changes to the Group’s accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The following are the new or amended FRS that are relevant to the Group:

Amendments to FRS 32 Financial Instruments: Disclosure and Presentation
 Amendments to FRS 102 Share-based Payment

Improvements in FRS issued in 2009:

FRS 1 Presentation of Financial Statements
 FRS 7 Statement of Cash Flows
 FRS 17 Leases
 FRS 18 Revenue
 FRS 36 Impairment of Assets
 FRS 39 Financial Instruments: Recognition and Measurement

The adoption of the above FRS did not result in any substantial change to the Group’s accounting policies nor any significant impact on the financial statements.

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

- (a) Based on the weighted average number of ordinary shares on issue; and
 (b) On a fully diluted basis (detailing any adjustments made to the earnings).

	Q4-10	Q4-09	YTD Q4-10	YTD Q4-09
Operating profit after exceptional items and tax before deducting minority interests as a percentage of revenue	10.4%	2.4%	7.0%	7.1%
Operating profit after tax attributable to members of the company as a percentage of issued capital and reserves at the end of the period	6.3%	0.8%	11.8%	9.3%
Earnings per ordinary share				
(a) Based on weighted average number of ordinary shares in issue (cents)	4.15	0.50	7.79	6.15
(b) On a fully diluted basis (cents)*	4.14	0.50	7.76	6.15

*11,719,000 (Q4 FY 2009: Nil) of share options granted to employees under the existing employee share option plan have been included in the calculation of diluted earnings per share (EPS). For FY 2009, it is not meaningful to calculate the diluted EPS as the stock option exercise prices are above the market price.

Earnings per share have been computed based on the weighted average number of ordinary shares in issue during the year.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-

- (a) **current financial period reported on; and**
 (b) **immediately preceding financial year :**

	Group		Company	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
Net Asset Value per Ordinary Share based on issued share capital at the end of the period (in cents)	68.32	66.16	38.72	28.94

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.**

Revenue and profitability analysis

2010 vs. 2009

2010 revenue increased by 27.7% to S\$957.7 million compared to 2009 due to ramp up of new projects in 2H 2010.

Gross profit increased 34.1% to S\$181.5 million mainly due to economies of scale, improved productivity, product mix and effective overall cost control in 2H 2010.

Total selling & distribution and administrative expenses increased by 10.7% to S\$76.1 million. This was in line with the increase in revenue. Net other expenses increased 443.2% to S\$18.6 million mainly due to foreign exchange loss totaling S\$14.2 million [S\$10.6 million arose mainly from depreciation of the USD against SGD and RMB (2009: gain S\$0.2 million) while S\$3.6 million arose from the settlement of Poland's equity loan] and provision for impairment of fixed assets totaling S\$20.3 million arising mainly from ongoing consolidation exercise. (2009: S\$8.7 million)

Overall, effective tax rate increased from 17.1% in 2009 to 24.2% in 2010 mainly due to higher income tax rates for our PRC subsidiaries.

As a result of the above factors, the Group achieved net profit after tax of S\$66.9 million in 2010.

4Q2010 vs. 4Q2009

4Q2010 revenue increased by 101.7% to S\$343.8 million compared to 4Q2009 due to ramp up of new projects, resulting from an increased demand from customers.

Gross profit increased 278.0% to S\$82.0 million mainly due to economies of scale, improved productivity, product mix and effective overall cost control.

Total selling & distribution and administrative expenses increased by 13.2% yoy to S\$20.9 million. This was in line with the increase in revenue. Other income increased 96.5% to S\$5.2 million mainly due to sales of scrap of S\$1.7 million (4Q2009: S\$0.7 million) and gain on derivatives (used to hedge currency risk) totaling S\$0.8 million. (4Q2009: S\$0.1 million) Other expenses increased 8458.4% yoy to S\$18.9 million mainly due to foreign exchange loss totaling S\$7.2 million [S\$3.6 million arose mainly from depreciation of the USD against SGD and RMB (4Q2009: S\$0.2 million) while S\$3.6 million arose from the settlement of Poland's equity loan] and provision for impairment of fixed assets totaling S\$10.4 million arising mainly from ongoing consolidation exercise. (4Q2009: reversal of impairment provision S\$1.7 million)

Overall, tax expenses increased 433.2% yoy to S\$11.8 million due to higher profits generated as well as higher income tax rates for our PRC subsidiaries.

As a result of the above factors, the Group achieved net profit after tax of S\$35.9 million in 4Q2010.

Cashflow Analysis

Net cash generated from operating activities before working capital changes was S\$77.7 million in 4Q2010. Net cash flows generated from operating activities in 4Q2010 amounted to S\$60.0 million.

Net cash used in investing activities was S\$16.2 million in 4Q2010, mainly due to capital expenditure amounting to S\$12.6 million.

Net cash used in financing activities was approximately S\$4.7 million in 4Q2010, mainly due to purchase of treasury shares amounting to S\$4.5 million.

Balance Sheet Analysis

Cash and cash equivalents decreased from S\$246.7 million as at 31 December 2009 to S\$215.0 million as at 31 December 2010. Debt was S\$3.9 million, resulting in a net cash position of S\$211.1 million. Gearing decreased marginally to 0.7% as at 31 December 2010 compared to 0.9% as at 31 December 2009.

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

In the Group's 3Q2010 results announcement made on 1 Nov 2010, the Group guided for comparable revenue in 4Q2010 as compared to 3Q2010 and higher revenue and profit for the full year as compared to FY2009.

Subsequently in our business update on 14 Jan 2011, the Group guided for higher revenue in 4Q2010 as compared to 3Q2010.

In line with our guidance & business update, we achieved revenue of S\$343.8 million in 4Q2010 which is higher than S\$285.5 million in 3Q2010. Revenue and net profit of the Company improved from S\$749.9 million and S\$53.2 million to S\$957.7 million and S\$66.9 million respectively in FY2010 as compared to FY2009.

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.

The Group expects significantly higher revenue and profit in 1Q 2011 as compared to 1Q 2010 but lower revenue and profit as compared to 4Q 2010 due to seasonality factors.

For the full year ending 31 December 2011, the Group expects higher revenue and profit as compared to FY 2010.

11. Dividend

(a) Current Financial Period Reported on

Any dividend recommended for the current financial period reported on?

Name of Dividend	:	First and Final Dividend
Dividend Type	:	Cash
Dividend Rate	:	3.6 cents per ordinary share
Tax rate	:	Exempt from tax (One-tier corporate tax system)
Total amount payable	:	\$30.067 million

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	:	First and Final Dividend
Dividend Type	:	Cash
Dividend Rate	:	3.0 cents per ordinary share
Tax rate	:	Exempt from tax (One-tier corporate tax system)
Total amount payable	:	\$26.062 million

(c) Date payable

To be announced later.

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(d) Books closure date

To be announced later.

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

Not applicable.

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.**

By Activities

	PPIM	MDF	Assembly	Eliminations	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2010 December YTD					
Segment Revenue					
Sales to external customers	475,268	38,159	444,275	-	957,702
Intersegmental sales	73,981	-	-	(73,981)	-
	<u>549,249</u>	<u>38,159</u>	<u>444,275</u>	<u>(73,981)</u>	<u>957,702</u>
Profit from operations	70,617	2,544	32,318	-	105,479
Interest income					2,056
Other income					20,361
Financial costs					(399)
Other expenses					(39,010)
Share of results of associates					(220)
Profit before tax					<u>88,267</u>
Tax expense					(21,332)
Profit for the year					<u><u>66,935</u></u>
Depreciation of property, plant and equipment	26,501	5,250	14,026		45,777
Other non-cash expenses	16,808	606	7,692		25,106

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
2009 December YTD					
Segment Revenue					
Sales to external customers	332,825	48,922	368,140	-	749,887
Intersegmental sales	32,247	-	-	(32,247)	-
	<u>365,072</u>	<u>48,922</u>	<u>368,140</u>	<u>(32,247)</u>	<u>749,887</u>
Profit from operations	41,162	2,241	23,256	-	66,659
Interest income					1,484
Other income					15,805
Financial costs					(521)
Other expenses					(19,238)
Share of results of associates					(18)
Profit before tax					<u>64,171</u>
Tax expense					<u>(10,955)</u>
Profit for the year					<u><u>53,216</u></u>
Depreciation of property, plant and equipment	25,141	6,032	16,704		47,877
Other non-cash expenses	6,288	342	3,553		10,183

By Geographical Markets

	Segment Revenue	
	2010 S\$'000	2009 S\$'000
Asia	293,760	230,583
Europe	242,017	177,538
United States and other parts of Americas	421,925	341,766
	<u>957,702</u>	<u>749,887</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.

15. A breakdown of the sales as follows:-

	2010 S\$'000 Group	2009 S\$'000 Group	% Increase/ Decrease Group
(a) Sales reported for first half year	328,350	421,610	-22%
(b) Operating profit after tax before deducting minority interests reported for first half year	(2,133)	38,268	n.m.
(c) Sales reported for second half year	629,352	328,277	92%
(d) Operating profit after tax before deducting minority interests reported for second half year	69,068	14,948	362%

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

Total Annual Final Dividend

	2010 (S\$'000)	2009 (S\$'000)
Ordinary	30,067	26,062

17. Aggregate value of interested persons transactions entered into during the quarter ended 31 December 2010

Name of interested person	Aggregate value of all interested person transactions during the period under review (excluding transactions less than \$100,000 and transactions conducted under the shareholders mandate pursuant to rule 920)	Aggregate value of all interested person transactions conducted under the shareholders mandate pursuant to rule 920 (excluding transactions less than \$100,000)
Transaction for Purchases of Goods and Services Molex International Inc	\$6,571,437	-
Transaction for Sales of Goods and Services Molex International Inc	\$120,041	-

BY ORDER OF THE BOARD

Mr Yao Hsiao Tung

Executive Chairman and Chief Executive Officer