

Listed companies must provide the information required by Appendix 7.2 of the Listing Manual. Adequate disclosure should be given to explain any material extraordinary item either as a footnote of the material extraordinary item or in the "Review of the performance of the group".

萬裕有限公司
BAN JOO & COMPANY LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30 June 2005

PART I - 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.

Unaudited Consolidated Income Statement For the Year Ended 30 June 2005

| | Notes | Group | | Change S\$000 | % |
|--|-------|------------------------|------------------------|------------------|---------|
| | | 30 June 2005 S\$000 | 30 June 2004 S\$000 | | |
| Turnover | | 139,687 | 143,674 | (3,987) | -2.78 |
| Cost of sales | | (122,380) | (126,010) | 3,630 | -2.88 |
| Gross profit | | 17,307 | 17,664 | (357) | -2.02 |
| Other operating income | 1 | 597 | 473 | 124 | 26.22 |
| Distribution costs | | (5,805) | (5,972) | 167 | -2.80 |
| Administrative expenses | | (8,918) | (6,370) | (2,548) | 40.00 |
| Other (charges)/credits | 2 | (3,964) | (2,354) | (1,610) | 68.39 |
| (Loss)/profit from operations | | (783) | 3,441 | (4,224) | -122.76 |
| Finance costs | 4 | (2,112) | (1,717) | (395) | 23.01 |
| (Loss)/profit before income tax | 3 | (2,895) | 1,724 | (4,619) | -267.92 |
| Income tax expenses | | (265) | (471) | 206 | -43.74 |
| (Loss)/profit after income tax | | (3,160) | 1,253 | (4,413) | -352.19 |
| Minority interest | | 754 | 187 | 567 | 303.21 |
| (Loss)/profit attributable to the shareholders | | (2,406) | 1,440 | (3,846) | -267.08 |

| | 30 June 2005 | Group 30 June 2004 | Change | |
|--|----------------|-----------------------|---------|--------|
| | S\$000 | S\$000 | S\$000 | % |
| Notes: | | | | |
| 1 Other operating income | | | | |
| Dividend income | 321 | 63 | 258 | 409.52 |
| Interest income | 40 | 74 | (34) | -45.95 |
| Rental income | 232 | 336 | (104) | -30.95 |
| Other income | 4 | - | 4 | n.m |
| | <u>597</u> | <u>473</u> | 124 | 26.22 |
| 2 Other (charges)/credits | | | | |
| Foreign exchange adjustment losses | (1,434) | (1,313) | (121) | 9.22 |
| Bad/ doubtful trade debts recovered | 235 | 201 | 34 | 16.92 |
| Gain on disposal of marketable securities | 170 | - | 170 | n.m |
| Provision for impairment of inventories | (311) | - | (311) | n.m |
| Provision for impairment in marketable securities | (1,005) | - | (1,005) | n.m |
| Provision for impairment trade receivables - outside parties | (1,200) | (1,100) | (100) | 9.1 |
| Impairment/amortisation of goodwill | (1,859) | (135) | (1,724) | 1,277 |
| Gain on sales of accessories | 13 | - | 13 | n.m |
| Gain/(loss) on disposal of property, plant and equipment | 1,431 | (7) | 1,438 | n.m |
| Bad debt written off | (4) | - | (4) | n.m |
| | <u>(3,964)</u> | <u>(2,354)</u> | (1,610) | 68.39 |
| 3 Profit from ordinary activities is arrived at after charging the following: | | | | |
| Depreciation and amortisation expenses | 3,154 | 1,203 | 1,951 | 162.18 |
| 4 Finance costs | | | | |
| Interest expenses charged by non related companies | | | | |

n.m – not meaningful

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.

Unaudited Balance Sheet As At:

| | Group | | Company | |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30 Jun 2005 S\$000 | 30 Jun 2004 S\$000 | 30 Jun 2005 S\$000 | 30 Jun 2004 S\$000 |
| ASSETS | | | | |
| Current assets | | | | |
| Cash and cash equivalents | 2,620 | 2,482 | 586 | 1,860 |
| Trade receivables | 76,512 | 78,888 | 74,940 | 78,532 |
| Other receivables and prepayments | 2,796 | 1,463 | 4,861 | 5,038 |
| Inventories | 53,814 | 44,304 | 44,266 | 42,498 |
| Total current assets | 135,742 | 127,137 | 124,653 | 127,928 |
| Non-current assets | | | | |
| Investment in subsidiaries | - | - | 2,553 | 2,837 |
| Other investment | 4,380 | 7,959 | 2,649 | 4,768 |
| Other asset | 398 | - | - | - |
| Intangible assets | 1,739 | 2,621 | 3 | 3 |
| Property, plant and equipment | 11,673 | 14,146 | 9,167 | 12,468 |
| | 18,190 | 24,726 | 14,372 | 20,076 |
| Total assets | 153,932 | 151,863 | 139,025 | 148,004 |
| LIABILITIES AND EQUITY | | | | |
| Short-term borrowings | 67,489 | 55,054 | 65,837 | 54,965 |
| Trade payables and accrued liabilities | 20,383 | 10,426 | 9,834 | 8,429 |
| Other payables | 2,230 | 341 | 1,324 | 827 |
| Income tax payable | 582 | 769 | 414 | 769 |
| Current portion of interest-bearing borrowings | 2,560 | 5,160 | 2,560 | 5,160 |
| Total current liabilities | 93,244 | 71,750 | 79,969 | 70,150 |
| Non-current liabilities | | | | |
| Other payables | 7 | 949 | - | - |
| Deferred tax liabilities | 79 | 77 | 77 | 77 |
| Interest-bearing borrowings | 1,663 | 15,080 | 1,663 | 15,080 |
| | 1,749 | 16,106 | 1,740 | 15,157 |
| Total liabilities | 94,993 | 87,856 | 81,709 | 85,307 |
| MINORITY INTEREST | | | | |
| | 570 | 849 | - | - |
| CAPITAL AND RESERVES | | | | |
| Issued capital | 36,000 | 36,000 | 36,000 | 36,000 |
| Reserves | 22,369 | 27,158 | 21,316 | 26,697 |
| Total equity | 58,369 | 63,158 | 57,316 | 62,697 |
| Total liabilities and equity | 153,932 | 151,863 | 139,025 | 148,004 |

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

Amount repayable in one year or less, or on demand

| As at 30 Jun 2005 | | As at 30 Jun 2004 | |
|-------------------|------------|-------------------|------------|
| Secured | Unsecured | Secured | Unsecured |
| NIL | 70,049,000 | NIL | 60,214,000 |

Amount repayable after one year

| As at 30 Jun 2005 | | As at 30 Jun 2004 | |
|-------------------|-----------|-------------------|------------|
| Secured | Unsecured | Secured | Unsecured |
| NIL | 1,663,000 | NIL | 15,080,000 |

Details of any collateral

There is no collateral given for the above borrowings.

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

Unaudited Consolidated Statement Of Cash Flows For The Year Ended 30 June 2005

| | Group | |
|--|--------------|-----------------|
| | 30 Jun 2005 | 30 Jun 2004 |
| | S\$000 | S\$000 |
| Cash flows from operations | | |
| (Loss)/profit before income tax | (2,895) | 1,724 |
| - Unrealised foreign exchange loss adjustment | 1,528 | 1,208 |
| - Provision for impairment in marketable securities | 1,005 | - |
| - Depreciation expense | 1,295 | 1,068 |
| - Impairment/amortisation of goodwill | 1,859 | 135 |
| - (Gain)/loss on disposal of property, plant and equipment | (1,431) | 7 |
| - (Gain) on disposal of marketable securities | (170) | - |
| - Interest expense | 2,112 | 1,717 |
| - Interest income | (40) | (74) |
| - Dividend income | (321) | (63) |
| Operating profit before working capital changes | 2,942 | 5,722 |
| Inventories | (8,584) | (2,048) |
| Trade receivables | 2,528 | (11,239) |
| Other receivables and prepayments | (1,238) | (1,085) |
| Trade payables and accrued liabilities | 8,597 | 4,590 |
| Other payables | 52 | (6,137) |
| Cash from/(used in) operations | 4,297 | (10,197) |
| - Interest received | 40 | 74 |
| - Interest paid | (2,112) | (1,717) |
| - Income tax paid | (635) | (464) |
| Net cash from/(used in) operating activities | 1,590 | (12,304) |
| Cash flows from investing activities: | | |
| - Purchase of plant and equipment | (982) | (785) |
| - Proceed from disposal of plant and equipment | 3,906 | 3 |
| - Purchase of investment | - | (3,330) |

| | | |
|---|--------------|----------------|
| - Proceed from disposal of investment | 823 | - |
| - Increase in other assets | (398) | - |
| - Acquisition of subsidiaries | (352) | (2,479) |
| - Dividend received | 321 | 63 |
| Net cash from/(used in) investing activities | 3,318 | (6,528) |

Cash flows from financing activities:

| | | |
|--|----------------|---------------|
| - Dividend paid to shareholders | (439) | (874) |
| - (Decrease)/Increase in short-term borrowings | 11,397 | (3,731) |
| - Minority contribution to capital | - | 1,035 |
| - Proceed from rights issue of shares, net of expenses | - | 9,311 |
| - (Decrease)/Increase in long-term borrowings | (16,038) | 16,240 |
| Net cash from/(used in) financing activities | (5,080) | 21,981 |

Net effect of exchange rate changes in consolidating Subsidiaries

(25) (4)

| | | |
|---|--------------|--------------|
| Net increase in cash | (197) | 3,145 |
| Cash and cash equivalents at beginning of year | 2,393 | (752) |
| Cash and cash equivalents at end of year | 2,196 | 2,393 |

* The cash and cash equivalents at end of period were represented by:

| | | |
|------------------------|--------------|--------------|
| Cash and bank balances | 2,620 | 2,482 |
| Bank overdraft | (424) | (89) |
| Total | 2,196 | 2,393 |

Summary of the effects of acquisition of subsidiaries

| | 30 Jun 2005 S\$000 | 30 Jun 2004 S\$000 |
|--|-----------------------|-----------------------|
| Property, plant and equipment | 354 | 1,250 |
| Current assets | | |
| - cash and cash equivalents | 1,357 | 23 |
| - trade receivables | 1,170 | 457 |
| - other receivables and prepayments | 95 | 234 |
| - inventories | 926 | 425 |
| Current liabilities | | |
| - short term borrowing | (235) | (1,347) |
| - trade payables and accrued liabilities | (1,360) | (165) |
| - other payables | (7) | (179) |
| - income tax payable | (183) | - |
| - Current portion of finance lease | (11) | - |
| Non-current liabilities | | |
| - deferred tax liabilities | (2) | - |
| - finance lease | (10) | - |
| Minority interest | (475) | - |
| Net assets acquired | 1,619 | 698 |
| Add: Goodwill on consolidation | 978 | 2,753 |
| | 2,597 | 3,451 |
| Less: Cash of subsidiaries | (1,357) | (23) |
| Less: Amount not paid | (888) | (949) |
| Net cash outflow arising from acquisition | 352 | 2,479 |

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Unaudited Statement Of Changes In Equity For The Year Ended 30 June 2005

| | Issued capital S\$000 | Share premium S\$000 | Foreign currency translation reserve S\$000 | Retained profits S\$000 | Revaluation Reserves S\$000 | Total S\$000 |
|--|-----------------------------|----------------------------|---|-------------------------------|-----------------------------------|-----------------|
| Group | | | | | | |
| Balance as at 30 June 2003 | 28,000 | 12,601 | - | 10,761 | 1,171 | 52,533 |
| Surplus on revaluation of investment * | - | - | - | - | 752 | 752 |
| Rights issue ** | 8,000 | 1,311 | - | - | - | 9,311 |
| Net profit for the year | - | - | - | 1,440 | - | 1,440 |
| Dividend paid | - | - | - | (874) | - | (874) |
| Currency translation difference * | - | - | (4) | - | - | (4) |
| Balance as at 30 June 2004 | 36,000 | 13,912 | (4) | 11,327 | 1,923 | 63,158 |
| Deficit on revaluation of investment | - | - | - | - | (1,923) | (1,923) |
| Net profit for the year | - | - | - | (2,406) | - | (2,406) |
| Dividend paid | - | - | - | (439) | - | (439) |
| Currency translation difference | - | - | (21) | - | - | (21) |
| Balance as at 30 June 2005 | 36,000 | 13,912 | (25) | 8,482 | - | 58,369 |
| Company | | | | | | |
| Balance as at 30 June 2003 | 28,000 | 12,601 | - | 10,361 | - | 50,962 |
| Surplus on revaluation of investment * | - | - | - | - | 1,438 | 1,438 |
| Rights issue, net of expenses ** | 8,000 | 1,311 | - | - | - | 9,311 |
| Net profit for the year | - | - | - | 1,860 | - | 1,860 |
| Dividend paid | - | - | - | (874) | - | (874) |
| Balance as at 30 June 2004 | 36,000 | 13,912 | - | 11,347 | 1,438 | 62,697 |
| Deficit on revaluation of investment | - | - | - | - | (1,438) | (1,438) |
| Net profit for the year | - | - | - | (3,504) | - | (3,504) |
| Dividend paid | - | - | - | (439) | - | (439) |
| Balance as at 30 June 2005 | 36,000 | 13,912 | - | 7,404 | - | 57,316 |

* Items not recognized in income statement.

** The premium is after deducting related equity transaction costs of \$289,000 which includes professional fees of \$10,000 paid to company's auditors.

As at 30 June 2005, the distributable and non-distribution reserves are analysed as follows:

| | Group | | Company | |
|-------------------|----------------|----------------|----------------|----------------|
| | 2005 S\$000 | 2004 S\$000 | 2005 S\$000 | 2004 S\$000 |
| Distributable | 8,482 | 11,327 | 7,404 | 11,347 |
| Non-distributable | 13,887 | 15,831 | 13,912 | 15,350 |
| | 22,369 | 27,158 | 21,316 | 26,697 |

- 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 any other purpose since the end of the pervious period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Not applicable.

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

The figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 above financial information has been prepared using the same accounting policies and methods of computation as presented in the financial statements for the year ended 30 June 2004, except as described in paragraph 5.

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 has adopted all the new Singapore Financial Reporting Standards ("FRS") that are mandatory for the financial year beginning on or after 1 July 2004 which include FRS 103 "Business Combinations". FRS 103 prohibits amortisation of brought forward goodwill and requires that the goodwill be tested for impairment in accordance with FRS 36 "Impairment on Assets". Accordingly, a provision for impairment of goodwill amounting to \$1,859k is booked in respect of its garment segment. Had the Group continued with amortisation, the related amount of amortisation would have been \$159k.

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.

| | Group | |
|---|--------------------|--------------------|
| | As at 30 June 2005 | As at 30 June 2004 |
| (Loss)/earnings per share (based on consolidated profit after taxation and minority interest divided by the weighted average number of ordinary shares) | (0.33) cents | 0.22 cents |

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-

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

| | Group | | Company | |
|--|--------------------|-------------------|--------------------|-------------------|
| | As at 30 June 2005 | As at 30 Jun 2004 | As at 30 June 2005 | As at 30 Jun 2004 |
| Net asset value per share based on existing issued share capital as at the respective period | 8.05 cents | 8.77 cents | 7.91 cents | 8.71 cents |

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.**

Difficult business operating environment since the beginning of 2005 created uncertainties in the textile and garment industries. The results of the Ban Joo Group of companies have not been shielded from the impact of these events. Accordingly all business segments delivered weaker performance reflecting the generally weak business climate. In addition, the Group saw lower sales due to its efforts to control credit and improve the quality of its receivables in FY2005.

The Group registered a turnover of \$139.6 mil with a net loss of \$2.4 mil. Textile trading, the core business of the Group remained the key turnover contributor accounting for 80% of its total turnover. The remaining 20% of its total turnover comprise the contribution from its garment manufacturing activities. The latter business activity are undertaken by BJ Apparel Global Pte Ltd ("BJA") and Teo Garments Corporation Pte Ltd. ("Teo Garments").

Contributing to the Group's performance this year were the profit contributions from the Group's textile trading business and Teo Garments. On the other hand, BJA turned in a loss of approximately \$4.7 mil due to higher startup costs and lower than budgeted sales of its Garment segment. Although Ban Joo recorded a \$1.4 mil gain on disposal of its leasehold properties, its performance was adversely affected by additional provision for impairment of trade debt of \$1.2 mil, a foreign exchange adjustment loss of \$1.5 mil and the losses incurred by the impairment of the value of quoted equity investments of \$1 mil. The Group's profitability and balance sheet in FY2005 were also affected by an impairment of goodwill that amounted to about \$1.9 million. The impairment on goodwill was required as a consequence of the significant losses incurred by the BJA group.

On Ban Joo 's core textile trading business, the key sales contributor in FY2005 was the general fabrics segment which accounted for 46% of the total turnover. The two other business activities , ODM and sale of raw materials turned in lower sales contributions this year due to intensified market competition. In FY2005 turnover from ODM stood at 26% compared to 34% in the previous financial year. Similarly, turnover from raw materials sales were also lower declining from 14% to 7%.

Compared to the previous financial year, the Group's cash flow was stronger this year due to the cash proceeds realized from the disposal of properties during the year. Net cash derived from operations improves by 13.9 mil from an outflow of \$12.3 mil in FY2004 to a positive cashflow of \$1.6 mil.

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

In the previous announcement for the first half of FY2005, it was stated that the Group had expected to continue to be profitable for the current FY2005.

However, as announced in the profit warning dated 24 August 2005, after taking into consideration certain provisions for impairment losses, the Group has incurred losses after tax of \$2.4 mil. This is at variance with the previous announcement.

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.**

One of the factors affecting the Group's performance in FY2005 lies in the integration of the garment businesses. While the Group's factories located in Singapore, China and Honduras serve different market needs spanning Asia, Europe and the US, there are unavoidable resource duplication issues that need to be resolved to improve operational efficiency. Realigning resources and reducing resource duplication will require time. Furthermore, dedicated management efforts are also necessary to ensure their successful implementation. Presently the Group is actively working towards expediting its efforts to rapidly integrate its subsidiaries into the Ban Joo organisation.

Going forward, until the integration of its garment businesses have been completed, the textile business will continue to lead as the major business contributor. Into the new financial year, in consideration of the new tariffs and import regulations imposed by both textile exporting and importing countries, the Group expects that business sentiments in FY2006 will remain uncertain until the issues arising from the WTO initiatives have been resolved. Nevertheless, despite the challenging business environment, the Group expects a better performance into the new financial year.

11. **Dividend**

(a) **Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? Yes

| | |
|--------------------------------------|--------------------------------------|
| Name of Dividend | First & Final |
| Dividend Type | Cash |
| Dividend Amount per Share (in cents) | |
| Optional:- Dividend Rate (in %) | 1.525% per ordinary share (less tax) |
| Par value of shares | \$0.05 |
| Tax Rate | 20% |

(b) **Corresponding Period of the Immediately Preceding Financial Year**

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

| | |
|--------------------------------------|--------------------------------------|
| Name of Dividend | First & Final |
| Dividend Type | Cash |
| Dividend Amount per Share (in cents) | |
| Optional:- Dividend Rate (in %) | 1.525% per ordinary share (less tax) |
| Par value of shares | \$0.05 |
| Tax Rate | 20% |

(c) **Date payable**

To be advised

(d) **Books closure date**

To be advised

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

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
 (This part is not applicable to Q1, Q2, Q3 or Half-Year Results)

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

Business Segments

| | <u>Garment</u> | | <u>ODM</u> | | <u>GF</u> | | <u>RM</u> | | <u>Consolidated</u> | |
|---|----------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------------|---------------|
| | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> |
| | <u>S\$000</u> | <u>S\$000</u> | <u>S\$000</u> | <u>S\$000</u> | <u>S\$000</u> | <u>S\$000</u> | <u>S\$000</u> | <u>S\$000</u> | <u>S\$000</u> | <u>S\$000</u> |
| Revenue | 28,274 | 5,025 | 36,609 | 49,337 | 64,930 | 69,352 | 9,874 | 19,960 | 139,687 | 143,674 |
| Segment Results | (4,338) | (625) | 5,807 | 8,998 | 7,846 | 7,125 | 336 | 860 | 9,651 | 16,358 |
| Unallocated expenses | - | - | - | - | - | - | - | - | (10,636) | (12,991) |
| (Loss)/profit from operations | - | - | - | - | - | - | - | - | (985) | 3,367 |
| Interest income | - | - | - | - | - | - | - | - | 40 | 74 |
| Finance costs | - | - | - | - | - | - | - | - | (2,065) | (1,717) |
| (Loss)/profit before income tax | - | - | - | - | - | - | - | - | (3,010) | 1,724 |
| Income tax | - | - | - | - | - | - | - | - | (150) | (471) |
| Minority interests | - | - | - | - | - | - | - | - | 754 | 187 |
| Net (loss)/profit | - | - | - | - | - | - | - | - | (2,406) | 1,440 |
| Other information: | | | | | | | | | | |
| Segment assets | 20,713 | 9,360 | 21,635 | 20,122 | 24,944 | 21,867 | 112 | 509 | 67,404 | 51,858 |
| Unallocated assets | - | - | - | - | - | - | - | - | 86,528 | 10,005 |
| Total assets | | | | | | | | | 153,932 | 151,863 |
| Segment liabilities | 14,412 | 3,212 | - | - | - | - | - | - | 14,412 | 3,212 |
| Unallocated liabilities | - | - | - | - | - | - | - | - | 80,581 | 84,644 |
| Total liabilities | | | | | | | | | 94,993 | 87,856 |
| Capital expenditure | 1,816 | 3,265 | - | - | - | - | - | - | 1,816 | 3,265 |
| Unallocated capital expenditure | - | - | - | - | - | - | - | - | 144 | 271 |
| Total capital expenditure | | | | | | | | | 1,960 | 3,536 |
| Depreciation and amortisation | 2,222 | 240 | - | - | - | - | - | - | 2,222 | 240 |
| Unallocated depreciation and amortisation | - | - | - | - | - | - | - | - | 932 | 1,098 |
| Total depreciation and amortisation | | | | | | | | | 3,154 | 1,338 |

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

Please refer to Item 8 above.

15. A breakdown of sales

| | Group | | Increase/ (Decrease) |
|---|--------------|--------------|-------------------------|
| | 30 June 2005 | 30 June 2004 | (Decrease) |
| | S\$000 | S\$000 | % |
| Sales reported for the first half year | 65,797 | 78,200 | -15.86% |
| Operating profit after tax before deducting minority interest reported for first half year | 629 | 1,216 | -48.27% |
| Sales reported second half year | 73,890 | 65,474 | 12.85% |
| Operating profit after tax before deducting minority interest reported for second half year | (3,789) | 37 | n.m |

n.m – not meaningful

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

Total Annual Dividend (Refer to Para 16 of Appendix 7.2 for the required details)

| | Latest Full Year (S\$000) | Previous Full Year (S\$000) |
|------------|------------------------------|--------------------------------|
| Ordinary | 443 | 439 |
| Preference | - | - |
| Total: | 443 | 439 |

17. Summary of Interested Person Transactions for the financial year ended 30 June 2005.

| | Aggregate value of all interested person transactions during the financial year under review (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) |
|---|---|---|
| Wei Song Enterprise Co., Ltd | | |
| - Sales | - | 2,454 |
| - Purchases | - | 4,598 |
| - Printing costs | - | 79 |
| Classic Print Industrial Sdn Bhd | | |
| - Printing costs | - | 177 |

BY ORDER OF THE BOARD

Lam Ah Seng @ Lam Pang Chuang
Managing Director
29/8/2005

Submitted to SGX