



BAKER TECHNOLOGY LIMITED

Company Registration No.: 198100637D

Quarterly Financial Statement And Dividend Announcement for the Period Ended 31 December 2011

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

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the Group, together with a comparative statement for the corresponding period of the immediately preceding financial year

CONSOLIDATED INCOME STATEMENT

	Group					
	3 months ended			12 months ended		
	31/12/11 S\$'000	31/12/10 S\$'000	Change %	31/12/11 S\$'000	31/12/10 S\$'000	Change %
Revenue	32,738	21,622	51	81,147	48,427	68
Cost of goods sold	(24,717)	(10,141)	144	(57,637)	(23,496)	145
Gross profit	8,021	11,481	(30)	23,510	24,931	(6)
Administrative expenses	(3,330)	(2,924)	14	(11,878)	(8,491)	40
Other operating income / (expenses), net	(255)	(201)	27	(734)	(2,256)	(67)
Finance cost	-	(1)	NM	(21)	(7)	200
Share of results of associates (a)	(683)	127	NM	(247)	389	NM
Share of results from investment in PPLS (b)	-	-	-	-	15,823	(100)
Profit before taxation (c)	3,753	8,482	(56)	10,630	30,389	(65)
Income tax expenses (d)	(922)	(1,418)	(35)	(2,999)	(2,988)	-
Net profit attributable to equity holders of the Company	2,831	7,064	(60)	7,631	27,401	(72)

NM – Not meaningful

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Group					
	3 months ended			12 months ended		
	31/12/11 S\$'000	31/12/10 S\$'000	Change %	31/12/11 S\$'000	31/12/10 S\$'000	Change %
Net profit attributable to equity holders of the Company	2,831	7,064	(60)	7,631	27,401	(72)
Other comprehensive income:						
Net gain / (loss) on fair value changes of available-for-sale investment	(1,900)	-	NM	(7,500)	-	NM
Total comprehensive income attributable to equity holders of the Company	931	7,064	(87)	131	27,401	(99)

Explanatory notes:

- (a) This relates to the Group's 49% share in the results of York Transport Equipment (Asia) Pte Ltd ("York").
- (b) This related to the Group's 15% share in the results of PPL Shipyard Pte Ltd ("PPLS"), prior to its disposal of PPL Holdings Pte Ltd in October 2010, as a result of adopting FRS 31 in the previous financial year. As management was unable to obtain the audited financial results of PPLS from 1 January 2010 to 26 October 2010 (date of disposal), the amount was based on the receipt of tax-exempt interim dividend of S\$15,823,000 from PPLS in 2Q2010.

- (c) Profit before taxation is stated after charging / (crediting):

	Group					
	3 months ended			12 months ended		
	31/12/11	31/12/10	Change	31/12/11	31/12/10	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Depreciation	399	448	(11)	1,716	1,792	(4)
Inventory written down	3	-	100	3	-	100
Foreign exchange loss	277	288	(4)	875	2,457	(64)
Loss on disposal of property, plant and equipment	-	-	-	85	-	100
Interest income	(78)	(58)	34	(215)	(200)	8

- (d) The taxation charge for the current quarter and year ended 31 December 2011 was significantly higher than the statutory tax rate of Singapore as the administrative expenses incurred by the parent company were unable to be offset against taxable profits of the operating subsidiaries.

1(b)(i) A statement of financial position (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Non-current assets</u>				
Property, plant and equipment	3,842	5,262	20	23
Intangible assets	7,551	7,551	-	-
Investment in subsidiaries	-	-	20,000	20,000
Investment in associates (a)	10,358	10,707	9,616	9,616
Available-for-sale investment (b)	20,118	-	20,118	-
	41,869	23,520	49,754	29,639
<u>Current assets</u>				
Inventories	6,357	8,566	-	-
Work-in-progress (c)	31,561	1,480	-	-
Trade and other receivables (d)	11,810	8,148	31	29
Amounts due from subsidiaries	-	-	600	2,900
Pledged deposits (e)	6,500	7,455	-	-
Cash and short-term deposits	169,277	214,130	142,123	181,676
	225,505	239,779	142,754	184,605
<u>Current liabilities</u>				
Obligations under finance leases	-	23	-	-
Excess of progress billings over work-in-progress (c)	7,118	3,842	-	-
Trade payables and other liabilities (d)	27,133	10,875	1,565	484
Deferred gain on disposal of subsidiary (f)	58,237	58,237	141,941	141,941
Tax payable	3,096	2,955	9	7
	95,584	75,932	143,515	142,432
Net current assets/liabilities	129,921	163,847	(761)	42,173

	Group		Company	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Non-current liabilities</u>				
Obligations under finance leases	-	(76)	-	-
Deferred tax liabilities	-	(159)	-	-
Net assets	171,790	187,132	48,993	71,812
<u>Equity attributable to equity holders of the Company</u>				
Share capital	36,053	30,529	36,053	30,529
Reserves	135,737	156,603	12,940	41,283
Total equity	171,790	187,132	48,993	71,812

Explanatory notes:

- (a) This relates to the Group's 49% stake in York.
- (b) This relates to the quoted investment in Discovery Offshore S.A., a foreign offshore drilling company. The investment has been marked to market.
- (c) The increase was due to higher production activities and progressive billings in the current period.
- (d) The increase in receivables and payables was in line with the increase in production activities in the current period.
- (e) These are deposits pledged to the banks as collateral for banking facilities and the issuance of bank guarantees.
- (f) Due to the legal suit with Sembcorp Marine Ltd on the disposal of PPL Holdings Pte Ltd to QD Asia Pacific Ltd in October 2010, the Group has deferred the gain from the disposal.

1(b)(ii) In relation to the aggregate amount of the Group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year

Amount repayable in one year or less, or on demand

As at 31/12/2011		As at 31/12/2010	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	23	-

Amount repayable after one year

As at 31/12/2011		As at 31/12/2010	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	76	-

Details of any collateral

Not applicable.

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

Group	3 months ended		12 months ended	
	31/12/11 S\$'000	31/12/10 S\$'000	31/12/11 S\$'000	31/12/10 S\$'000
Cash flows from operating activities:				
Profit before tax	3,753	8,482	10,630	30,389
Adjustments for:				
Depreciation	399	448	1,716	1,792
Inventory written down	3	-	3	-
Interest income	(78)	(58)	(215)	(200)
Interest expenses	-	1	21	7
Loss on disposal of property, plant and equipment	-	-	85	-
Share of results of associates	683	(127)	247	(389)
Share of results from investment in PPLS	-	-	-	(15,823)
Operating profit before working capital changes	4,760	8,746	12,487	15,776
(Increase) / decrease in trade and other receivables	(1,753)	708	(3,662)	(1,216)
Decrease in inventories	1,564	1,027	2,206	2,247
Decrease / (increase) in pledged deposits	-	422	955	(2,059)
Decrease in net progress billings in excess of work-in-progress	(24,643)	(705)	(26,805)	(5,705)
Increase / (decrease) in trade payables and other liabilities	15,765	2,098	16,258	(3,149)
Net cash flows (used in) / from operations	(4,307)	12,296	1,439	5,894
Interest received	78	58	215	200
Interest paid	-	(1)	(21)	(7)
Income tax paid	(487)	(1,185)	(3,017)	(7,869)
Net cash flows (used in) / from from operating activities	(4,716)	11,168	(1,384)	(1,782)
Cash flows from investing activities:				
Dividend received	-	-	102	15,823
Disposal of subsidiary, net of cash disposed	-	130,347	-	130,347
Purchase of available-for-sale investment	(2,267)	-	(27,618)	-
Purchase of property, plant and equipment	(7)	(53)	(381)	(87)
Net cash flows (used in) / from investing activities	(2,274)	130,294	(27,897)	146,083
Cash flows from financing activities:				
Net proceeds from conversion of warrants	-	2	5,524	8,803
Dividends paid on ordinary shares	-	-	(20,997)	(15,356)
Repayment of obligations under finance leases	-	(6)	(99)	(46)
Net cash flows used in financing activities	-	(4)	(15,572)	(6,599)
Net (decrease) / increase in cash and cash equivalents	(6,990)	141,458	(44,853)	137,702
Cash and cash equivalents at beginning of period / year	176,267	72,672	214,130	76,428
Cash and cash equivalents at end of period / year	169,277	214,130	169,277	214,130

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

Group	Share capital	Capital reserve	Accumulated profits	Other reserve	Total reserves	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1/1/2011	30,529	2,344	154,259	-	156,603	187,132
Profit for the period	-	-	4,800	-	4,800	4,800
Issuance of new shares from conversion of warrants*	8	-	-	-	-	8
Issuance of new shares from conversion of warrants**	5,516	-	-	-	-	5,516
Other comprehensive income for the period	-	-	-	(5,600)	(5,600)	(5,600)
Dividends on ordinary shares	-	-	(20,997)	-	(20,997)	(20,997)
Balance at 30/9/2011	36,053	2,344	138,062	(5,600)	134,806	170,859
Profit for the period	-	-	2,831	-	2,831	2,831
Other comprehensive income for the period	-	-	-	(1,900)	(1,900)	(1,900)
Balance at 31/12/2011	36,053	2,344	140,893	(7,500)	135,737	171,790
Balance at 1/1/2010				-		
- as previously reported	21,726	2,344	75,401	-	77,745	99,471
- adoption of FRS31	-	-	66,813	-	66,813	66,813
- as restated	21,726	2,344	142,214	-	144,558	166,284
Issuance of new shares from conversion of warrants*	8	-	-	-	-	8
Issuance of new shares from conversion of warrants**	8,793	-	-	-	-	8,793
Total comprehensive income for the period	-	-	20,337	-	20,337	20,337
Dividends on ordinary shares	-	-	(15,356)	-	(15,356)	(15,356)
Balance at 30/9/2010	30,527	2,344	147,195	-	149,539	180,066
Issuance of new shares from conversion of warrants*	-	-	-	-	-	-
Issuance of new shares from conversion of warrants**	2	-	-	-	-	2
Total comprehensive income for the period	-	-	7,064	-	7,064	7,064
Balance at 31/12/2010	30,529	2,344	154,259	-	156,603	187,132

Company	Share capital	Capital reserve	Accumulated profits	Other reserves	Total reserves	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1/1/2011	30,529	2,344	38,939	-	41,283	71,812
Loss for the period	-	-	(5,908)	-	(5,908)	(5,908)
Issuance of new shares from conversion of warrants*	8	-	-	-	-	8
Issuance of new shares from conversion of warrants**	5,516	-	-	-	-	5,516
Other comprehensive income for the period	-	-	-	(5,600)	(5,600)	(5,600)
Dividends on ordinary shares	-	-	(20,997)	-	(20,997)	(20,997)
Balance at 30/9/2011	36,053	2,344	12,034	(5,600)	8,778	44,831
Profit for the period	-	-	6,062	-	6,062	6,062
Other comprehensive income for the period	-	-	-	(1,900)	(1,900)	(1,900)
Balance at 31/12/2011	36,053	2,344	18,096	(7,500)	12,940	48,993
Balance at 1/1/2010	21,726	2,344	47,776	-	50,120	71,846
Issuance of new shares from conversion of warrants*	8	-	-	-	-	8
Issuance of new shares from conversion of warrants**	8,793	-	-	-	-	8,793
Total comprehensive income for the period	-	-	1,980	-	1,980	1,980
Dividends on ordinary shares	-	-	(15,356)	-	(15,356)	(15,356)
Balance at 30/9/2010	30,527	2,344	34,400	-	36,744	67,271
Issuance of new shares from conversion of warrants*	-	-	-	-	-	-
Issuance of new shares from conversion of warrants**	2	-	-	-	-	2
Total comprehensive income for the period	-	-	4,539	-	4,539	4,539
Balance at 31/12/2010	30,529	2,344	38,939	-	41,283	71,812

* - W110613

** - W121116

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 the period ended 31 December 2011, 352,888 warrants (W110613) and 17,237,500 warrants (W121116) were exercised at S\$0.025 and S\$0.320 each by warrant holders, respectively, to subscribe for a total of 17,590,388 new ordinary shares in the Company.

The remaining unexercised 52,065 warrants (W110613) expired on 13 June 2011.

As at 31 December 2011 and 31 December 2010, the Company has the following warrants that remained outstanding:

	Expiry Date	Exercise Price	No. of warrants	
			31 Dec 2011	31 Dec 2010
W110613	13 June 2011	S\$0.025	-	404,953
W121116	16 November 2012	S\$0.320	282,662,881	299,900,381
			<u>282,662,881</u>	<u>300,305,334</u>

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 December 2011, the Company's issued share capital was S\$36,053,443 (31 December 2010 – S\$30,528,621) comprising 700,168,881 ordinary shares (31 December 2010 – 682,578,493 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 or reviewed by its auditors, Messrs Ernst & Young LLP.

In the previous financial year, the auditors issued a qualified opinion with regards to the appropriateness of the S\$15,823,000 recorded as the Group's share of results from PPLS. In addition, an emphasis of matter paragraph was added due to the pending legal suit. The Group expects a similar qualified opinion with emphasis of matter to remain for the current year.

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 have been applied in the financial statements as in the most recently audited financial statements.

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		Group	
	3 months ended		12 months ended	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
(i) Basic earnings per share (in cents)	0.41	1.04	1.10	4.07
(ii) Diluted earnings per share (in cents)	0.29	0.72	0.78	2.81

- (i) Basic earnings per ordinary share for the financial period ended 31 December 2011 was calculated based on the weighted average number of ordinary shares in issue of 694,098,861 (31 December 2010 – 673,536,701).
- (ii) Earnings per share for the financial year ended 31 December 2011 on a fully diluted basis was calculated based on the number of ordinary shares in issue during the year adjusted for the dilutive effect of 282,662,881 warrants (31 December 2010 – 300,305,334 warrants).

7. Net asset value (for the issuer and Group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year

	Group		Company	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
Net Asset Value per ordinary share based on issued share capital at the end of the period (in cents)	24.5	27.4	7.0	10.5

Net asset value per ordinary share as at 31 December 2011 and 31 December 2010 was calculated based on the number of shares in issue of 700,168,881 and 682,578,493 respectively.

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

Revenue

4Q2011 vs 4Q2010

The Group's revenue for 4Q2011 increased 51% from 4Q2010 to S\$32.7 million due mainly to the progressive recognition of revenue from new orders secured in early 2011.

FY2011 vs FY2010

In conjunction with the improvement in new order intake since late 2010, Group revenue increased from S\$48.4 million in FY2010 to S\$81.1 million in FY2011.

As at the end of December 2011, the Group's net order book stands at US\$80 million, a significant improvement from a net order book of US\$33 million a year ago. These orders are expected to be completed within the next 12 to 18 months.

Profitability

4Q2011 vs 4Q2010

Gross profit reduced from S\$11.5 million in 4Q2010 to S\$8.0 million in 4Q2011, mainly due to a lower gross profit margin in the current period as a result of different product mix and competitive pricing.

The Group's share of results from its 49% stake in York for 4Q2011 was a loss of S\$0.7 million, mainly due to foreign exchange losses resulting from the weakening of the Indian Rupee against the US\$.

Consequently, the Group's net profit for 4Q2011 was S\$2.8 million, a reduction of 60% from the corresponding period in 2010.

FY2011 vs FY2010

Despite higher revenue, the Group's net profit reduced from S\$27.4 million for FY2010 to S\$7.6 million for FY2011. The reduction was mainly due to:

- the absence of a share of results from investment in PPLS, from which the Group recorded S\$15.8 million in FY2010, as a result of its disposal of PPL Holdings Pte Ltd in October 2010;
- a lower gross profit margin for projects in FY2011 as a result of different product mix and competitive pricing;
- higher share of losses from its 49% stake in York due to foreign exchange losses resulting from the weakening of the Indian Rupee against the US\$; and
- higher administrative expenses of S\$3.4 million due mainly to higher legal fees of S\$2.8 million incurred in FY2011 in relation to the legal suit with Sembcorp Marine Ltd.

However, the reduction in the Group's net profit was partially offset by a lower foreign exchange loss in the current year. For the year ended 31 December 2011, the Group reported foreign exchange losses of S\$0.9 million, as compared to a loss of S\$2.5 million in FY2010, primarily due to the weakening of the US\$ against the S\$.

Financial position & cash flow

Group shareholders' fund decreased from S\$187.1 million at 31 December 2010 to S\$171.8 million at 31 December 2011, mainly attributable to the payment of dividends to its shareholders in May 2011 and a write-down on its available-for-sale investment to equity due to changes in fair value. However, the reduction was partially offset by retained profits and proceeds from conversion of warrants for the year.

For the year ended 31 December 2011, the Group's net cash outflows were S\$44.9 million, primarily related to the acquisition of an available-for-sale investment (S\$27.6 million) and payment of dividend to its shareholders (S\$21.0 million). However, the Group's cash and short-term deposits remain healthy at S\$169.3 million as at 31 December 2011.

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

There is no material variance from the previous outlook statement.

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 outlook for the next 12 months is uncertain considering signs of general slowdown in the global economy and the volatility of the financial markets. However, the Group expects to remain profitable in FY2012, given its healthy net order book of US\$80 million.

11. Dividend

(a) Current Financial Period Reported On

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

The Directors are pleased to recommend a tax exempt (one-tier) first and final dividend of 1 cent per share (2010: 3 cents per share) in respect of the financial year ended 31 December 2011 for approval by shareholders at the next Annual General Meeting to be convened.

Name of Dividend	Final
Dividend type	Cash
Dividend per share	1 cent
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

(c) Date payable

The proposed first and final dividend, if approved at the Annual General Meeting to be held on 25 April 2012, will be paid on 24 May 2012.

(d) Books closure date

Notice is hereby given that the Share Transfer Books and Register of Members of the Company will be closed on 10 May 2012 for the preparation of dividend warrants. Duly completed transfers in respect of ordinary shares in the capital of the Company ("Shares") received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd. at 50 Raffles Place, Singapore Land Tower, #32-01, Singapore 048623, up to 5.00 p.m. on 9 May 2012 will be registered to determine shareholders' entitlement to the proposed first and final dividend ("Dividend"). Shareholders whose securities accounts with The Central Depository (Pte) Limited are credited with Shares at 5.00 p.m. on 9 May 2012 will be entitled to the proposed Dividend.

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

Not applicable.

13. Interested Person Transactions

The Company has not obtained a general mandate from shareholders for Interested Person Transactions.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**14. 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) Business segments**

The Group's operating segments are its strategic business units which are managed separately. The reportable segment presentation is based on the Group's management and internal reporting structure used for its strategic decision-making purposes.

The Group's activities comprised the following reportable segments:

- (i) Marine Offshore - essentially the Group's principal business activity in the manufacturing and provision of specialised marine offshore equipment and services for the oil and gas industry;
- (ii) Investments - includes the Group's 49% interest in York, which manufactures and distributes trailer axles and the Group's investment in Discovery Offshore S.A.; and
- (iii) Corporate - consists of corporate office expenses.

	Marine offshore		Investments		Corporate		Adjustment and elimination		Group Total	
	2011 S\$'000	2010 S\$'000	2011 S\$'000	2010 S\$'000	2011 S\$'000	2010 S\$'000	2011 S\$'000	2010 S\$'000	2011 S\$'000	2010 S\$'000
Revenue	81,147	48,427	-	-	-	-	-	-	81,147	48,427
Results										
EBITDA	21,099	20,322	-	-	(8,100)	(3,946)	(600)	(600)	12,399	15,776
Depreciation & amortization	(1,704)	(1,784)	-	-	(12)	(8)	-	-	(1,716)	(1,792)
Interest expense	(21)	(7)	-	-	-	-	-	-	(21)	(7)
Interest income	49	55	-	-	166	145	-	-	215	200
Dividend income from associate	-	-	102	-	-	-	(102)	-	-	-
Share of results of associates	-	-	(247)	389	-	-	-	-	(247)	389
Share of results from investment in PPLS	-	-	-	15,823	-	-	-	-	-	15,823
Segment profit/(loss)	19,423	18,586	(145)	16,212	(7,946)	(3,809)	(702)	(600)	10,630	30,389
Total assets	87,173	70,865	30,476	10,707	149,725	181,727	-	-	267,374	263,299
Total liabilities	35,773	17,439	-	-	59,811	58,728	-	-	95,584	76,167

Other segment information:

	Marine offshore		Investments		Corporate		Adjustment and elimination		Group Total	
	2011 S\$'000	2010 S\$'000	2011 S\$'000	2010 S\$'000	2011 S\$'000	2010 S\$'000	2011 S\$'000	2010 S\$'000	2011 S\$'000	2010 S\$'000
Investment in associates	-	-	10,358	10,707	-	-	-	-	10,358	10,707
Available-for-sale investment	-	-	20,118	-	-	-	-	-	20,118	-
Additions to non-current assets	372	60	-	-	9	27	-	-	381	87

(b) Geographical segments

	Segment revenue	
	2011 S\$'000	2010 S\$'000
China	46,434	15,254
Singapore	15,100	8,072
Middle East	3,238	22,079
Asia Pacific (excluding China and Singapore)	16,361	2,890
Others	14	132
	<u>81,147</u>	<u>48,427</u>

Segment revenue is based on the billing location of customers.

Except for the Group's available-for-sale investment which is located in Europe, all the assets and capital expenditure of the Group are located in Singapore.

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

Refer to paragraphs 8 and 10 above.

16. A breakdown of sales

	GROUP		
	2011 S\$'000	2010 S\$'000	Change %
Sales reported for first half year	29,913	13,022	130
Sales reported for second half year	51,234	35,405	45
Total sales	<u>81,147</u>	<u>48,427</u>	68
Profit / (loss) after tax reported for first half year	507	20,255	(98)
Profit / (loss) after tax reported for second half year	7,124	7,146	-
Total profit after tax	<u>7,631</u>	<u>27,401</u>	(72)

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

	Latest Full Year (S\$'000)	Previous Full Year (S\$'000)
Ordinary	7,002	20,997
Preference	-	-
Total	7,002	20,997

18. **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer**

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company confirms that there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Nga Ko Nie
Company Secretary
22 February 2012