

**Financial Statement and Dividend Announcement for the period ended 30 September 2008**

**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		
	Q3-08 S\$'000	Q3-07 S\$'000	Increase/ (decrease) %	YTD Q3-08 S\$'000	YTD Q3-07 S\$'000	Increase/ (decrease) %
Revenue	253,528	262,345	(3.4)	805,021	663,252	21.4
Cost of sales	(210,600)	(242,096)	(13.0)	(662,891)	(583,473)	13.6
Gross profit	42,928	20,249	112.0	142,130	79,779	78.2
Operating expenses						
Selling expenses	(2,906)	(2,270)	28.0	(8,588)	(6,069)	41.5
Administrative expenses	(15,907)	(14,989)	6.1	(45,987)	(44,156)	4.1
	(18,813)	(17,259)	9.0	(54,575)	(50,225)	8.7
Other operating income	3,857	1,182	226.6	5,600	6,789	(17.5)
Profit from operations	27,972	4,172	570.5	93,155	36,343	156.3
Financial expenses	(336)	(291)	15.3	(1,181)	(744)	58.7
Financial income	385	215	79.1	994	553	79.7
Foreign exchange loss	(335)	(3,236)	(89.6)	(8,001)	(5,027)	59.2
Profit before tax and share of results of associated companies	27,686	860	3,119.3	84,967	31,125	173.0
Share of results of associated companies	15	64	(75.5)	59	67	(11.3)
Profit before tax	27,701	924	2,898.0	85,026	31,192	172.6
Tax	(2,211)	(595)	271.7	(7,833)	(2,648)	195.8
Profit for the period	25,490	329	7,647.8	77,193	28,544	170.4
Attributable to:						
Equity holders of parent company	25,527	468	5,354.4	77,282	29,012	166.4
Minority interest	(37)	(139)	(73.7)	(89)	(468)	(81.0)
	25,490	329	7,647.8	77,193	28,544	170.4

n.m. – Not Meaningful

Other notes:

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

	<b>Q3-08</b>	<b>Q3-07</b>	<b>YTD</b>	<b>YTD</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>Q3-08</b>	<b>Q3-07</b>
			<b>S\$'000</b>	<b>S\$'000</b>
1. Depreciation of property, plant and equipment	11,500	10,438	32,819	28,833
2. Allowance for / (written back of) doubtful trade debts	411	1,213	(91)	1,592
3. Bad debt (recovered) / written off	(1)	25	410	1
4. (Written back of) / allowance for inventory obsolescence	(220)	7,774	4,007	7,803
5. Inventories (written back) / written off	(533)	3,321	865	2,812
6. Directors' remuneration	1,025	614	3,487	1,896
7. Directors' fees				
- current year provision	99	106	295	317
- overprovision in prior year	-	-	(110)	-
8. Operating lease expense	5,426	5,649	15,444	15,360
9. Staff costs *	44,942	37,870	130,349	109,091
10. Loss/ (gain) on disposal of property, plant and equipment	55	43	31	(34)
11. (Reversal) / impairment on property, plant and equipment	(98)	-	4,876	-
12. Property, plant and equipment (written back) / written off	(161)	-	186	-

\* Excludes directors' remuneration, which has been disclosed separately in #6 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	
	30/09/2008 S\$'000	31/12/2007 S\$'000	30/09/08 S\$'000	31/12/2007 S\$'000
<b>Property, plant and equipment</b>	288,855	291,075	22,538	24,741
<b>Investment in subsidiaries</b>	-	-	194,682	195,913
<b>Investment in associated companies</b>	2,575	2,815	1,478	1,478
<b>Amounts due from subsidiaries</b>	-	-	-	11,879
<b>Other investment</b>	12	12	12	12
<b>Deferred tax asset</b>	1,956	1,868	-	-
<b>Current assets</b>				
Inventories	130,499	135,858	4,354	6,159
Trade receivables	193,606	253,823	9,625	10,906
Notes receivable	4,094	2,394	-	-
Other receivables, deposits and prepayments	51,359	35,054	655	957
Amounts due from subsidiaries	-	-	50,861	63,861
Due from related parties (trade)	820	306	-	-
Derivatives	30	-	-	-
Cash and fixed deposits	109,109	46,764	15,899	4,402
	489,517	474,199	81,394	86,285
<b>Current liabilities</b>				
Trade payables	161,848	205,814	6,926	6,929
Other payables and accruals	61,802	69,579	9,929	6,448
Amounts due to subsidiaries	-	-	18,262	47,678
Amounts due to minority shareholders of subsidiaries	-	23	-	-
Lease obligations, current portion	585	547	55	55
Interest-bearing loans and borrowings	5,692	27,588	5,692	20,849
Provision for income tax	3,016	2,480	357	357
Derivatives	110	-	-	-
	233,053	306,031	41,221	82,316
Net current assets	256,464	168,168	40,173	3,969
<b>Non-current liabilities</b>				
Lease obligations, non-current portion	6,264	6,185	36	68
Deferred tax liability	692	708	874	874
	542,906	457,045	257,973	237,050
<b>Equity</b>				
Share capital	119,725	119,725	119,725	119,725
Other reserves	43,028	19,462	2,869	2,838
Accumulated profits	378,849	316,532	135,379	114,487
	541,602	455,719	257,973	237,050
Minority interest	1,304	1,326	-	-
	542,906	457,045	257,973	237,050

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

**Amount repayable within one year or less, or on demand**

As at 30/09/2008		As at 31/12/2007	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
585	5,692	547	27,588

**Amount repayable after one year**

As at 30/09/2008		As at 31/12/2007	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
6,264	-	6,185	-

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.**

	<b>Q3-08</b>	<b>Q3-07</b>	<b>YTD</b>	<b>YTD</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>Q3-08</b>	<b>Q3-07</b>
			<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from operating activities</b>				
Profit before tax and share of results of associated companies	27,686	860	84,967	31,125
Adjustments for:				
Depreciation of property, plant and equipment	11,500	10,438	32,819	28,833
Allowance for / (written back of) doubtful trade debts	411	1,213	(91)	1,592
Bad debts (recovered) / written off	(1)	25	410	1
(Written back of) / allowance for inventory obsolescence	(220)	7,774	4,007	7,803
Inventory (written back) / written off	(533)	3,321	865	2,812
Loss / (gain) on disposal of property, plant and equipment	55	43	31	(34)
(Reversal) / impairment on property, plant and equipment	(98)	-	4,876	-
Property, plant and equipment (written back) / written off	(161)	-	186	-
Interest income	(385)	(215)	(994)	(553)
Interest expense	336	291	1,181	744
Translation difference	11,154	(1,874)	10,787	3,899
Net fair value loss on derivatives	210	-	81	-
Equity Compensation Expenses	-	48	31	273
Operating profit before working capital changes	49,954	21,924	139,156	76,495
(Increase) / Decrease in:				
Inventories	(16,776)	(8,790)	(820)	(56,153)
Trade receivables	(1,994)	(27,849)	59,772	15,523
Notes receivable	(2,416)	1,098	(1,700)	(744)
Other receivables, deposits and prepayments	(2,385)	(6,406)	(16,305)	(18,157)
Increase / (decrease) in:				
Trade payables	2,336	9,793	(43,966)	38,484
Other payables and accruals	(14,939)	4,478	(7,238)	3,013
Due from/ to related parties (trade), net	(41)	269	(538)	(3,850)
Cash generated from / (used in) operations	13,739	(5,483)	128,361	54,611
Income taxes paid	(2,941)	(755)	(7,402)	(2,374)
Net cash generated from / (used in) operating activities	10,798	(6,238)	120,959	52,237

	<b>Q3-08</b>	<b>Q3-07</b>	<b>YTD</b>	<b>YTD</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>Q3-08</b>	<b>Q3-07</b>
			<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from investing activities</b>				
Acquisition of a subsidiary, net of cash acquired	-	-	-	(209)
Purchase of property, plant and equipment (Note)	(7,989)	(4,913)	(25,760)	(30,081)
Proceeds from disposal of property, plant and equipment	779	83	2,550	381
Dividends received from an associate company	-	-	300	-
Interest income received	385	215	994	553
Net cash used in investing activities	<u>(6,825)</u>	<u>(4,615)</u>	<u>(21,916)</u>	<u>(29,356)</u>
<b>Cash flows from financing activities</b>				
(Payment of)/Proceeds from loans & borrowings	(28,376)	21,343	(21,896)	5,553
Payment of lease obligations	(346)	(21)	(403)	(57)
Dividends paid	-	-	(13,308)	(5,820)
Interest expense paid	(336)	(291)	(1,181)	(744)
Net cash (used in) / generated from financing activities	<u>(29,058)</u>	<u>21,031</u>	<u>(36,788)</u>	<u>(1,068)</u>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<u>(25,085)</u>	<u>10,178</u>	<u>62,255</u>	<u>21,813</u>
Cash and cash equivalents at beginning of period	134,194	44,846	46,764	33,244
Effect of exchange rate changes on opening cash and cash equivalents	-	-	90	(33)
<b>Cash and cash equivalents at end of period</b>	<u><b>109,109</b></u>	<u><b>55,024</b></u>	<u><b>109,109</b></u>	<u><b>55,024</b></u>
 <b>Note</b>				
Current period additions to property, plant and equipment	11,659	11,055	25,877	40,910
Less : -				
Payable to creditors (Net)	(2,810)	(8,576)	(10,167)	(29,679)
	<u>8,849</u>	<u>2,479</u>	<u>15,710</u>	<u>11,231</u>
Payments for prior period purchase of property, plant and equipment	(860)	2,434	10,050	18,850
	<u>7,989</u>	<u>4,913</u>	<u>25,760</u>	<u>30,081</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 9 months ended 30 September 2008**

	Share capital	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
Balance at 1 January 2008	119,725	2,912	28,695	(12,145)	316,532	1,326	457,045
Currency translation differences	-	-	-	(1,817)	-	(9)	(1,826)
Profit for the period	-	-	-	-	24,679	(42)	24,637
Equity compensation expense	-	31	-	-	-	-	31
Increase in reserve	-	-	47	-	(47)	-	-
							-
Balance at 31 March 2008	119,725	2,943	28,742	(13,962)	341,164	1,275	479,887
Currency translation differences	-	-	-	2,975	-	11	2,986
Profit for the period	-	-	-	-	27,076	(10)	27,066
Increase in reserve	-	-	1,604	-	(1,604)	-	-
Final dividend paid	-	-	-	-	(13,308)	-	(13,308)
							-
Balance at 30 June 2008	119,725	2,943	30,346	(10,987)	353,328	1,276	496,631
Currency translation differences	-	-	-	20,720	-	65	20,785
Profit for the period	-	-	-	-	25,527	(37)	25,490
Increase in reserve	-	-	6	-	(6)	-	-
							-
Balance at 30 September 2008	119,725	2,943	30,352	9,733	378,849	1,304	542,906

**(ii) Consolidated statement of changes in equity for the 9 months ended 30 September 2007**

	<b>Share capital S\$'000</b>	<b>Capital reserve S\$'000</b>	<b>Reserve fund S\$'000</b>	<b>Translation reserve S\$'000</b>	<b>Accumulated profits S\$'000</b>	<b>Minority interests S\$'000</b>	<b>Total S\$'000</b>
Balance at 1 January 2007	119,725	2,646	21,287	(17,188)	269,777	2,493	398,740
Currency translation differences	-	-	-	(2,275)	-	-	(2,275)
Acquisition of subsidiary	-	-	-	-	-	(636)	(636)
Profit for the period	-	-	-	-	15,073	(276)	14,797
Equity compensation expense	-	(34)	-	-	-	-	(34)
Increase in reserve	-	-	339	66	(405)	-	-
Balance at 31 March 2007	119,725	2,612	21,626	(19,397)	284,445	1,581	410,592
Currency translation differences	-	-	-	10,038	(10)	38	10,066
Profit for the period	-	-	-	-	13,472	(53)	13,419
Equity compensation expense	-	259	-	-	-	-	259
Increase in reserve	-	-	2,081	-	(2,081)	-	-
Final dividend paid	-	-	-	-	(5,820)	-	(5,820)
Balance at 30 June 2007	119,725	2,871	23,707	(9,359)	290,006	1,566	428,516
Currency translation differences	-	-	-	(5,245)	35	(21)	(5,231)
Profit for the period	-	-	-	-	468	(139)	329
Equity compensation expense	-	48	-	-	-	-	48
Balance at 30 September 2007	119,725	2,919	23,707	(14,604)	290,509	1,406	423,662



**(iii) Statement of changes in equity of the company for the 9 months ended 30 September 2008**

	<b>Share capital</b>	<b>Capital reserve</b>	<b>Accumulated profits</b>	<b>Total</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
Balance at 1 January 2008	119,725	2,838	114,487	237,050
Loss for the period	-	-	(343)	(343)
Equity Compensation expense	-	31	-	31
Balance at 31 March 2008	119,725	2,869	114,144	236,738
Loss for the period	-	-	(2,736)	(2,736)
Final dividend paid	-	-	(13,308)	(13,308)
Balance at 30 June 2008	119,725	2,869	98,100	220,694
Profit for the period	-	-	37,279	37,279
Balance at 30 September 2008	119,725	2,869	135,379	257,973

**(iv) Statement of changes in equity of the company for the 9 months ended 30 September 2007**

	<b>Share capital</b>	<b>Capital reserve</b>	<b>Accumulated profits</b>	<b>Total</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
Balance at 1 January 2007	119,725	2,572	26,731	149,028
Loss for the period	-	-	(1,012)	(1,012)
Equity Compensation expense	-	(34)	-	(34)
Balance at 31 March 2007	119,725	2,538	25,719	147,982
Profit for the period	-	-	74,171	74,171
Equity Compensation expense	-	259	-	259
Final dividend paid	-	-	(5,820)	(5,820)
Balance at 30 June 2007	119,725	2,797	94,070	216,592
Profit for the period	-	-	26,824	26,824
Equity Compensation expense	-	48	-	48
Balance at 30 September 2007	119,725	2,845	120,894	243,464

- 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 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 period ended 30 September 2008, there has been no increase in the issued and paid-up share capital of the Company.

- 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 30 September 2008 was 887,175,000 (2007: 887,175,000).

- 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.**

The Company has no treasury shares.

- 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 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).

	Q3-08	Q3-07	YTD Q3-08	YTD Q3-07
Operating profit after exceptional items and tax before deducting minority interests as a percentage of revenue	10.1%	0.1%	9.6%	4.3%
Operating profit after tax attributable to members of the company as a percentage of issued capital and reserves at the end of the period	4.7%	0.1%	14.3%	6.8%
Earnings per ordinary share				
(a) Based on weighted average number of ordinary shares in issue (cents)	2.88	0.05	8.71	3.27
(b) On a fully diluted basis (cents)*	2.88	0.05	8.71	3.27

\*It is not meaningful to calculate the diluted EPS as the stock option exercise prices are above the current market price.

Earnings per share have been computed based on the share capital of 887,175,000 ordinary shares.

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 2,659,000 options exercisable as at 30 September 2008.

**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	
	30/09/2008 Cents	31/12/2007 Cents	30/09/2008 Cents	31/12/2007 Cents
Net Asset Value per Ordinary Share based on issued share capital at the end of the period	61.05	51.37	29.08	26.72

**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.**

### **Overall Results**

On a year-on-year (yoy) basis, compared to Q3FY2007, revenue for Q3FY2008 revenue declined marginally by 3.4% or S\$8.8 million from S\$262.3 million. Net profit attributable to shareholders (net profit) surged by S\$25.1 million to S\$25.5 million.

On a quarter-on-quarter (qoq) basis, compared to Q2FY2008, revenue decreased by 9.9% or S\$28.0 million to S\$253.5 million while net profit decreased by 5.7% or S\$1.6 million to S\$25.5 million.

Overall, the Group's improved bottom line performance on a yoy basis was attributable to an improvement in operating margin to 11.0% in Q3FY2008, from 1.6% in Q3FY2007, improvement in other operating income by approximately 226.6% or S\$2.7 million to S\$3.9 million in Q3FY2008 and decrease in foreign exchange loss by approximately 89.6% or S\$2.9 million to S\$0.3 million in Q3FY2008.

### **Revenue Analysis**

#### **By Strategic Business Unit**

Revenue from the Group's Wireless Telecommunications (WL) SBU increased by 48.7% yoy or S\$55.2 million to S\$168.6 million in Q3FY2008 due to increase in sales to some of our existing customers. WL accounted for 66.5% of Group revenue in Q3FY2008. On a qoq basis, WL decreased by 9.6% or S\$17.9 million to S\$168.6 million in Q3FY2008 mainly due to lower sales to some of our existing customers.

Revenue from Consumer Electronics (CE) SBU decreased by 43.0% yoy and 10.6% qoq to S\$84.9 million. The decline is mainly due to the change to partial consignment model at the Group's Poland plant wef May 2008 and lower demand from some of our existing customers, which resulted in lower revenue. CE accounted for 33.5% of Group revenue in Q3FY2008.

### **Profitability Analysis**

Gross profit increased by approximately 112.0% or S\$22.7 million yoy to S\$42.9 million while gross profit margin was 16.9% in Q3FY2008, up from 7.7% in the same corresponding period. The improvement in gross profit was mainly due to absence of one-time provision and write off of inventory in Q3FY2007 and better cost control as well as product and customer mix. This was partially offset by higher labour costs due to overall increase in salaries.

The Group also reported a significant reduction in net foreign exchange loss from S\$3.2 million in Q3FY2007 to S\$0.3 million in Q3FY2008. The improvement was due to the depreciation of the USD against RMB in a lesser extent in Q3FY2008 as compared to Q3FY2007.

Other operating income increased by 226.6% to S\$3.9 million in Q3FY2008 largely due to tax refunds for reinvestment in PRC entities and higher scrap and sample sales.

In view of the above, pretax profit registered a significant 30-fold increase to S\$27.7 million in Q3FY2008 as compared with S\$0.9 million in Q3FY2007.

### Cashflow Analysis

Net cash generated from operating activities before working capital changes was S\$50.0 million. Net cash used in working capital amounted to S\$36.2 million, mainly due to an increase in inventories and a decrease in other payables and accruals. Net cash used in investing activities was approximately S\$6.8 million mainly due to purchase of property, plant and equipment, partially offset by interest income and proceeds from disposal of property, plant and equipment. Net cash used in financing activities of S\$29.1 million was due mainly to repayment of loans amounting to S\$28.4 million.

### Balance Sheet Analysis

The Group's financial position improved significantly on the back of a strong net cash position. As at 30 September 2008, cash and cash equivalents increased about S\$62.3 million to S\$109.1 million from S\$46.8 million as at end of last year. Gross debt was S\$12.5 million, resulting in a net cash position of S\$96.6 million. Gross gearing improved further at a low of 2.3% from 7.5% as at end of last year.

### Cash Cycle Analysis

Days	Q3 FY2008	Q2 FY2008	Q3 FY2007
Average Receivables Turnover	70	63	60
Average Inventory Turnover	53	44	60
Average Payables Turnover	71	64	74
<b>Cash Cycle*</b>	<b>52</b>	<b>43</b>	<b>46</b>

- $Cash\ Cycle = Avg\ Receivables\ Turnover + Avg\ Inventory\ Turnover - Avg\ Payables\ Turnover$

The Group's cash cycle increased by 9 days to 52 days in Q3FY2008, up from 43 days a quarter ago and from 46 days a year ago. Q-o-Q, average receivables days increased by 7 days while average inventory days increased by 9 days. At the same time, average payable days lengthened by 7 days.

**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 Q2FY2008 results announcement on 4 August 2008, higher profit but lower revenue for Q3FY2008 as compared to Q3FY2007 was guided.

Actual revenue for Q3FY2008 was 3.4% lower than Q3FY2007 whilst net profit was significantly higher, recording a surge of S\$25.1 million for the same period. The actual result was in line with our guidance.

**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.**

Barring unforeseen circumstances, the Group expects lower revenue and profit for Q4FY2008 as compared to Q4FY2007. Given the current economic climate, the Group expects moderately lower revenue and profit for 2HFY2008 as compared to 1HFY2008.

The Group had previously guided for similar revenue for 2HFY2008 as compared to 1HFY2008. As for lower revenue, this is mainly due to a change in partial consignment model at the Group's Poland plant wef May 2008; and lower demand from some existing customers, which is not expected to change significantly.

For FY2008, the Group continues to expect improved revenue and significantly higher profit as compared to FY2007.

**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.**

**By Activities**

	<b>PPIM S\$'M</b>	<b>MDF S\$'M</b>	<b>Assembly S\$'M</b>	<b>Eliminations S\$'M</b>	<b>Consolidated S\$'M</b>
<b>2008 September YTD</b>					
<b>Segment Revenue</b>					
Sales to external customers	371.3	30.8	402.9	-	805.0
Intersegmental sales	30.7	-	-	(30.7)	-
	<u>402.0</u>	<u>30.8</u>	<u>402.9</u>	<u>(30.7)</u>	<u>805.0</u>
Profit from operations	57.3	4.1	31.8	-	93.2
Finance expense					(1.2)
Finance income					1.0
Foreign exchange loss, net					(8.0)
Share of results of associated companies					0.1
Tax					(7.8)
Minority interest					-
Net profit attributable to shareholders of the company					<u><u>77.3</u></u>
Depreciation of property, plant and equipment	11.2	17.5	4.1		32.8
Other non-cash expenses	3.5	6.3	0.5		10.3

## Segmental revenue by Activities, Industries and Geographical Markets

### By Activities

	PPIM S\$'M	MDF S\$'M	Assembly S\$'M	Eliminations S\$'M	Consolidated S\$'M
<b>2007 September YTD</b>					
<b>Segment Revenue</b>					
Sales to external customers	259.7	40.6	363.0	-	663.3
Intersegmental sales	22.9	-	-	(22.9)	-
	<u>282.6</u>	<u>40.6</u>	<u>363.0</u>	<u>(22.9)</u>	<u>663.3</u>
Profit from operations	16.3	6.1	13.9	-	36.3
Finance expense					(0.7)
Finance income					0.5
Foreign exchange loss, net					(5.0)
Share of results of associated companies					-
Tax					(2.6)
Minority interest					0.5
Net profit attributable to shareholders of the company					<u>29.0</u>
Depreciation of property, plant and equipment	12.9	4.8	11.1		28.8
Other non-cash expenses	6.1	1.4	4.7		12.2



## By Industries

	Segment Revenue			
	Q3-08	Q3-07	YTD	YTD
	S\$m	S\$m	Sep-08	Sep-07
Wireless Telecommunications	168.6	113.4	518.3	359.1
Consumer Electronics & Computing	84.9	148.9	286.7	304.2
	<u>253.5</u>	<u>262.3</u>	<u>805.0</u>	<u>663.3</u>

## By Geographical Markets

	Segment Revenue			
	Q3-08	Q3-07	YTD	YTD
	S\$m	S\$m	Sep-08	Sep-07
Asia				
PRC	75.4	81.6	214.0	216.8
Singapore	5.1	12.9	12.4	26.0
Malaysia	8.4	2.5	21.5	6.5
Others	7.3	5.5	18.1	16.0
	<u>96.2</u>	<u>102.5</u>	<u>266.0</u>	<u>265.3</u>
Europe	49.0	86.5	219.5	204.8
USA and other parts of the Americas	108.3	73.3	319.5	193.2
	<u>253.5</u>	<u>262.3</u>	<u>805.0</u>	<u>663.3</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. Aggregate value of interested persons transactions entered into during the quarter ended 30 September 2008**

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)
<b>Transaction for Purchases of Goods and Services</b> Molex International Inc	-	-

### **Confirmation by the Board**

We, the undersigned, do hereby confirm on behalf of the Board of Hi-P International Ltd that, taking into account the matters announced and publicly disclosed by the Company prior to the date of this confirmation and the prevailing accounting policies adopted by the Company in accordance with the Singapore Financial Reporting Standards, to the best of their knowledge, nothing has come to their attention which may render the financial results for the period ended 30 September 2008 (comprising the balance sheet, consolidated income statement, statement of changes in equity and consolidated cash flows statement, together with their accompanying notes) to be false or misleading in any material aspect.

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Yao Hsiao Tung  
Chairman

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Dr Tan Khee Giap  
Director

### **BY ORDER OF THE BOARD**

Tan Ping Ping

Company Secretary