

## FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT

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

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

	Group		%
	S\$'000		
	Year ended 30/06/03	Year ended 30/06/02	Increase / (Decrease)
Revenue	80,685	95,758	(15.7)
Cost of sales	(70,030)	(78,924)	(11.3)
Gross profit	10,655	16,834	(36.7)
Other operating income			
- (loss)/gain on partial disposal of subsidiaries*	(1,938)	3,552	n.m.
- others	898	925	(2.9)
Distribution expenses	-	(1,239)	(100.0)
Administrative expenses	(6,025)	(6,731)	(10.5)
Other operating expenses	(281)	(144)	95.1
Operating profit	3,309	13,197	(74.9)
Finance costs	(704)	(868)	(18.9)
	2,605	12,329	(78.9)
Share of profit of associated corporations	3,550	2,074	71.2
Profit before taxation	6,155	14,403	(57.3)
Taxation	(1,592)	(2,004)	(20.6)
Profit after taxation	4,563	12,399	(63.2)
Minority interests	(2,132)	(6,082)	(64.9)
Net profit for the year	2,431	6,317	(61.5)

\* Included in the loss on partial disposal of subsidiaries of S\$1,957,000 in current year was to ratify the overstatement of the gain on partial disposal of a subsidiary in previous year. The net profit attributable to shareholders for current and previous years would otherwise have been S\$4,388,000 and S\$4,360,000 respectively.

## FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT

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

- I(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

**Notes to income statement:**

	Group		%
	S\$'000	S\$'000	
	Year ended 30.06/03	Year ended 30.06/02	Increase / (Decrease)
(a) Income statement includes the following:			
Other income including interest income	898	925	(2.9)
Interest on borrowings	(704)	(868)	(18.9)
Depreciation and amortisation	(3,851)	(3,899)	(1.2)
Allowance for doubtful receivables	-	(45)	(100.0)
Bad debts written off (trade)	(281)	-	-
Allowance for inventory obsolescence	-	(99)	(100.0)
Write down of short-term quoted equity securities to market value	(7)	(4)	75.0
Foreign exchange gain/(loss)	216	(41)	n.m.
Gain/(loss) on disposal of property, plant and equipment	2	(3)	n.m.
(Loss)/gain on partial disposal of subsidiaries	(1,938)	3,552	n.m.

- (b) Distribution expenses

This refers to distribution expenses incurred by a subsidiary last year which subsequently became an associated corporation.

- (c) 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**

	<b>Group S\$'000</b>		<b>Company S\$'000</b>	
	<b>30/06/03</b>	<b>30/06/02</b>	<b>30/06/03</b>	<b>30/06/02</b>
<b>Non-current assets</b>				
Leasehold prepayments	680	695	-	-
Property, plant and equipment	44,688	44,558	181	233
Investments in subsidiaries	-	-	17,300	29,878
Interests in associated corporations	22,193	16,836	15,519	5,293
Other financial assets	10	10	10	10
	<u>67,571</u>	<u>62,099</u>	<u>33,010</u>	<u>35,414</u>
<b>Current assets</b>				
Inventories	4,914	5,103	-	-
Trade and notes receivables	31,601	29,737	-	-
Other receivables, deposits & prepayments	11,410	1,499	56	55
Amount due from related parties (non-trade)	1,511	8,006	6,165	3,963
Other financial assets	41	48	41	48
Cash and cash equivalents	15,525	12,196	6,862	2,808
	<u>65,002</u>	<u>56,589</u>	<u>13,124</u>	<u>6,874</u>
<b>Less: Current liabilities</b>				
Trade and other payables	24,536	25,122	426	414
Amount due to related parties (non-trade)	1,762	-	-	287
Current portion of obligations under hire purchase creditor	-	33	-	33
Current portion of interest - bearing loans	10,651	1,535	-	-
Current tax payable	1,404	876	23	37
	<u>38,353</u>	<u>27,566</u>	<u>449</u>	<u>771</u>
<b>Net current assets</b>	26,649	29,023	12,675	6,103
<b>Non-current liabilities</b>				
Obligations under hire purchase creditor	-	133	-	133
Interest-bearing loans	12,720	9,116	-	-
Deferred taxation	497	378	33	33
	<u>13,217</u>	<u>9,627</u>	<u>33</u>	<u>166</u>
<b>Minority interests</b>	23,940	25,345	-	-
<b>Net assets</b>	<u>57,063</u>	<u>56,150</u>	<u>45,652</u>	<u>41,351</u>
<b>Share capital and reserves:</b>				
Share capital	26,602	26,602	26,602	26,602
Reserves	30,461	29,548	19,050	14,749
<b>Total share capital and reserves</b>	<u>57,063</u>	<u>56,150</u>	<u>45,652</u>	<u>41,351</u>

The following balance sheet items are reclassified during the year to conform with current year's presentation:

- (1) Leasehold prepayments has been reclassified from Property, plant and equipment.
- (2) Following the partial disposal of a subsidiary which became an associated corporation, goodwill arising on consolidation was reclassified to interest in associated corporations.

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

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

	As at 30/06/03		As at 30/06/02	
	Secured	Unsecured	Secured	Unsecured
	S\$0	S\$10,651,000	S\$1,484,000	S\$51,000

**Amount repayable after one year**

	As at 30/06/03		As at 30/06/02	
	Secured	Unsecured	Secured	Unsecured
	S\$8,480,000	S\$4,240,000	S\$6,996,000	S\$2,120,000

**Details of any collateral**

The secured group borrowings and debt securities refer to that of a subsidiary, which are secured by its leasehold prepayments, property, plant and equipment.

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

	S\$'000	
	Year ended 30/06/03	Year ended 30/06/02
<b>Cashflows from operating activities</b>		
Profit before taxation	6,155	14,403
Adjustments for:		
Allowance for doubtful receivables	-	45
Amortisation of goodwill on consolidation	-	276
Amortisation of leasehold prepayments	15	15
Depreciation of property, plant and equipment	3,836	3,608
Loss/(Gain) on partial disposal of a subsidiary	1,938	(3,552)
Interest income	(280)	(211)
Interest expense	704	868
(Gain)/Loss on disposal of property, plant and equipment	(2)	3
Share of profit of associated corporations	(3,550)	(2,074)
Write down of short-term quoted equity securities to market value	7	4
<b>Operating profit before working capital changes</b>	8,823	13,385

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

	S\$'000	
	Year ended 30.06/03	Year ended 30.06/02
<b>Changes in working capital:</b>		
Inventories	189	471
Trade and other receivables	(11,775)	2,980
Trade and other payables	(586)	(3,401)
<b>Cash generated from operations</b>	<u>(3,349)</u>	<u>13,435</u>
Tax paid	(414)	(1,517)
<b>Net cash (outflow)/inflow from operating activities</b>	<b>(3,763)</b>	<b>11,918</b>
<b>Cashflows from investing activities</b>		
Interest received	280	211
Acquisition of associated corporations	(13,405)	-
Net cash inflow on liquidation/ partial disposal of subsidiaries*	7,697	4,686
Dividend received from an associated corporation	1,365	-
Purchase of property, plant and equipment	(4,142)	(4,405)
Proceeds from disposal of property, plant and equipment	167	-
Purchase of non-current financial assets	-	(1)
<b>Net cash (outflow)/inflow from investing activities</b>	<b>(8,038)</b>	<b>491</b>
<b>Cashflows from financing activities</b>		
Interest paid	(703)	(868)
Dividend paid to minority shareholders	(2,896)	(3,313)
Dividend paid to shareholders of the Company	(1,600)	(2,400)
Balances with related parties	7,777	(5,254)
Proceeds from bank loans	14,840	10,231
Repayment of bank loans	(2,120)	(13,229)
Payments to hire purchase creditor	(166)	(32)
<b>Net cash inflow/(outflow) from financing activities</b>	<b>15,132</b>	<b>(14,865)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	3,331	(2,456)
<b>Cash and cash equivalents at beginning of year</b>	12,196	15,128
Effect of exchange rate changes on balances held in foreign currency	(2)	(476)
<b>Cash and cash equivalents at end of year</b>	<u><u>15,525</u></u>	<u><u>12,196</u></u>

- I(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 capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

(S\$'000) Group	Enterprise				Currency			Total
	Share Capital	Share Premium	Statutory Reserve	Development Reserve	Capital Reserve	Translation Reserve	Retained Profits	
<b>At 1 July 2001</b>	<b>26,602</b>	<b>6,079</b>	<b>1,223</b>	<b>385</b>	<b>2,014</b>	<b>2,750</b>	<b>14,733</b>	<b>53,786</b>
Transfer from retained profits	-	-	143	44	-	-	(187)	-
Transfer from statutory and enterprise development reserves to accumulated profits on partial disposal of a subsidiary	-	-	(130)	(74)	-	-	204	-
Currency translation gain realised and transferred to profit and loss amount upon partial disposal of a subsidiary	-	-	-	-	-	(267)	-	(267)
Share of reserves of associate corporations	-	-	468	244	-	-	(712)	-
Translation differences relating to financial statements of overseas								
- subsidiaries	-	-	-	-	-	(1,112)	-	(1,112)
- associated corporations	-	-	-	-	-	(174)	-	(174)
Profit for the year	-	-	-	-	-	-	6,317	6,317
Dividend	-	-	-	-	-	-	(2,400)	(2,400)
<b>At 30 June 2002</b>	<b>26,602</b>	<b>6,079</b>	<b>1,704</b>	<b>599</b>	<b>2,014</b>	<b>1,197</b>	<b>17,955</b>	<b>56,150</b>
<b>At 1 July 2002</b>	<b>26,602</b>	<b>6,079</b>	<b>1,704</b>	<b>599</b>	<b>2,014</b>	<b>1,197</b>	<b>17,955</b>	<b>56,150</b>
Transfer from retained profits	-	-	338	193	-	-	(531)	-
Transfer from statutory and currency translation reserves to accumulated profits on partial disposal of a subsidiary	-	-	(233)	-	-	(219)	452	-
Share of reserves of associated corporations	-	-	241	163	-	-	(404)	-
Translation differences relating to financial statements of overseas								
- subsidiaries	-	-	-	-	-	72	-	72
- associated corporations	-	-	-	-	-	10	-	10
Profit for the year	-	-	-	-	-	-	2,431	2,431
Dividend	-	-	-	-	-	-	(1,800)	(1,800)
<b>At 30 June 2003</b>	<b>26,602</b>	<b>6,079</b>	<b>2,050</b>	<b>955</b>	<b>2,014</b>	<b>1,060</b>	<b>18,303</b>	<b>57,063</b>

- I(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 capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

(S\$'000) Company				Enterprise	Exchange			
	Share Capital	Share Premium	Statutory Reserve	Development Reserve	Capital Reserve	Translation Account	Retained Profits	Total
<b>At 1 July 2001</b>	<b>26,602</b>	<b>6,079</b>	-	-	-	-	<b>8,908</b>	<b>41,589</b>
Profit for the year	-	-	-	-	-	-	2,162	2,162
Dividend	-	-	-	-	-	-	(2,400)	(2,400)
<b>At 30 June 2002</b>	<b>26,602</b>	<b>6,079</b>	-	-	-	-	<b>8,670</b>	<b>41,351</b>
<b>At 1 July 2002</b>	<b>26,602</b>	<b>6,079</b>	-	-	-	-	<b>8,670</b>	<b>41,351</b>
Profit for the year	-	-	-	-	-	-	5,901	5,901
Dividend	-	-	-	-	-	-	(1,600)	(1,600)
<b>At 30 June 2003</b>	<b>26,602</b>	<b>6,079</b>	-	-	-	-	<b>12,971</b>	<b>45,652</b>

- I(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 or cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

The company has not issued any ordinary shares since the previous year ended 30 June 2002.

	<b>As at 30/06/03</b>	<b>As at 30/06/02</b>
The number of ordinary shares that may be issued on conversion of all outstanding options granted pursuant to the Asia Power Share Option Scheme	15,360,502	11,764,530

- 2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

The figures have not been audited nor reviewed by our auditors.

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

Not Applicable.

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied**

The same accounting policies and methods of computation as in the company's most recently audited annual financial statements have been applied.

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.

Not applicable.

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

Group	
12 months to 30/06/03	12 months to 30/06/02

Earnings per ordinary share based on profit attributable to shareholders after deducting any provision for preference dividends:

(i) Based on existing issued share capital	0.76 cents	1.97 cents
(ii) On a fully diluted basis	0.76 cents	1.97 cents

- (i) Earnings per ordinary share is computed based on the issued and paid-up capital of 320,000,000 ordinary shares as at 30 June 2003 (320,000,000 ordinary shares as at 30 June 2002).
- (ii) Earnings per ordinary share is computed based on the weighted average share capital of 320,129,893 ordinary shares as at 30 June 2003 (320,325,715 ordinary shares as at 30 June 2002).

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 period reported on and (b) immediately preceding financial year

	As at 30/06/03	As at 30/06/02
--	-------------------	-------------------

Net asset value per ordinary share based on issued share capital:

For the group	15.86 cents	15.60 cents
For the company	14.27 cents	12.92 cents

Net asset value per ordinary share is computed based on the issued and paid-up capital of 320,000,000 ordinary shares as at 30 June 2003 (320,000,000 ordinary shares as at 30 June 2002).

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

#### **Financial results**

The group generated revenue of S\$80.7 million for the current year, compared to S\$95.8 million for the previous year. The 15.7% decline was attributable to the deconsolidation of Shenzhen NARI Technologies Co. Ltd ("Shenzhen NARI") as a result of a restructuring exercise. Shenzhen NARI's result for the current year was equity accounted.

The effect of changes in accounting treatments of Shenzhen NARI accounted for the reduction of S\$2.2 million in the group profit before taxation. In addition, there was a decrease in profit contribution of S\$0.2 million due to share of losses of associated corporation, Sichuan Anning River Energy Development Co., Ltd ("Anning River") relating to its first year pre-operating expenses. The newly incorporated wholly owned subsidiary, Asia Power (Shanghai) Management Consulting Co., Ltd ("Asia Power (Shanghai)") also incurred its first year loss of \$0.3 million.

This year's adjustment of S\$1.9 million arose from the ratification of the overstatement of the gain on partial disposal of a subsidiary recognised in the previous year. In the previous year, in arriving at the gain on partial disposal of the subsidiary, the goodwill attributable to the equity interest of the subsidiary disposed of was understated. In this connection, the overstatement is adjusted against the profit and loss account in the current year.

As explained above, the group had a lower profit before taxation of S\$6.2 million for the current year as compared to a profit of S\$14.4 million for the previous year.

However, excluding loss/gain on partial disposal of subsidiaries for current and previous years, the net profit attributable to shareholders would have been S\$4.39 million and S\$4.36 million respectively.

#### **Balance Sheets**

The company acquired 35% interest in Shenzhen NARI from its subsidiary, Asia Technologies Limited ("ATL"), with effect from July 2002 for a consideration of S\$10.2 million. In addition, one of the subsidiaries invested S\$3.2 million, representing 30% interest, in a newly incorporated company, Anning River. Hence, interest in associated corporations increased.

The reduction in investments in subsidiaries at company level was due to the voluntary liquidation of ATL subsequent to the acquisition of Shenzhen NARI by the company from ATL. In addition, 40% equity interest in Neijiang was disposed. The reduction was partially offset by the company's incorporation of a wholly owned subsidiary, Asia Power (Shanghai) in Shanghai, China.

The increase in other receivables, deposits and prepayments were due to the following:

- (1) In March 2003, one of the group's subsidiary, Heilongjiang Asiapower Xinbao Heating & Power Co., Ltd ("Xinbao"), entered into an investment agreement to acquire a 20% stake in a joint venture enterprise, which has a development right to a residential project in Beijing, People's Republic of China ("PRC") for a consideration of S\$2.1 million (Rmb10 million). In May 2003, the subsidiary entered into an investment termination agreement with the joint venture partner to abort the investment and the sum of S\$2.1 million was refunded subsequent to the financial year-end.
- (2) During the year, Xinbao advanced S\$8.6 million (Rmb40.3 million) to a preparatory office established for the purpose of a joint investment in a power plant located in Qiqihaer, PRC, pursuant to the Memorandum of Understanding signed in April 2003. This advance was intended to be converted into capital in a joint venture enterprise to be registered subsequently to operate the power plant. Due to certain commercial reasons, the power plant project was taken over by a state owned electricity generating group enterprise and the joint venture enterprise was not established. Subsequent to the financial year-end, approximately S\$1.8 million (Rmb8.4 million) was recovered. The directors, based on the undertaking issued by the local Government, are of the opinion that the remaining amount is recoverable.

The increase in current and non-current interest-bearing loans of S\$9.1 million and S\$3.6 million respectively, was due to additional bank loans taken by Xinbao to finance the advances as mentioned in the preceding two paragraphs.

The amount due from related parties for the group comprised the following:

	<b>Group</b>	
	<b>S\$'000</b>	
	<b>30/06/03</b>	<b>30/06/02</b>
Changzhou Suyuan Electric Power Co., Ltd	1,511	1,367
Shenzhen NARI Technologies Co., Ltd	-	6,639
	<b>1,511</b>	<b>8,006</b>

Amount due from Changzhou Suyuan Electric Power Co., Ltd ("Changzhou Suyuan") referred to dividend declared and payable to the Company.

Amount due from Shenzhen NARI as at 30 June 2002 comprised proceeds of S\$5,786,000 received on behalf of ATL, a subsidiary of the Company for the sale of 17% equity interest in Shenzhen NARI, dividend receivable of S\$608,000, loan of S\$141,000; and audit expenses paid on behalf amounting to S\$104,000. The amount was received during the year.

The amount due to related parties for the group comprised the following:

Minority Shareholders	Group S\$'000	
	30/06/03	30/06/02
Neijiang Xinyuan Electric Power Co., Ltd	1,272	-
Qiqihar Xinbao Heating & Power Co., Ltd	490	-
	1,762	-

Amount due to related parties is unsecured, interest-free and has no fixed terms of repayment.

#### Cash flows

The group had a net cash inflow of S\$7.7 million arising from the disposal of 40% interest in Neijiang and liquidation of ATL during the year under review.

During the year, the group's cash outflow arising from the acquisition of associated corporations, Shenzhen NARI and Anning River amounted to S\$13.4 million.

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

The results is consistent with the prospect statement made in the full year results on 11 September 2002.

#### 10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

Outlook for China's power industry remains encouraging due to strong economic growth and the rise in consumption of electric power. As a result, shortage in power supply has become more noticeable this year in certain provinces. We do not foresee the shortage situation to be reversed in the coming year.

We expect keener competition and pressure on tariffs and plant dispatch volume, due to: a) more power plants being built up, and b) the prospects of a pooling system being introduced into the market as a result of the restructuring of China's power industry.

#### 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 Rate	S\$0.005 per ordinary share (tax exempt)
Par value of shares	US\$0.05
Tax Rate	Tax exempt

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

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

<b>Name of Dividend</b>	<b>First &amp; Final</b>
Dividend Type	Cash
Dividend Rate	S\$0.005 per ordinary share (tax exempt)
Par value of shares	US\$0.05
Tax Rate	Tax exempt

**(c) Date payable**

To be advised at a later date.

**(d) Books closure date**

The notice of book closure for the purpose of determining shareholders' entitlement to the proposed dividend will be announced at a later date.

**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**

<b>BUSINESS SEGMENTS (S\$'000)</b>	<b>Power Plants</b>	<b>Power Related Technology</b>	<b>Investment holding</b>	<b>Eliminations</b>	<b>Consolidated Total</b>
<b>Revenue and expenses</b>					
<b>2003</b>					
Total revenue from external customers	80,639	-	6,055	(6,009)	80,685
Profit from operations before depreciation and amortisation	10,806	-	2,363	(6,009)	7,160
Depreciation	(3,729)	-	(107)	-	(3,836)
Amortisation of leasehold prepayments	(15)	-	-	-	(15)
Profit from operations after depreciation and amortisation	7,062	-	2,256	(6,009)	3,309
Finance costs					(704)
Profit from ordinary activities					2,605
Share of results of associated corporations	1,789	1,761			3,550
Profit from ordinary activities before taxation					6,155
Taxation					(1,592)
Profit from ordinary activities after taxation					4,563
Minority interests					(2,132)
Net profit for the year attributable to shareholders of the Company					2,431

<b>BUSINESS SEGMENTS (S\$'000)</b>	<b>Power Plants</b>	<b>Power Related Technology</b>	<b>Investment holding</b>	<b>Eliminations</b>	<b>Consolidated Total</b>
<b>Revenue and expenses</b>					
<b>2002</b>					
Total revenue from external customers	82,660	13,097	4,568	(4,567)	95,758
Profit from operations before depreciation and amortisation	11,314	4,259	6,090	(4,567)	17,096
Depreciation	(3,447)	(76)	(85)	-	(3,608)
Amortisation of leasehold prepayments	(15)	-	-	-	(15)
Amortisation of goodwill	-	(276)	-	-	(276)
Profit from operations after depreciation and amortisation	7,852	3,907	6,005	(4,567)	13,197
Finance costs					(868)
Profit from ordinary activities					12,329
Share of results of associated corporations	1,766	308			2,074
Profit from ordinary activities before taxation					14,403
Taxation					(2,004)
Profit from ordinary activities after taxation					12,399
Minority interests					(6,082)
Net profit for the year attributable to shareholders of the Company					6,317
<b>Assets and Liabilities</b>					
<b>2003</b>					
Segment assets	101,568	-	30,766	(21,954)	110,380
Interests in associated corporations	9,480	12,713	-	-	22,193
Total assets	111,048	12,713	30,766	(21,954)	132,573
Segment liabilities	31,542	-	531	(5,775)	26,298
Unallocated liabilities					25,272
Total liabilities					51,570
Capital expenditure	3,979	-	163	-	4,142
<b>2002</b>					
Segment assets	90,147	-	38,240	(26,535)	101,852
Interests in associated corporations	6,116	10,720	-	-	16,836
Total assets	96,263	10,720	38,240	(26,535)	118,688
Segment liabilities	28,962	-	856	(4,696)	25,122
Unallocated liabilities					12,071
Total liabilities					37,193
Capital expenditure	4,347	42	16	-	4,405

**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 note 8.

**15. A breakdown of sales.**

	<b>Group</b>		<b>%</b>
	<b>S\$'000</b>		
	<b>Year ended 30.06/03</b>	<b>Year ended 30.06/02</b>	<b>Increase / (Decrease)</b>
Revenue reported for first half year	37,374	48,290	(22.6)
Operating (loss)/profit after tax before deducting minority interests reported for first half year	(14)	2,911	(100.5)
Revenue reported for second half year	43,311	47,468	(8.8)
Operating profit after tax before deducting minority interests reported for second half year	4,577	9,488	(51.8)

**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)

	<b>Latest Full Year (S\$'000)</b>	<b>Previous Full Year (s\$'000)</b>
Ordinary	1,601	1,600
Preference	0	0
Total:	1,601	1,600

By Order of the Board

Pang Hin Long

Company Secretary

15 September 2003 to the SGX