

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1,Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

1(a)(i) Income Statement

	Group 12 months ended 6/30/2008 \$'000	Group 12 months ended 6/30/2007 \$'000	Change %
Continuing operations			
Revenue	48,774	27,938	74.6%
Cost of sales	(37,154)	(20,380)	82.3%
Gross profit	<u>11,620</u>	<u>7,558</u>	53.7%
Other income	11,774	5,434	116.7%
Distribution expenses	(9,547)	(4,954)	92.7%
Administrative expenses	(6,544)	(5,126)	27.7%
Other expenses	(25)	(149)	-83.2%
Results from operating activities	<u>7,278</u>	<u>2,763</u>	163.4%
Finance expenses	(680)	(366)	85.8%
Share of loss of associate, net of tax (<i>Note 1</i>)	(5,791)	(1,635)	254.2%
Profit before income tax	<u>807</u>	<u>762</u>	5.9%
Income tax expense	(1,255)	(78)	1509.0%
(Loss)/profit from continuing operations	<u>(448)</u>	<u>684</u>	NM
Discontinued operations			
Loss from discontinued operations, net of tax (<i>Note 2</i>)	-	(111)	-100.0%
(Loss)/profit for the year	<u>(448)</u>	<u>573</u>	NM
Attributable to:			
Equity holders of the Company	513	738	-30.5%
Minority interests	(961)	(165)	482.4%
	<u>(448)</u>	<u>573</u>	NM
Earnings per share for loss from continuing operations			
attributable to equity holders of the Company (expressed in cents per share)			
- Basic	0.05	0.09	-44.4%
- Diluted	0.05	0.09	-44.4%
Loss per share for loss from discontinued operations			
attributable to equity holders of the Company (expressed in cents per share)			
- Basic	-	(0.01)	-100.0%
- Diluted	-	(0.01)	-100.0%

NM : percentage not meaningful.

Note 1: The Company entered into an Amended and Restated Investment Agreement ("Investment Agreement") on 27 March 2006 with Oei Hong Leong Foundation Pte Ltd ("OHL") and Centillion Recycling & Environment Limited ("Centillion") pursuant to which the Company and OHL can each subscribe for 948,724,172 new ordinary shares in the issued and paid-up share capital of Centillion, a listed company incorporated in Singapore, at a cash consideration of \$8.05 million ("Tranche 1 Shares"). Subscription of Tranche 1 Shares was completed on 29 September 2006. Under the Investment Agreement, after the subscription of the Tranche 1 Shares, the Company and OHL were each given an option to subscribe for a further 948,724,172 ordinary shares in the share capital of Centillion at the subscription price of \$0.008485 per share (the "Tranche 2 Shares"), exercisable within one year from the issue of the Tranche 1 Shares. The Tranche 2 Shares were subscribed in full on 16 July 2007.

Upon the completion of the purchase price allocation exercise ("PPA") of Tranche 2 Shares, positive goodwill of \$6.5 million arising from subscription of Tranche 2 Shares has been capitalised and formed part of the total investment costs in associate. Negative goodwill of \$4.2 million arising from subscription of Tranche 1 Shares has been credited to the income statement in the previous financial year.

Note 2: The loss from discontinued operations related to Jacob's Larder Pte Ltd ("JL"), a former subsidiary dealing with food and beverage business. JL was disposed of in June 2007 as this was a non-core loss-making business. Accordingly, the comparative results of JL has been presented on the income statement as "discontinued operations".

1(a)(ii) Notes to the Income Statement for the current financial period reported on and the corresponding period of the immediately preceding financial year

	Group	Group
	12 months	12 months
	ended	ended
	<u>30/6/08</u>	<u>30/6/07</u>
	\$'000	\$'000
Continuing operations		
(Loss)/profit for the year include the following (charges)/credits:		
Interest expense		
- bank borrowings	(469)	(208)
- finance lease liabilities	(124)	(20)
- directors of the Company	-	(8)
- others	(87)	(130)
Depreciation of property, plant and equipment	(1,829)	(1,509)
Employee compensation	(4,462)	(3,833)
Impairment loss on available-for-sale financial assets	-	(27)
Write back of provision for legal claims	22	92
Provision for warranty	(2,980)	(950)
Write back/(provision) of obligations of a former subsidiary	33	(30)
Reversal of/(allowance for) impairment of trade and other receivables	22	(65)
Bad trade debts written off	(32)	-
Rental expenses - operating leases	(1,030)	(485)
Gain/(loss) on disposal of property, plant and equipment	6	(5)
Gain on disposal of a subsidiary	-	15
Gain on disposal of shares in an associate	9,563	-
Gain on liquidation of financial asset	1,196	-
Interest income	314	227
Exchange gain - net	302	315
Reversal of allowance for impairment of receivables of former subsidiary	-	346
Negative goodwill arising from acquisition of an associated company	-	4,186
Current tax expense	(291)	(46)
Deferred tax expense	116	(28)
(Under)/over provision in preceding financial years for:		
- current tax expense	(1,088)	-
- deferred tax expense	8	(4)
Discontinued operations		
Loss from discontinued operations include the following charges:		
Depreciation of property, plant and equipment	-	(11)
Employee compensation	-	(470)
Rental expense - operating leases	-	(497)
Gain on disposal of property, plant and equipment	-	8

Full Year Financial Statement and Dividend Announcement for the Period Ended 30 June 2008
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

	<u>Group</u> As at 30/6/08 \$'000	<u>Group</u> As at 30/6/07 \$'000	<u>Change</u> %	<u>Company</u> As at 30/6/08 \$'000	<u>Company</u> As at 30/6/07 \$'000	<u>Change</u> %
ASSETS						
Non-current assets						
Property, plant and equipment	10,523	11,946	-11.9%	486	249	95.2%
Intangible assets	57	-	100.0%	-	-	-
Subsidiaries	-	-	-	5,591	5,590	0.0%
Associate	11,305	10,650	6.2%	14,827	8,050	84.2%
Other non-current assets	50	50	0.0%	50	50	0.0%
	<u>21,935</u>	<u>22,646</u>	-3.1%	<u>20,954</u>	<u>13,939</u>	50.3%
Current assets						
Inventories	7,788	8,855	-12.0%	-	-	-
Properties held for sale	433	830	-47.8%	-	-	-
Trade and other receivables	9,130	5,504	65.9%	13,750	11,170	23.1%
Other current assets	1,471	1,760	-16.4%	395	65	507.7%
Cash and cash equivalents	21,355	8,387	154.6%	12,453	1,020	1120.9%
	<u>40,177</u>	<u>25,336</u>	58.6%	<u>26,598</u>	<u>12,255</u>	117.0%
Total assets	<u>62,112</u>	<u>47,982</u>	29.4%	<u>47,552</u>	<u>26,194</u>	81.5%
EQUITY						
Equity attributable to equity holders of the Company						
Share capital	80,054	65,806	21.7%	80,054	65,806	21.7%
Reserves	8	(34)	NM	117	78	50.0%
Accumulated losses	(38,636)	(39,149)	-1.3%	(35,440)	(43,479)	-18.5%
	<u>41,426</u>	<u>26,623</u>	55.6%	<u>44,731</u>	<u>22,405</u>	99.6%
Minority interests	2,839	3,221	-11.9%	-	-	0.0%
Total equity	<u>44,265</u>	<u>29,844</u>	48.3%	<u>44,731</u>	<u>22,405</u>	99.6%
LIABILITIES						
Non-current liabilities						
Financial liabilities	3,317	1,959	69.3%	257	1,750	-85.3%
Deferred tax liabilities	24	148	-83.8%	-	-	-
	<u>3,341</u>	<u>2,107</u>	58.6%	<u>257</u>	<u>1,750</u>	0.0%
Current Liabilities						
Trade and other payables	7,922	10,906	-27.4%	1,006	735	36.9%
Financial liabilities	5,248	4,408	19.1%	1,541	1,250	23.3%
Current tax payable	329	87	278.2%	5	3	66.7%
Provision for other liabilities and charges	1,007	630	59.8%	12	51	-76.5%
	<u>14,506</u>	<u>16,031</u>	-9.5%	<u>2,564</u>	<u>2,039</u>	25.7%
Total liabilities	<u>17,847</u>	<u>18,138</u>	-1.6%	<u>2,821</u>	<u>3,789</u>	-25.5%
Total equity and liabilities	<u>62,112</u>	<u>47,982</u>	29.4%	<u>47,552</u>	<u>26,194</u>	81.5%

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

As at 30/06/2008 (\$'000)		As at 30/06/2007 (\$'000)	
Secured	Unsecured	Secured	Unsecured
3,742	1,500	3,158	1,250

Amount repayable after one year

As at 30/06/2008 (\$'000)		As at 30/06/2007 (\$'000)	
Secured	Unsecured	Secured	Unsecured
3,067	250	209	1,750

Details of collateral

As at balance sheet date, the total borrowings included secured liabilities of \$6,809,000 (2007: \$3,367,000) for the Group. Secured bank loans and lease liabilities for one of the subsidiaries amounting to \$6,433,000 (2007: \$3,000,000) are secured by fixed charge over the subsidiary's leasehold building, debenture deeds which provide for first floating charge on all assets of the subsidiary and corporate guarantees given by the Company. Other finance lease liabilities of the Group amounting to \$376,000 (2007: \$367,000) are secured by the rights to the leased plant and equipment and corporate guarantees given by the Company.

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

	Group 12 months ended <u>30/6/08</u> \$'000	Group 12 months ended <u>30/6/07</u> \$'000
Operating activities		
(Loss)/profit for the year	(448)	573
Adjustments for:		
- Income tax expense	1,255	78
- Share option expenses	39	69
- Depreciation of property, plant and equipment	1,829	1,520
- (Gain)/loss on disposals of property, plant and equipment from continuing operations	(6)	5
- Gain on disposals of property, plant and equipment from discontinued operations	-	(8)
- Interest expense	680	366
- Interest income	(314)	(227)
- Gain on disposal of a subsidiary	-	(15)
- Gain on liquidation of financial asset	(1,196)	-
- Impairment loss on available-for-sale financial assets	-	27
- Allowance for impairment of receivables from former subsidiary written back	-	(346)
- Gain on disposals of shares in an associate	(9,563)	-
- (Reversal of)/allowance for impairment of trade and other receivables	(22)	65
- Provision for other liabilities and charges made	2,925	888
- Share of loss of associate	5,791	1,635
- Negative goodwill arising from acquisition of associate	-	(4,186)
Operating cash flow before working capital changes	<u>970</u>	<u>444</u>

	Group 12 months ended <u>30/6/08</u> \$'000	Group 12 months ended <u>30/6/07</u> \$'000
Change in working capital:		
- Properties held for sale	397	16
- Inventories	1,121	(7,946)
- Trade and other receivables	(2,400)	(3,117)
- Other current assets	(780)	2,002
- Trade and other payables	(499)	5,523
- Provision for other liabilities and charges	(2,542)	(867)
Cash utilised in operations	(3,733)	(3,945)
Income tax paid	(58)	(3)
Cash flows used in operating activities	(3,791)	(3,948)
Investing activities		
Interest received	306	226
Purchase of property, plant and equipment	(392)	(6,740)
Proceeds from sale of property, plant and equipment	67	68
Disposal of discontinued operation, net of cash disposal of (Note B)	-	50
Proceeds from disposal of share in an associate	11,247	-
Obligations of former subsidiaries paid	(6)	-
Acquisition of an associate	(8,050)	(8,050)
Acquisition of a subsidiary, net of cash acquired (Note B)	-	-
Cash flows from/(used in) investing activities	3,172	(14,446)
Financing activities		
Interest paid	(589)	(233)
Proceeds from issuance of ordinary shares	14,248	13,489
Withdrawal of deposits placed with bank as security	61	116
Changes in amount due to directors	(103)	78
Payments of finance lease liabilities	(619)	(105)
Changes in amount due to minority shareholders of subsidiaries	(290)	799
Proceed from borrowings	12,000	3,000
Repayment of borrowings	(11,250)	-
Proceeds from issuance of share capital to minority shareholders of a subsidiary	260	-
Cash flows from financing activities	13,718	17,144
Net increase/(decrease) in cash and cash equivalents	13,099	(1,250)
Cash and cash equivalents at beginning of the financial year	7,752	8,933
Effects of exchange rate changes on cash and cash equivalents	(70)	69
Cash and cash equivalents at end of the year (Note A)	20,781	7,752

Full Year Financial Statement and Dividend Announcement for the Period Ended 30 June 2008
Note A:

For the purpose of the consolidated cash flow statement, the consolidated cash and cash equivalents comprise the following:

	Group 12 months ended <u>30/6/08</u> \$'000	Group 12 months ended <u>30/6/07</u> \$'000
Cash and bank balances	21,355	8,387
Less: Deposits placed with a bank as security	(574)	(635)
Cash and cash equivalents per consolidated cash flow statement	<u><u>20,781</u></u>	<u><u>7,752</u></u>

Note B:

The aggregate effects of disposal and acquisitions of subsidiaries on the cashflows of the Group were as follows:

	Group 30/6/08 Acquisition		Group 30/6/07 Disposal
	Recognised values	Carrying amounts in acquiree's books	Carrying amounts
	\$'000	\$'000	\$'000
<u>Identifiable assets and liabilities</u>			
Property, plant and equipment	126	126	(8)
Inventories	54	50	(8)
Trade and other receivables	5	5	(28)
Other current assets	-	-	(42)
Cash and cash equivalents	319	319	-
Total assets	<u>504</u>	<u>500</u>	<u>(86)</u>
Trade and other payables	(3)	(3)	51
Borrowings	-	-	-
Total liabilities	<u>(3)</u>	<u>(3)</u>	<u>51</u>
Identifiable net assets	501	497	(35)
Translation reserves	11	-	-
Less : Minority interests	(250)	-	-
Identifiable net assets (disposed)/acquired	<u>262</u>	<u>497</u>	<u>(35)</u>
Goodwill	57	-	-
Less: Consideration satisfied by issue of shares	-	-	-
Cash considerations paid	<u>319</u>	-	-
Less: Cash and cash equivalents in subsidiaries acquired	<u>(319)</u>	-	-
Net cash outflow on acquisition	<u><u>-</u></u>	-	-

The aggregate cash flows arising from the disposal of a subsidiary were as follows:

Identifiable net assets disposed	35
Gain on disposal	15
Cash proceeds from disposal and net cash inflow on disposal	<u><u>50</u></u>

Full Year Financial Statement and Dividend Announcement for the Period Ended 30 June 2008

1(d)(i) A statement (for the issuer and group) showing either (a) all changes in equity or (b) 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.

Group	<u>Share capital</u>	<u>Other reserves</u>	<u>Accumulated losses</u>	Total attributable to equity holders of the Company	<u>Minority interests</u>	<u>Total equity</u>
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 July 2006	52,317	(221)	(39,887)	12,209	3,347	15,556
Translation differences relating to financial statements of foreign subsidiaries	-	77	-	77	39	116
Net gains recognised directly in equity	-	77	-	77	39	116
Net profit/(loss) for the year	-	-	738	738	(165)	573
Total recognised income and expense for the year	-	77	738	815	(126)	689
Value of employee services received for issue of share options	-	110	-	110	-	110
Issue of shares	13,967	-	-	13,967	-	13,967
Share issue expense	(478)	-	-	(478)	-	(478)
At 30 June 2007	65,806	(34)	(39,149)	26,623	3,221	29,844
Translation differences relating to financial statements of foreign subsidiaries	-	9	-	9	67	76
Effective portion of changes in fair value of cash flow hedges, net of tax	-	(6)	-	(6)	2	(4)
Net gains recognised directly in equity	-	3	-	3	69	72
Net profit/(loss) for the year	-	-	513	513	(961)	(448)
Total recognised income and expense for the year	-	3	513	516	(892)	(376)
Value of employee services received for issue of share options	-	39	-	39	-	39
Acquisition of subsidiary	-	-	-	-	250	250
Issue of shares capital to minority shareholders by a subsidiary	-	-	-	-	260	260
Issue of shares	14,509	-	-	14,509	-	14,509
Share issue expense	(261)	-	-	(261)	-	(261)
At 30 June 2008	80,054	8	(38,636)	41,426	2,839	44,265
Company			<u>Accumulated losses</u>	<u>Total</u>		
	<u>Share capital</u>	<u>Other reserves</u>	<u>\$'000</u>	<u>\$'000</u>		
	\$'000	\$'000	\$'000	\$'000		
At 1 July 2006	52,317	9	(41,741)	10,585		
Net loss for the year	-	-	(1,738)	(1,738)		
Total recognised income and expense for the year	-	-	(1,738)	(1,738)		
Value of employee services received for issue of share options	-	69	-	69		
Issue of shares	13,967	-	-	13,967		
Share issue expense	(478)	-	-	(478)		
At 30 June 2007	65,806	78	(43,479)	22,405		
Net profit for the year	-	-	8,039	8,039		
Total recognised income and expense for the year	-	-	8,039	8,039		
Value of employee services received for issue of share options	-	39	-	39		
Issue of shares	14,509	-	-	14,509		
Share issue expense	(261)	-	-	(261)		
At 30 June 2008	80,054	117	(35,440)	44,731		

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

A) Changes in share capital during the financial year

On 19 February 2008, the Company issued 290,185,626 new ordinary shares in the issued and paid-up share capital of the Company pursuant to a renounceable and non-underwritten rights issue of up to 386,466,251 new ordinary shares in the issued share capital of the Company ("Rights Issue") at an issue price of \$0.05 for each Rights Share on the basis of two (2) Rights Shares for every five (5) existing Shares then held by Shareholders as based on the terms and conditions of the Offer Information Statement dated 21 January 2008 issued by the Company. Net proceeds of \$14.3 million were raised from the Rights Issue. Since the close of the Rights Issue until 30 June 2008, an aggregate of S\$1.98 million from the Rights proceeds have progressively been used for normal working capital purposes.

The issued share capital of the Company as at 30 June 2008 comprises 1,256,351,254 (30 June 2007 : 966,165,628) ordinary shares.

B) Share options - Equation Executives' Share Option Scheme

During the financial year, the Company granted additional options to subscribe for 2,000,000 ordinary shares with an exercise price of \$0.070 of the Company on 26 May 2008. The exercise price for the option granted on 26 May 2008 was fixed at a discount of 19.54% to the average of the last dealt prices for a share of the Company for three consecutive trading days immediately before the grant date.

As at 30 June 2008, there were ESOS outstanding for the subscription of 4,400,000 (30 June 2007: 2,400,000) ordinary shares in the share capital of the Company.

Save for the above, there are no unissued shares of the Company under option as at the end of the financial year.

C) Treasury shares

No treasury shares were held by the Company as at 30 June 2008 and 30 June 2007.

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 number of issued shares as at 30 June 2008 is 1,256,351,254 (30 June 2007: 966,165,628) ordinary shares.

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 nor reviewed by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter)

Not applicable.

Full Year Financial Statement and Dividend Announcement for the Period Ended 30 June 2008
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 under paragraph 5 below, the Group has applied the same accounting policies and methods of computation for the current financial year compared with the audited financial statements for the financial year ended 30 June 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 the effect of, the change.

Starting 1 July 2007, the Group and the Company adopted the new or revised FRS that are applicable in the current financial year. The following are the new or revised FRS relevant to the Group:

- FRS 1 (Amendment), Amendments relating to capital disclosure
- FRS 32 (revised), Financial Instruments: Presentation
- FRS 40, Investment Property
- FRS 107, Financial Instruments : Disclosures
- INT FRS 108, Scope of FRS 102 Share-based Payment
- INT FRS 110, Interim Financial Reporting and Impairment

Other than FRS 107 and the amendment to FRS 1, the initial application of these FRS (and its consequential amendment) and interpretations are not expected to have any financial impact on the financial statements of the Group and the Company. New disclosures required under FRS 1 and FRS 107 will be made accordingly in the financial statements of the Group and the Company for the financial year ended 30 June 2008.

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.

	Continuing operations		Discontinued operations	
	Group 12 months ended 30/6/08	Group 12 months ended 30/6/07	Group 12 months ended 30/6/08	Group 12 months ended 30/6/07
Earnings/(loss) per share				
(a) Basic earnings/(loss) per share (cents per share)	0.05	0.09	0.00	(0.01)
- Weighted average number of ordinary shares in issue for basic earnings/(loss) per share	1,071,615,596	932,872,252	1,071,615,596	932,872,252
(b) Diluted earnings/(loss) per share (cents per share)	0.05	0.09	0.00	(0.01)
- Adjusted weighted average number of ordinary shares in issue for diluted earnings/(loss) for share	1,073,555,412	933,987,070	1,073,555,412	933,987,070

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 As at 30/6/08	Group As at 30/6/07	Company As at 30/6/08	Company As at 30/6/07
Net asset value per ordinary share based on issued share capital (cents)	3.52	3.09	3.56	2.32

The net asset value per ordinary share is computed based on 1,256,351,254 (30 June 2007: 966,165,628) ordinary shares.

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

(A) Income Statement (FY 2008 versus FY 2007)

(i) Revenue

The Group's revenues increased 74.6% to \$48.8 million from \$27.9 million. The increase was contributed by both the consumer electronic products business and the recycling and trading of e-waste business. The breakdown of revenue between the two financial years are represented below:

	Group 12 months ended 30/06/2008 \$'000	% to total revenue	Group 12 months ended 30/06/2007 \$'000	% to total revenue
Consumer electronic products	28,290	58.0%	17,523	62.7%
Recycling	19,967	40.9%	10,048	36.0%
Property investment and development	432	0.9%	279	1.0%
Others	85	0.2%	88	0.3%
	<u>48,774</u>	<u>100.0%</u>	<u>27,938</u>	<u>100.0%</u>

(ii) Cost of sales and gross profits

Total cost of sales increased 82.3% to \$37.2 million from \$20.4 million, correspondingly to the increase of revenue of the Group.

Gross profit increased 53.7% from \$7.6 million to \$11.6 million due to higher revenue generated. Gross profit margin dropped 3.3% to 23.8% from 27.1% largely due to increased price volatility of commodity prices and stiff competition in the recycling and trading of metals and e-waste business although the consumer electronic products segment enjoyed better gross margins in the current financial year due to favourable cost of goods purchased which are predominantly billed in the US Dollar which has weakened.

(iii) Other income

The increase in other income to \$11.8 million from \$5.4 million was mainly due to \$9.6 million net gain arising from the disposal of 150 million shares in Centillion and \$1.2 million gain on realisation of investment in a deconsolidated subsidiary, Xiamen Xiangyu Presto Trading Ltd, during the current financial year. The increase was offset by the negative goodwill of \$4.2 million arising from the acquisition of shares in Centillion recognised in previous financial year.

(iv) Distribution expenses

Distribution expenses increased by \$4.5 million (or 92.7%) to \$9.5 million from \$5.0 million mainly due to higher employee-related expenses, sales and aftersales related expenses, marketing and event organising expenses incurred by the consumer electronic products segment, in line with the increase in activities in this segment.

(v) Administrative expenses

Administrative expenses increased by \$1.4 million (or 27.7%) to \$6.5 million from \$5.1 million largely due to higher costs incurred such as additional depreciation on new CRT equipments and rental expenses.

(vi) Finance expenses

Finance expenses increased by 85.8% to \$680,000 from \$366,000 due to higher borrowings secured during the financial year as well as prepayment charges incurred.

Full Year Financial Statement and Dividend Announcement for the Period Ended 30 June 2008

(vii) Income tax expense

Income tax expense increased as a tax recoverable of \$1.1 million has been expensed off in the current financial year.

(viii) Overall results

For FY2008, the group registered a profit before taxation and minority interests of \$0.8 million (FY 2007: \$0.8 million). After deducting minority interests and tax, the net profit attributable to shareholders for FY 2008 is \$0.5 million (FY 2007: \$0.7 million).

(B) Balance sheet

Total assets of the Group increased by \$14.1 million from \$48.0 million as at 30 June 2007 to \$62.1 million as at 30 June 2008, mainly due to the following:

- i) Trade and other receivables increased by \$3.6 million from \$5.5 million to \$9.1 million mainly due to increase in trade receivables which is in line with the increased in revenue for current year;
- ii) Increase in the carrying amount of investment in Centillion by \$0.7 million due to exercise of option to subscribe for 948,724,172 shares in Centillion, reduced by share of losses in Centillion and cost of 150 million Centillion shares disposed during the current financial year;
- iii) Reduction of carrying amounts of property, plant and equipment due to depreciation charge during the financial year of \$1.8 million partially offset by new capital expenditure of \$0.6 million;
- iv) Other current assets decreased by \$0.3 million mainly due to tax recoverable of \$1.1 million expensed off in the current financial year but partially offset by \$0.8 million increase in refundable deposits and advance payments made to suppliers;
- v) Properties held for sales decreased by \$0.4 million due to sales of apartment unit and carparks under property investment and development segment during the financial year;
- vi) Inventories decreased by \$1.1 million mainly due to several huge sale transactions towards the end of financial year and better stock turnover days of 82 days from 88 days last year; and
- vii) Increase in cash and cash equivalents of \$13.0 million (refer to explanation on "Cashflow" below).

Total liabilities of the Group decreased by \$0.3 million from \$18.1 million as at 30 June 2007 to \$17.8 million as at 30 June 2008, mainly due to the following:

- i) Trade and other payables decreased by \$3.0 million mainly due to repayments in the current financial year relating to purchase of certain property, plant and equipment;
- ii) Increase in borrowings of \$2.2 million due to new \$12.0 million secured bank loans and finance lease of \$2.1 million drawdown during the financial year offset by repayment of borrowings amounting to \$11.9 million; and
- iii) Provisions for other liabilities and charges increased by \$0.4 million mainly due to increase in provision for aftersales and warranty expenses which is in line with the increase in sales activities.

(C) Cash Flow

The main source of funds arose from the following during the financial year:

- i) Net proceeds of \$11.2 million arising from sale of shares in an associated company, Centillion;
- ii) Proceeds from new bank borrowings of \$12.0 million; and
- iii) Net proceeds from Rights Issue of \$14.3 million.

The funds have been used mainly for the following purposes:

- i) Subscription of additional shares in Centillion for a cash consideration of \$8.05 million;
- ii) Repayment of bank borrowings and lease liabilities of \$11.9 million;
- iii) New capital expenditure of \$0.4 million; and
- iv) For operational and general working capital purposes of \$3.8 million.

Cash and cash equivalents (net of deposits placed with a bank as security) increased by approximately \$13.0 million from \$7.8 million as at 30 June 2007 to \$20.8 million as at 30 June 2008.

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 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 prolonged uncertainty in the global economy due to slower growth and higher inflation rate continues to cause market uncertainty and challenges ahead for the Group businesses as a result of, inter alia, the fluctuations in cost of raw materials, pricing competition, rising operating costs and consumer demands.

The Group is reasonably optimistic on the electronic waste recycling businesses due to increased awareness of environmental issues. With the incorporation of a new Indonesia subsidiary during this financial year, the Group hopes to expand the e-waste collection and trading activities in this region.

As for the consumer electronic distribution business, our newly incorporated subsidiary in Germany, "DISA - Digital Safety GmbH", was formed to explore new distribution business opportunities related to digital security systems in Europe.

The Group has also incorporated a subsidiary to explore solar energy related business opportunities including providing management and consultancy services, installing, operating and owning of solar panels and related assets.

The Group will continue its efforts to expand its existing businesses and exploring possible new business ventures which offer high growth potential to enhance shareholder value.

11. Dividend

(a) Current financial period reported on

No dividend has been declared for the financial year reported.

(b) Corresponding period of the immediately preceding financial year

No dividend was declared for the corresponding period of the immediately preceding financial year.

(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 will be declared/recommended.

Full Year Financial Statement and Dividend Announcement for the Period Ended 30 June 2008

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.

(a) **Primary reporting format -**

Business Segments

Financial year ended 30 June 2008

	Property investment and <u>development</u> \$'000	<u>Recycling</u> \$'000	Consumer electronic <u>products</u> \$'000	Investment <u>holding and others</u> \$'000	<u>Elimination</u> \$'000	Total for continuing <u>operations</u> \$'000
Revenue and expenses						
- Total external sales	432	19,967	28,290	85	-	48,774
- Inter-segment sales	-	-	21	300	(321)	-
Total	<u>432</u>	<u>19,967</u>	<u>28,311</u>	<u>385</u>	<u>(321)</u>	<u>48,774</u>
Segment results	(136)	(1,018)	841	7,912	(321)	7,278
Finance expense						(680)
Share of loss of an associate	-	(5,791)	-	-		(5,791)
Profit before taxation						807
Income tax expense						(1,255)
Loss for the year						<u>(448)</u>
Assets and liabilities						
Segment assets	5,721	18,046	12,447	27,150	(12,557)	50,807
Associate						11,305
Total assets						<u>62,112</u>
Segment liabilities	(5,675)	(7,168)	(9,095)	(1,043)	14,052	(8,929)
Unallocated liabilities						(8,918)
Total liabilities						<u>(17,847)</u>
Other segment items						
Capital expenditure - property, plant and equipment	2	74	160	357	-	593
Depreciation	1	1,595	113	120	-	1,829

Full Year Financial Statement and Dividend Announcement for the Period Ended 30 June 2008

Financial year ended 30 June 2007	<u>Property investment and development</u> \$'000	<u>Recycling</u> \$'000	<u>Consumer electronic products</u> \$'000	<u>Investment holding</u> \$'000	<u>Elimination</u> \$'000	<u>Total for continuing operations</u> \$'000	<u>Discontinued operations - Food & beverage</u> \$'000
Revenue and expenses							
- Total external sales	279	10,048	17,523	88	-	27,938	1,093
- Inter-segment sales	-	-	-	514	(514)	-	-
Total	<u>279</u>	<u>10,048</u>	<u>17,523</u>	<u>602</u>	<u>(514)</u>	<u>27,938</u>	<u>1,093</u>
Segment results	42	3,937	788	(1,490)	(514)	2,763	(111)
Finance expense						(366)	-
Share of loss of an associate	-	(1,635)	-	-	-	(1,635)	-
Profit/(loss) before taxation						<u>762</u>	<u>(111)</u>
Income tax expense						(78)	-
Profit/(loss) for the year						<u>684</u>	<u>(111)</u>
Assets and liabilities							
Segment assets	6,112	18,130	10,531	12,554	(11,089)	36,238	
Associate	-	10,650	-	-	-	10,650	
Unallocated assets						<u>1,094</u>	
Total assets						<u>47,982</u>	
Segment liabilities	(5,808)	(9,158)	(8,235)	(918)	12,583	(11,536)	
Unallocated liabilities						<u>(6,602)</u>	
Total liabilities						<u>(18,138)</u>	
Other segment items							
Capital expenditure - property, plant and equipment	5	6,788	301	-	-	7,094	4
Depreciation	5	1,336	62	106	-	1,509	11
Impairment loss on available-for-sale financial assets	-	-	-	27	-	27	-

(b) Secondary reporting format - Geographical Segments

	<u>Sales for continuing operations</u>		<u>Sales for discontinued operations</u>		<u>Total sales</u>	
	2008	2007	2008	2007	2008	2007
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Oceania	588	-	-	-	588	-
ASEAN	4,809	4,988	-	1,093	4,809	6,081
North Asia	15,087	5,427	-	-	15,087	5,427
Europe	28,290	17,523	-	-	28,290	17,523
Total	48,774	27,938	-	1,093	48,774	29,031

	<u>Total consolidated assets</u>	
	2008	2007
	\$'000	\$'000
ASEAN	32,660	19,595
North Asia	5,721	6,112
Europe	12,426	10,531
	50,807	36,238
Associate	11,305	10,650
Unallocated assets	-	1,094
	62,112	47,982

	<u>Capital expenditure for continuing operations</u>		<u>Capital expenditure for discontinued operations</u>		<u>Total consolidated capital expenditure</u>	
	2008	2007	2008	2007	2008	2007
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
ASEAN	431	6,788	-	4	431	6,792
North Asia	2	5	-	-	2	5
Europe	160	301	-	-	160	301
Total	593	7,094	-	4	593	7,098

Full Year Financial Statement and Dividend Announcement for the Period Ended 30 June 2008

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 item 8 above.

15. A breakdown of sales as follows:-

	Continuing operations			Discontinued operations		
	Latest Financial Year \$'000	Previous Financial Year \$'000	% Increase/ (decrease)	Latest Financial Year \$'000	Previous Financial Year \$'000	% Increase/ (decrease)
	Group	Group	Group	Group	Group	Group
a) Sales reported for first half year	24,833	7,770	219.6%	-	716	-100.0%
b) Gain/(loss) after tax but before deducting minority interests reported for first half year	5,322	(2,838)	NM	-	(154)	-100.0%
c) Sales reported for second half year	23,941	20,168	18.7%	-	377	-100.0%
d) Loss/(gain) after tax but before deducting minority interests reported for second half year	(5,770)	3,522	NM	-	43	-100.0%

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

Not applicable

17 Summary of Interested Person Transactions for the financial year ended 30 June 2008

The aggregate value of interested person transactions for the year ended 30 June 2008 are as follows:

Name of interested person	Aggregate value of all interested person transactions during the financial year ended 30 June 2008 (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) \$'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) \$'000
Ternary Technologies Pte Ltd and its related companies - purchase of consumer electronic products	145	-

BY ORDER OF THE BOARD

CHNG WENG WAH
Director
27 August 2008