EUCON HOLDING LIMITED

Quarterly Financial Statement And Dividend Announcement

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

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

	Group			Group		
	12 months ended		Fav/	3 months ended		Fav/
	31/12/2009	31/12/2008	(Unfav)	31/12/2009	31/12/2008	(Unfav)
	$'000	$'000	%	$'000	$'000	%
Revenue	**77,956**	**119,591**	(35)	**23,742**	**19,548**	21
Cost of sales	(74,572)	(107,664)	31	(20,079)	(22,405)	10
Gross profit (loss)	**3,384**	**11,927**	(72)	**3,663**	**(2,857)**	NM
Gross margin	*4.3%*	*10.0%*		*15.4%*	*-14.6%*	
Other income (including interest income)	1,035	2,637	(61)	186	1,157	(84)
Administrative expenses	(9,866)	(15,946)	38	(2,718)	(8,182)	67
Distribution costs	(2,669)	(4,368)	39	(871)	(970)	10
Other expenses	(1,529)	(695)	(120)	(1,491)	(599)	(149)
Finance costs	(3,414)	(4,670)	27	(692)	(1,198)	42
Loss before income tax	**(13,059)**	**(11,115)**	(17)	**(1,923)**	**(12,649)**	85
Income tax credit (expense)	265	(555)	NM	287	(70)	NM
Net loss for the period	**(12,794)**	**(11,670)**	(10)	**(1,636)**	**(12,719)**	87
Attributable to:						
Equity holders of the parent	(12,539)	(10,693)	(17)	(1,697)	(11,844)	86
Minority interest	(255)	(977)	74	61	(875)	NM
	(12,794)	**(11,670)**	(10)	**(1,636)**	**(12,719)**	87
Statement of comprehensive income						
Net loss for the period	(12,794)	(11,670)	(10)	(1,636)	(12,719)	87
Other comprehensive income:						
Foreign currency translation	(1,503)	2,869	NM	(721)	(373)	(92)
(Loss) Gain on cash flow hedge	(76)	622	NM	(61)	193	NM
Other comprehensive income for the period	**(1,579)**	**3,491**	NM	**(782)**	**(180)**	(334)
Total comprehensive income for the period	**(14,373)**	**(8,179)**	(76)	**(2,418)**	**(12,899)**	81
Total comprehensive income attributable to:						
Equity holders of the parent	(13,880)	(7,995)	(74)	(2,377)	(13,122)	82
Minority interest	(493)	(184)	(168)	(41)	223	NM
	(14,373)	**(8,179)**	(76)	**(2,418)**	**(12,899)**	81

NM: Not meaningful

Net loss for the period as a percentage of revenue	-16.4%	-9.8%	-6.9%	-65.1%

Loss before income tax is arrived at after charging (crediting) the following:

	12 months 31/12/2009	12 months 31/12/2008	3 months 31/12/2009	3 months 31/12/2008
Allowance for doubtful receivables	1,468	2,241	688	2,241
Allowance for stock obsolescence	561	631	561	631
Impairment of goodwill	-	1,730	-	1,730
Impairment of plant and equipment	-	2,278	-	2,278
Fixed assets written off	184	17	52	-
Loss on disposal of property, plant and equipment	1,145	410	1,147	124
Depreciation of property, plant and equipment	19,990	20,328	4,648	5,411
Amortisation of land use rights	98	93	23	24
Foreign exchange loss (gain), net	797	(2,382)	(6)	(319)
Fair value (gain) loss on derivative financial instrument	(512)	824	(587)	869
Interest income	(86)	(312)	(14)	(62)
Interest expense	3,414	4,670	692	1,198

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.

Statement of Financial Position

	Group		Company	
	As at 31/12/2009	As at 31/12/2008	As at 31/12/2009	As at 31/12/2008
	$'000	$'000	$'000	$'000
Current assets				
Cash and bank balances	8,748	23,152	165	1,463
Pledged bank deposits	460	1,007	-	-
Trade receivables	34,415	35,356	-	-
Other receivables and prepayments	1,558	824	19,499	4,464
Land use rights	94	97	-	-
Inventories	7,743	6,839	-	-
Total current assets	53,018	67,275	19,664	5,927
Non-current assets				
Investment in subsidiaries	-	-	73,873	63,257
Land use rights	4,337	4,543	-	-
Property, plant and equipment	103,886	125,861	781	835
Other receivables	961	1,346	-	-
Goodwill	2,226	2,226	-	-
Deferred tax asset	1,488	1,097	-	-
Total non-current assets	112,898	135,073	74,654	64,092
Total assets	**165,916**	**202,348**	**94,318**	**70,019**
Current liabilities				
Trade payables	25,422	26,629	-	-
Other payables	11,548	8,844	8,252	7,949
Income tax payable	-	103	-	-
Short-term bank loans	19,395	32,213	2,552	4,527
Current portion of long-term bank loans	7,530	5,371	59	59
Current portion of finance leases	2,660	5,047	614	1,231
Current portion of notes payable	4,780	6,358	4,347	5,184
Due to shareholders	12,532	8,913	12,532	8,913
Financial derivative	527	595	349	-
Total current liabilities	84,394	94,073	28,705	27,863
Non-current liabilities				
Long-term bank loans	2,295	8,605	218	276
Finance leases	398	3,104	-	631
Notes payable	2,072	4,992	2,072	4,570
Financial derivative	-	444	-	444
Total non-current liabilities	4,765	17,145	2,290	5,921
Capital, reserves and minority interests				
Share capital	56,127	56,127	56,127	56,127
Reserves	14,869	28,749	7,196	(19,892)
Equity attributable to equity holders of the company	70,996	84,876	63,323	36,235
Minority interest	5,761	6,254	-	-
Total equity	76,757	91,130	63,323	36,235
Total liabilities and equity	**165,916**	**202,348**	**94,318**	**70,019**

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 31/12/2009		As at 31/12/2008	
Secured	Unsecured	Secured	Unsecured
$'000	$'000	$'000	$'000
29,585	4,780	42,631	6,358

The amount repayable after one year

As at 31/12/2009		As at 31/12/2008	
Secured	Unsecured	Secured	Unsecured
$'000	$'000	$'000	$'000
2,693	2,072	11,709	4,992

Details of any collaterals
NA

1 (c) Statement of Cash Flows for financial year ended 31 December

	Group		Group	
	12 months ended		3 months ended	
	31/12/2009	31/12/2008	31/12/2009	31/12/2008
	$'000	$'000	$'000	$'000
Operating Activities:				
Loss before Income Tax:	(13,059)	(11,115)	(1,923)	(12,649)
Adjustments for:-				
Depreciation of property, plant and equipment	19,990	20,328	4,648	5,411
Allowance for doubtful receivables	1,468	2,241	688	2,241
Allowance for inventory obsolescences	561	631	561	631
Amortisation of land use rights	98	93	24	25
Impairment of property, plant and equipment	-	2,278	-	2,278
Impairment of goodwill	-	1,730	-	1,730
Fair value (gain) loss on derivative financial instrument	(512)	824	(530)	869
Fixed assets written off	184	17	52	-
Interest income	(86)	(312)	(14)	(62)
Interest expense	3,414	4,670	692	1,198
Net foreign exchange loss (gain)	991	(2,382)	308	(2,468)
Loss on disposal of property, plant and equipment	1,145	410	1,147	124
Operating profit before working capital changes	14,194	19,413	5,653	(672)
Changes in working capital:-				
Trade receivables	(527)	15,618	(4,341)	17,462
Other receivables and prepayments	(349)	2,263	1,266	2,355
Inventories	(1,465)	2,976	(463)	5,615
Trade payables	(1,207)	(2,609)	1,502	(11,500)
Other payables	3,701	(1,271)	777	(6,543)
Cash generated from operations	14,347	36,390	4,394	6,717
Net interest paid	(3,328)	(4,358)	(678)	(1,136)
Income tax paid	(229)	(507)	(115)	179
Cash flows from operating activities	**10,790**	**31,525**	**3,601**	**5,760**
Investing Activities:				
Purchase of plant and equipment	(7,103)	(20,815)	(3,445)	(7,669)
Proceeds on disposal of plant and equipment	51	-	22	(5)
Cash flows used in investing activities	**(7,052)**	**(20,815)**	**(3,423)**	**(7,674)**
Financing Activities:				
Decrease in cash subjected to restriction	547	5,101	1,095	5,583
Decrease in bank loans	(16,969)	(9,971)	(8,013)	(7,791)
Due to former holding company (non-trade)	250	2,879	250	2,692
Due to shareholders	3,369	-	1,102	-
Repayment of finance lease obligations	(5,093)	(6,420)	(1,247)	(3,894)
Cash flows used in financing activities	**(17,896)**	**(8,411)**	**(6,813)**	**(3,410)**
Net (decrease) increase in cash and bank balances	**(14,158)**	**2,299**	**(6,635)**	**(5,324)**
Cash and bank balances at beginning of period	23,152	20,983	15,410	26,710
Effect of exchange rate changes on the balances of cash held in foreign currencies	(246)	(130)	(27)	1,766
Cash and bank balances at end of period	**8,748**	**23,152**	**8,748**	**23,152**

During the financial year, the Group acquired property, plant and equipment with aggregate cost of $1,608,000 (2008: $13,798,000) of which $Nil (2008: $2,068,000) was acquired by means of finance leases and of which $Nil (2008: $997,000) remained unpaid as at year end. Cash payment of $7,103,000 (2008: $20,815,000) were made in respect of property, plant and equipment purchased.

1(d)(i) A statement for the issuer and the group together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Changes in Equity for the financial year ended 31 December

	Share capital $'000	Currency translation reserves $'000	Hedging reserves $'000	Statutory reserves $'000	Accumulated profits (losses) $'000	Total attributable to equity holders of the company $'000	Minority interests $'000	Total $'000
Group								
At 1 January 2008	56,127	(6,338)	(1,002)	4,855	39,229	**92,871**	6,438	**99,309**
Total comprehensive loss for the year	-	2,076	622	-	(10,693)	(7,995)	(184)	(8,179)
Transfer to statutory reserves	-	-	-	880	(880)	-	-	-
At 31 December 2008	**56,127**	**(4,262)**	**(380)**	**5,735**	**27,656**	**84,876**	**6,254**	**91,130**
Total comprehensive loss for the year	-	(1,340)	(76)	-	(12,464)	(13,880)	(493)	(14,373)
At 31 December 2009	**56,127**	**(5,602)**	**(456)**	**5,735**	**15,192**	**70,996**	**5,761**	**76,757**
Company								
At 1 January 2008	56,127	-	(1,002)	-	18,328	**73,453**	-	**73,453**
Total comprehensive loss for the year	-	3,262	622	-	(41,102)	**(37,218)**	-	**(37,218)**
At 31 December 2008	**56,127**	**3,262**	**(380)**	**-**	**(22,774)**	**36,235**	**-**	**36,235**
Total comprehensive loss for the year	-	(1,713)	(76)	-	28,877	**27,088**	-	**27,088**
At 31 December 2009	**56,127**	**1,549**	**(456)**	**-**	**6,103**	**63,323**	**-**	**63,323**

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs,exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

During 1 January 2009 to 31 December 2009, the Company did not issue any shares.

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.

	As at 31/12/2009	As at 31/12/2008
The total number of issued shares excluding treasury shares	570,000	570,000

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.

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 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 Company has adopted the same accounting policies and methods of computation as compared to the most recent audited financial statements as at 31 December 2008.

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 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 ended		Group 3 months ended	
	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Earnings per ordinary share for the year based on net profit/(loss) for the period:				
(i) Based on the weighted average number of ordinary shares in issue (cts); and	(2.20)	(1.88)	(0.30)	(2.08)
Weighted average number of shares	570,000,000	570,000,000	570,000,000	570,000,000
(ii) On a fully diluted basis (cts)	(2.20)	(1.88)	(0.30)	(2.08)
Weighted average number of shares	570,000,000	570,000,000	570,000,000	570,000,000

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.

	Group		Company	
	As at 31/12/2009	As at 31/12/2008	As at 31/12/2009	As at 31/12/2008
Net asset value per ordinary share (cts)	12.06	14.50	11.11	6.36
Number of shares	570,000,000	570,000,000	570,000,000	570,000,000

8. Review of the Group's performance

Revenue

For the financial year ended 2009 ("FY09"), the Group reported a revenue of $78.0 million, a decrease of 35% from $119.6 million in financial year ended 2008 ("FY08"). The decrease was due to weak demand for electronics products as a result of global economic slowdown and reduced consumer spending, which impacted the Group from 4Q08 to 2Q09.

On a quarterly basis, Group revenue improved by 21% from $19.6 million in 4Q08 to $23.7 million in 4Q09, with its China-based PCB operations leading the revenue growth.

PCB Operations

PCB operations continue to be the major contributor of the Group's revenue. It accounted for 77% of our Group's revenue for FY09, amounting to $60.4 million. In line with the decrease in revenue for the full financial year, PCB revenue dropped by 26% as compared to $81.6 million in FY08.

However, on a quarterly basis, PCB revenue improved by 13% from $15.9 million in 4Q08 to $18.0 million in 4Q09. The revenue growth was due to increasing orders from Original Equipment Manufacturer ("OEM") customers as economy recovers.

Mechanical Drilling and Routing

Revenue from Mechanical Drilling and Routing services decreased by 53% from $17.5 million in FY08 to $8.3 million in FY09 . However, on a quarterly basis, an improvement of 19% is seen as revenue increased from $2.1 million in 4Q08 to $2.4 million in 4Q09.

Laser Drilling

Revenue from Laser Drilling services decreased by 55% to $9.2 million in FY09 from $20.4 million in FY08. On a quarterly basis, Laser Drilling revenue improved by 110% from $1.6 million in 4Q08 to $3.3 million in 4Q09.

Geographical Markets

China operations remained as the key contributor to Group's revenue in FY09 as weak demand in Taiwan continues since beginning of 2009. Proportion of revenue from China operations increased by 6% from 87% in FY08 to 93% in FY09 and vice versa for Taiwan operations.

The Taiwan operations focus on Laser Drilling services. Although Laser Drilling business commands a higher margin, the market demand in this area is inherently more volatile as compared to our PCB business. As such, the Group strategy is to concurrently focus on both laser drilling services in Taiwan and PCB business in China, with PCB business providing revenue stability for the Group.

Profitability

Gross Profit

Gross Profit decreased by 72% from $11.9 million in FY08 to $3.4 million in FY09. The significant decrease in gross profit was due to insufficient revenue generated in the first half of FY09 to cover the fixed operating costs. Fixed operating costs are mainly made up of depreciation for machineries and equipment.

On a quarterly basis, Gross Profit improved from a loss of $2.9 million in 4Q08 to a profit of $3.7 million in 4Q09. This improvement was due to higher revenue as explained above. PCB operations lead with a gross profit of $2.3 million, followed by mechanical drilling, laser drilling and routing services. In general, this improvement is due to recovery from the global economic downturn, coupled with an increase in direct sales with OEM customer which commands a higher profit margin. For the year ended 2009, direct sales made up of more than 65% of total sales.

Gross margin decreased from 10% in FY08 to 4% in FY09. This decrease was mainly due to the lower revenue generated in the midst of the global economic slowdown between 4Q08 to 2Q09.

On a quarterly basis, gross margin improved from a negative 15% in 4Q08 to 15% in 4Q09. With gross margin from PCB operations at 13%, the remaining business segments earned higher gross margin with mechanical drilling showing the most improvement from negative 64% to 34%. This improvement is in line with the business strategy of moving from sub-contracted sales to direct sales with OEM customers.

Expenses

Administrative Expenses

Administrative expenses decreased by 38% from $15.9 million in FY08 to $9.9 million in FY09. The decrease was mainly due to :

(i) Cost saving measures implemented for FY09 which major portion of cost savings is due from voluntarily pay cut implemented for senior management level and above personnel,

(ii) Lower bad debts expense by $0.8 million from $2.2 million in FY08 to $1.4 million in FY09, as a result of improved trade receivables collection process, and

(iii) No impairment loss was provided for FY09. In FY08, a total $4 million of impairment provision was provided for goodwill, and plant and equipment.

Distribution Costs

Distribution costs comprise mainly sales commission payable to sales representatives in processing sales for PCB manufacturing and related delivery costs.

Distribution costs decreased by 39% from $4.4 million in FY08 to $2.7 million in FY09. The decrease was mainly due to drop in commission expenses to sales representatives and transportation costs.

Other Expenses
Other expense increased by $0.7 million from $0.7 million in FY08 to $1.5 million in FY09, mainly due to increase in exchange loss arising from appreciation of SGD and USD against RMB.

Finance Costs
Finance costs decreased by 27% from $4.7 million in FY08 to $3.4 million in FY09. This was due mainly to the repayment of bank borrowings and lower interest rates.

Balance Sheet

The Group's cash and bank balances decreased from $23.2 million in FY08 to $8.7 million in FY09. Pledged bank deposits decreased from $1.0 million in FY08 to $0.5 million in FY09 due to full repayment of a bank loan facility.

Despite higher sales in 4Q09 as compared to 4Q08, trade receivables decreased by $0.9 million due to improved credit collection procedures from external parties in place.

Other receivables and prepayments increased by $0.7 million due to increase in tax refund receivables. This tax refund receivables increases in line with the increase in 4Q09 sales as compared to 4Q08.

Inventory increased by $0.9 million as compared to FY08. Inventory level is maintained at the minimum level in FY08 due to the global economic downturn.

Despite increase in Group revenue in the 4Q09 as compared to 4Q08, trade payables decreased by $1.2 million from $26.6 million in FY08 to $25.4 million in FY09. This is due to higher proportion of direct OEM sales where more profit margins are earned.

Other payables increased by $2.7 million from $8.8 million in FY08 to $11.5 million in FY09. The increase was mainly due to increase in deposit received from customer for future order.

Total gross borrowings have also reduced by $23.4 million from $75.6 million in FY08 to $52.2 million in FY09. This was due to repayments of bank loans, finance leases and notes payable.

The Group's net current liabilities position increased from $26.8 million in FY08 to $31.4 million in FY09. This is mainly due to the decrease in cash and bank balances as a result of repayment of borrowings.

The Group's current ratio (current assets/current liabilities) and debt/equity ratio are 0.63 and 1.2 respectively. The Group's equity (net assets) stands at $71 million, decreasing from $84.9 million as at beginning of the year. The decrease is mainly due to FY08 net loss as the global economic slowdown had impacted the Group up to 2Q09.

Cash Flow

Cash flow generated from operating activities is lower for 4Q09 at $3.6 million compared to $5.8 million in 4Q08. The decrease is due to higher trade receivables collection in 4Q08 as compared to 4Q09. The period prior to 4Q08 was not affected by the global economic downturn, thus Group revenue is higher.

Cash flow used in investing activities is minimal for 4Q09, mainly for purpose of fixed assets maintenance. Cash flow used in investing activities for 4Q08 is mainly for purpose of purchase of new plant and equipment.

Cash flow used in financing activities of $6.8 million in 4Q09 is mainly due to repayment of loan borrowings, notes payables and finance lease.

Cash and bank balances stood at $8.7 million as at 31 December 2009 as compared to 31 December 2008 of $23 million. Financial and cash management continued to be placed top priority.

Financial & Credit Development
As reported previously for year ended FY2008, the Group was in breach of certain financial covenants on the outstanding long-term loans and the long-term loans were reclassified as short-term loans. As at FY09, the Group remained in breach and these outstanding loans totalled $2.55 million. The Group has been fulfilling its repayment obligations in relation to these outstanding loans and the relevant bank was aware of the breaches. To date, nothing has come to our attention that the bank will demand immediate repayment.

Since 4Q08, monthly tele-conferences were held between the Board and management. Financial reports such as cashflow forecast were circulated. This is to identify and resolve any upcoming issues. Based on the last round of tele-conference held, despite the low cash and bank balance, no significant issues were noted based on the following reasons:

(i) The picking up of PCB business,

(ii) Majority of the loans are secured by property, plant and machinery, and

(iii) Loan repayment obligations were met without any default and nothing has come to the management's attention that the existing loan facilities will be prematurely terminated.

At the same time the Group is currently taking steps to improve its liquidity position, which includes adopting cost-cutting measures and evaluating alternative sources of financing. The management of the Group continues to place the financial and cash management of the group as a top priority.

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 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.**

We are cautiously optimistic that our operating results from 3Q09 onwards signalled that the worst may be over for the Group in term of revenue impact from the global economic recession. In line with the Group's strategy into direct sales with OEM customer, PCB business is expected to improve with additional OEM customers and completion of testing periods with these newly acquired OEM customers. For the year ended 2009, above 65% of the Group's revenue was from direct sales with OEM customers. The Group will continue to focus on both laser drilling services in Taiwan and PCB business in China, with PCB business providing revenue stability for the Group.

However, the continuing credit tightness remained a risk to our Group. Although the Group had shown improvements in 2H09, uncertainties such as unexpected withdrawal of bank loans or deterioration in demand for our products and services remain. Therefore the Board thinks it is appropriate to continue to caution shareholders and investors that the ability of the Group to remain as a going concern will continue to depend heavily on its continued ability to rely on banking loans and facilities and sustainable revenue growth in the next 12 months.

Although the ongoing economic condition remains uncertain and challenging, the management has put in dedicated efforts to streamline its operations and cost control measures.

11. **Dividend**

11(a) **Any dividend declared for the current financial period reported on?**

None

11(b) **Any dividend declared for the corresponding period of the immediately preceding**

None

11(c) **Date payable**

Not applicable

11(d) **Books closure date**

Not applicable

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

No dividend has been declared for the financial year ended 31 December 2009.

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**

Revenue and Expenses (by business segments)	**Laser Drilling Services**		**Mechanical Drilling and Routing Services**		**PCB operations**		**Total**	
($'000)	**2009**	**2008**	**2009**	**2008**	**2009**	**2008**	**2009**	**2008**
Segment revenue	9,212	20,401	8,333	17,541	60,411	81,649	**77,956**	**119,591**
Segment results	(5,548)	3	(629)	39	(2,290)	(7,378)	**(8,467)**	**(7,336)**
Other income							**1,035**	**2,637**
Unallocated corporate expenses							**(2,212)**	**(1,746)**
Finance costs							**(3,414)**	**(4,670)**
Loss from before Income tax							**(13,059)**	**(11,115)**
Assets and Liabilities								
Segment assets	25,267	34,068	43,057	52,803	92,666	109,198	**160,990**	**196,069**
Unallocated corporate assets							**4,926**	**6,279**
Consolidated total assets							**165,916**	**202,348**
Segment liabilities	10,442	17,354	6,563	10,149	41,399	49,931	**58,404**	**77,434**
Unallocated corporate liabilities							**30,756**	**33,784**
Consolidated total liabilities							**89,160**	**111,218**
Capital expenditure:								
- Property, plant and equipment	58	2,195	312	610	1,238	10,993	**1,608**	**13,798**
Depreciation	7,239	7,595	5,871	5,811	6,846	6,831	**19,956**	**20,237**
Amortisation of land use rights		-	13	12	85	81	**98**	**93**
Allowance for stock obsolescence	-	-	45	-	516	631	**561**	**631**
Allowance for doubtful receivables			-	52	1,468	2,189	**1,468**	**2,241**
Impairment loss for property, plant and equipment	-	-	-	2,278	-	-	**-**	**2,278**
Impairment loss for goodwill	-	-	-	1,730	-	-	**-**	**1,730**
Unallocated corporate expenditure:								
Capital expenditure							**1,536**	**381**
Depreciation							**34**	**91**

Geographical Segments

Revenue (by geographical segments)	**Taiwan**		**China**		**Singapore**		**Total**	
($'000)	**2009**	**2008**	**2009**	**2008**	**2009**	**2008**	**2009**	**2008**
Segment revenue	5,750	16,144	72,206	103,447	-	-	**77,956**	**119,591**
Segment assets	25,267	34,068	135,723	162,001	4,926	6,279	**165,916**	**202,348**
Capital expenditure	58	2,195	1,550	11,603	-	-	**1,608**	**13,798**

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

Refer to paragraph 8.

15. **A breakdown of sales as follows:**

	Group		
	12 months ended		
	31/12/09	31/12/08	Inc/(Dec)
	$'000	$'000	%
Sales reported for the first half year	30,035	64,785	(54)
Net (loss) profit for first half year	(10,949)	535	NM
Sales reported for second half year	47,921	54,806	(13)
Net loss for second half year	(1,845)	(12,205)	(85)

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

Not applicable.

17. **Interested party transactions**

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than $100,000 and transactions conducted under Shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under Shareholders' mandate pursuant to Rule 920 (excluding transactions less than $100,000)
Loan guarantees provided by Mr Wen Yao-Long, Mr Wen Yao-Chou, Ms Chan Hui-Chung to various financial institutions to secure credit facilities for the Group	Total facilities granted as at 31.12.2009: S$54.4 million Amount outstanding as at 31.12.2009: S$19.6 million	-
Loan from Sunny Worldwide Int'l (Amount outstanding as at 31.12.2009 is S$6.5 million)	Interest for the 12 months ended 31.12.2009: S$0.2 million	-
Loan from Mr Wen Yao-Long (Amount outstanding as at 31.12.2009 is S$6.0 million)	Interest -free loan	-

BY ORDER OF THE BOARD

Wen Yao-Long
Executive Chairman & CEO
25 February 2010