

**UNAUDITED FINANCIAL STATEMENT ANNOUNCEMENT FOR THE FULL YEAR ENDED 31  
DECEMBER 2009**

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**PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS 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.**

<b>Statement Of Comprehensive Income</b>	2009 S\$'000	2008 S\$'000	Increase/ (Decrease) %
<b>Revenue</b>	52,531	122,283	-57.04%
Cost of Sales	(42,263)	(109,186)	-61.29%
Gross Profit	10,268	13,097	-21.60%
	20%	11%	
<b>Other Items of Income</b>			
Interest income	6	8	-24.45%
Other credits	773	165	368.73%
<b>Other Items of Expenses</b>			
Marketing and distribution costs	(3,085)	(3,619)	-14.76%
Administrative expenses	(4,478)	(4,230)	5.87%
Finance costs	(271)	(364)	-25.48%
Other charges	(99)	(1,507)	-93.45%
<b>Profit before tax from Continuing Operations</b>	<b>3,114</b>	<b>3,550</b>	-12.28%
Income tax expense	(567)	(661)	-14.29%
<b>Profit For the Year</b>	<b>2,547</b>	<b>2,889</b>	-11.85%
Attributable to :			
Equity holders of Parent Company	2,499	2,661	-6.07%
Minority Interest	48	228	-78.86%
<b>Profit For The Year</b>	<b>2,547</b>	<b>2,889</b>	-11.85%
<b>Other Comprehensive Income</b>			
<b>Profit for the year</b>	2,547	2,889	-11.85%
Exchange differences on translating foreign subsidiaries	(243)	166	-246.46%
<b>Total Comprehensive Income For The Year, Net of Tax</b>	<b>2,304</b>	<b>3,055</b>	-24.57%
Attributable to :			
Equity holders of Parent Company	2,256	2,827	-20.18%
Minority Interest	48	228	-78.95%
<b>Total Comprehensive Income For The Year, Net of Tax</b>	<b>2,304</b>	<b>3,055</b>	-24.57%

<b>Notes to Income Statement</b>	Group 2009 S\$'000	Group 2008 S\$'000	Increase/ (Decrease) %
<b>Revenue</b>			
Sales	47,072	99,267	-52.58%
Contract revenue	4,957	22,620	-78.09%
Commission income	143	81	76.73%
Rental income	151	138	9.46%
Sundry income	208	177	17.52%
	<b>52,531</b>	<b>122,283</b>	-57.04%
<b>Interest Income</b>			
Interest income	6	8	-24.45%
<b>Other credits</b>			
Gain on disposal of property, plant and equipment	-	133	NM
Reversal of allowance for doubtful trade debt	549	-	NM
Reversal of allowance for inventories	122	-	NM
Foreign exchange adjustment gain	103	32	222.16%
	<b>773</b>	<b>165</b>	368.72%
<b>Finance costs</b>			
Interest expense	(271)	(364)	-25.48%
<b>Other charges</b>			
Provision for impairment of trade debts - outside parties	-	(635)	NM
Provision for impairment of plant and equipment	(41)	-	NM
Loss on disposal of investment in subsidiary	(56)	-	NM
Loss on disposal of investment, net	-	(13)	NM
Provision for impairment of inventories	-	(854)	NM
Provision for impairment of membership	(2)	(5)	-60.00%
	<b>(99)</b>	<b>(1,507)</b>	

NM - not meaningful

**1(b)(i) Statement of financial position (for the issuer and group) together with a comparative Statement as at the end of the immediately preceding year**

	Group 2009 S\$'000	Group 2008 S\$'000	Company 2009 S\$'000	Company 2008 S\$'000
<b>ASSETS</b>				
<b>Non-Current Assets:</b>				
Property, Plant and Equipment	3,557	6,380	3,518	4,215
Investments in Subsidiaries	-	-	2,484	1,574
Other Assets	87	71	87	71
<b>Total Non-Current Assets</b>	<b>3,644</b>	<b>6,451</b>	<b>6,089</b>	<b>5,860</b>
<b>Current Assets:</b>				
Assets held for sale	549	-	549	-
Inventories	6,556	8,520	6,182	6,991
Deferred Tax Assets	55	440	-	-
Trade and Other Receivables	9,052	33,025	8,411	29,358
Other Assets	559	1,008	206	443
Cash and Cash Equivalents	13,123	5,561	10,028	2,890
<b>Total Current Assets</b>	<b>29,894</b>	<b>48,554</b>	<b>25,376</b>	<b>39,682</b>
<b>Total Assets</b>	<b>33,538</b>	<b>55,005</b>	<b>31,465</b>	<b>45,542</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity attributable to equity holders of the parent:</b>				
Share Capital	8,947	8,947	8,947	8,947
Other Reserves	(301)	(90)	-	-
Retained Earnings	9,888	8,046	8,482	6,831
	<b>18,534</b>	<b>16,903</b>	<b>17,429</b>	<b>15,778</b>
<b>Minority Interest</b>	<b>-</b>	<b>747</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>	<b>18,534</b>	<b>17,650</b>	<b>17,429</b>	<b>15,778</b>
<b>Non-Current Liabilities:</b>				
Deferred Tax Liabilities	81	81	81	81
Other Financial Liabilities	800	257	800	-
Finance Leases	221	405	221	213
<b>Total Non-Current Liabilities</b>	<b>1,102</b>	<b>743</b>	<b>1,102</b>	<b>294</b>
<b>Current Liabilities:</b>				
Income Tax Payable	520	1,171	291	528
Other Financial Liabilities	1,800	9,159	1,800	7,068
Finance Leases	92	521	92	92
Trade and Other Payables	11,490	25,761	10,751	21,782
<b>Total Current Liabilities</b>	<b>13,902</b>	<b>36,612</b>	<b>12,934</b>	<b>29,470</b>
<b>Total Liabilities</b>	<b>15,004</b>	<b>37,355</b>	<b>14,036</b>	<b>29,764</b>
<b>Total liabilities and Equity</b>	<b>33,538</b>	<b>55,005</b>	<b>31,465</b>	<b>45,542</b>

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

Amount repayable in one year or less, or on demand			
As at 31-Dec-09		As at 31-Dec-08	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,892	NIL	9,680	NIL
Amount repayable after one year			
As at 31-Dec-09		As at 31-Dec-08	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1021	NIL	662	NIL

The group's bank borrowings and debt securities as at 31 December 2009 were secured / covered by:

- a. A negative pledge over the company's fixed and floating assets excluding certain inventories acquired under document credits
- b. A mortgage over a subsidiary's leasehold property. (FY 2008)
- c. Corporate guarantees from the company and a related party of a subsidiary. (FY2008)

The obligations under finance lease are secured by the lessor's charged over the leased assets.

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

	<b>Group 2009 S\$'000</b>	<b>Group 2008 S\$'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	3,114	3,550
Adjustments for:		
Depreciation of property, plant and equipment	421	5,963
Gain on disposal of plant and equipment	-	(133)
Allowance for impairment of plant & equipment	41	-
Allowance for impairment of membership	-	5
Loss on disposal of subsidiary	56	13
Loss on disposal of membership	2	-
Interest income	(6)	(8)
Interest expense	271	364
Operating profit before changes in working capital	<u>3,899</u>	<u>9,754</u>
Cash restricted in use over 3 months	(1,575)	-
Trade & other receivables	19,524	(12,574)
Other assets	449	(146)
Inventories	1,209	(2,547)
Trade & other payables	(11,028)	6,466
Cash generated from operations	<u>12,478</u>	<u>953</u>
Income taxes paid	(600)	(152)
<b>Net cash from operating activities</b>	<b><u>11,878</u></b>	<b><u>801</u></b>
<b>Cash flows from investing activities</b>		
Disposal of property, plant and equipment	65	255
Purchase of plant and equipment	(151)	(3,528)
Disposal of subsidiary	67	-
Purchase of membership	(60)	(39)
Disposal of membership	42	28
Interest received	6	8
<b>Net cash used in investing activities</b>	<b><u>(31)</u></b>	<b><u>(3,276)</u></b>
<b>Cash flows from financing activities</b>		
Interest expenses paid	(271)	(364)
Dividend paid to equity owners	(625)	(500)
(Decrease)/Increase of other liabilities	(4,756)	5,741
Decrease in finance lease	(110)	(781)
<b>Net cash from financing activities</b>	<b><u>(5,762)</u></b>	<b><u>4,096</u></b>
<b>Net increase in cash and cash equivalents</b>	<b>6,085</b>	<b>1,621</b>
Effect of Exchange Rate Changes on Cash and Cash Equivalent	(98)	149
Cash and cash equivalents, statement of cashflows, beginning balance	<u>5,087</u>	<u>3,317</u>
<b>Cash and cash equivalents, statement of cashflows, ending balance</b>	<b><u>11,074</u></b>	<b><u>5,087</u></b>
<b>Represented by:</b>		
Cash and cash equivalents	13,123	5,561
Bank overdrafts & Restricted cash	(1,575)	(474)
	<b><u>11,074</u></b>	<b><u>5,087</u></b>

Non cash transactions:

During the year, there were acquisitions of plant and equipment with total cost of \$138,000 (2008 : \$677,000) acquired by way of finance leases.

**Disposal Of Teacly Note - Income Statement**

	<b>Period Ended 31st May 2009</b>	<b>FY Ended 31st Dec 2008</b>
	<b>S\$000</b>	<b>S\$000</b>
Revenue	4,957	24,056
Cost of sales	(4,370)	(22,187)
Financial Costs	(46)	(235)
Selling & Distribution	(27)	(32)
Administrative Expenses	(301)	(1,087)
Other Credits / Charges	(95)	64
Profit before tax	118	579
Income tax (expense) / credit	(20)	(100)
Profit after tax	98	479
Less Minority Interest	(48)	(228)
Profit attributable to shareholders	50	251

**Disposal Of Teacly Note - Balance Sheet**

	<b>Period Ended 31st May 2009</b>
	<b>S\$'000</b>
Cash & Cash Equivalent	717
Trade and Other Receivables	4,304
Property, Plant and Equipment	2,055
Inventories	755
Other Assets	70
Trade and Other Payables	(3,313)
Other Financial Liabilities	(2,720)
Current Tax Payable	(233)
Minority Interest	(795)
Loss On Disposal	(56)
Cash Consideration	784
Less : Cash Disposed	(717)
Net Cash Inflow on Disposal	67

The profit incurred from the subsidiary Teacly (S) Pte Ltd for the period between 1 January 2009 to 31 May 2009 are as follows :

	<b>S\$'000</b>
Revenue	4,957
Net Profit	98

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

<b>GROUP</b>	<b>Share Capital S\$'000</b>	<b>Other Reserves S\$'000</b>	<b>Retained Earnings S\$'000</b>	<b>Total S\$'000</b>	<b>Minority Interest S\$'000</b>	<b>Total Equity S\$'000</b>
<b>Balance as at 1 January 2008</b>	<b>8,947</b>	<b>(267)</b>	<b>5,896</b>	<b>14,576</b>	<b>519</b>	<b>15,095</b>
Total comprehensive income for the year	-	166	2,661	2,827	228	3,055
Transfer to statutory reserve	-	11	(11)	-	-	-
Dividends paid	-	-	(500)	(500)	-	(500)
<b>Balance as at 31 December 2008</b>	<b>8,947</b>	<b>(90)</b>	<b>8,046</b>	<b>16,903</b>	<b>747</b>	<b>17,650</b>
<b>Balance as at 1 January 2009</b>	<b>8,947</b>	<b>(90)</b>	<b>8,046</b>	<b>16,903</b>	<b>747</b>	<b>17,650</b>
Total comprehensive income for the year	-	(243)	2,499	2,256	48	2,304
Transfer to statutory reserve	-	32	(32)	-	-	-
Dividends paid	-	-	(625)	(625)	-	(625)
Disposal of subsidiary	-	-	-	-	(795)	(795)
<b>Balance as at 31 December 2009</b>	<b>8,947</b>	<b>(301)</b>	<b>9,888</b>	<b>18,534</b>	<b>-</b>	<b>18,534</b>
<b>COMPANY</b>						
<b>Balance as at 1 January 2008</b>	<b>8,947</b>	<b>-</b>	<b>4,352</b>	<b>13,299</b>	<b>-</b>	<b>13,299</b>
Total comprehensive income for the year	-	-	2,979	2,979	-	2,979
Dividends paid	-	-	(500)	(500)	-	(500)
<b>Balance as at 31 December 2009</b>	<b>8,947</b>	<b>-</b>	<b>6,831</b>	<b>15,778</b>	<b>-</b>	<b>15,778</b>
<b>Balance as at 1 January 2009</b>	<b>8,947</b>	<b>-</b>	<b>6,831</b>	<b>15,778</b>	<b>-</b>	<b>15,778</b>
Total comprehensive income for the year	-	-	2,276	2,276	-	2,276
Dividends paid	-	-	(625)	(625)	-	(625)
<b>Balance as at 31 December 2009</b>	<b>8,947</b>	<b>-</b>	<b>8,482</b>	<b>17,429</b>	<b>-</b>	<b>17,429</b>

**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 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.**

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 are 125,000,000.

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

**1(d)(iii) To show the total number of issued share excluding treasury share as at the end of current financial period and as at the end of the immediately preceding year.**

Total number of issued shares excluding treasury shares was 125,000,000 as at 31 December 2009 (31 December 2008: 125,000,000)

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury share 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 and reviewed by the Company's auditors.

**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 annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the Group's financial statements for the current financial year compared to the audited financial statements as at 31st December 2008 except for the adoption of the applicable new and revised Financial Reporting Standards (FRS) that became effective for the Group for the financial year beginning 1st January 2009. The new or revised standards did not require significant modification of the measurement method or the presentation of the financial information.

**5. If there were 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.**

On 1 January 2009, the Group adopted the new or revised Singapore Financial Reporting Standards ("FRS"), which were effective for the financial period beginning on or after 1 January 2009.

FRS1 Presentation of Financial Statements – Revised Presentation ("FRS 1 (R)") requires owner and non-owner changes in equity to be presented separately. The statement of changes in equity will include only details of transactions with owners, with all non-owner changes in equity presented as a single line. FRS 1 (R) also introduces the statement of comprehensive income which presents all items of income and

expense recognized in income statement, together with all other items of comprehensive income and expense, either in one single statement of comprehensive income, or in two linked statements. The Group has opted to present the comprehensive income in one single statement.

FRS1 (R) is a disclosure standard and has no impact on the financial position and results of the Group.

**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.**

	31 December 2009	31 December 2008
(i) Based on number of ordinary share in issue	2.00 cents	2.13 cents
(ii) On a fully diluted basis	2.00 cents	2.13 cents

The basic and dilutive earnings per share is calculated by dividing the group's profit for the full-year period attributable to equity holders of the company of \$2,499,000 (2008: \$2,661,000) by the weighted average number of ordinary shares of 125,000,000 for 2009 (2008: 125,000,000).

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

	Group		Company	
	As at 31.12.2009	As at 31.12.08	As at 31.12.2009	As at 31.12.08
Net asset value per ordinary share before minority interest based on number of shares in issue at end of period	14.83 cents	13.52 cents	13.94 cents	12.62 cents

Net asset value per ordinary share is calculated based on 125,000,000 ordinary shares at 31 December 2009(31 December 2008: 125,000,000).

**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 period reported on.

**Review of operating result**

Revenue

Group revenue reduced by 57.0% to \$52.5 million for the full-year ended 31 December 2009 ("FY09") from \$122.3 million for the full-year ended 31 December 2008 ("FY08"). This was due to the general slowdown in the global economy as well as revenue reduction resulted from the disposal of subsidiary Teacly (S) Pte Ltd in May'09.

Gross Profit

Gross profit decreased by 21.4% to \$10.3 million in FY09 from \$13.1 million in FY08. However, gross profit margin improved by 9% from 11% to 20% during the year. This was mainly attributable to management's focus on higher margin sales and projects.

#### Marketing & distribution costs and Administrative expenses

Group Marketing & Distribution Cost decreased by 14.76% from \$3.6 million to \$3.0 million whereas Administrative Expenses increased by 5.87% from \$4.2 million to \$4.5 million.

The reduction in Marketing & Distribution Cost caused by a reduction in sales were offset by an increase in Administrative Expenses in setting up business development units and new overseas representative offices.

#### Finance costs

Finance costs was lower in FY09 at \$271,000 compared to \$364,000 in FY08 mainly due to lower sales activities which were dependent on trade financing as well as aggressive repayment and prepayment of term loan.

#### Other charges

Other charges decreased by 93.3% from \$1.5 million in FY08 to \$99,000 in FY09, mainly attributable to write-back of provision for impairment of trade debt and inventory, caused by aggressive debtor collection and inventory clearing during the period.

#### Profit before tax from continuing operations

The Group's profit before tax from continuing operations decreased by 13.9% from \$3.6 million in FY08 to \$3.1 million FY09. This was mainly attributable to management's focus on sales margin and write-back of provision for impairment.

#### Income tax expense

Income tax expense decreased by 14.22% from \$661,000 in FY08 to \$567,000 in FY09, in line with lower profit before tax during the year.

### Financial Position

#### Current assets

The Group's inventory reduced by about \$2.0 million from \$8.5 million to \$6.5 million. This was due to the group's concerted effort to reduce its inventory holdings and the disposal of subsidiary Teacly (S) Pte Ltd.

Group's trade and other receivables reduced by \$24.0 million from \$33.0 million to \$9.0 million in line with the reduction in sales during the period, improvement in collections and disposal of the subsidiary Teacly (S) Pte Ltd.

#### Current liabilities

Other financial liabilities decreased by 71.8% from \$10.3 million to \$2.9 million mainly due lower utilization of trade facilities during the period and effort to repay loans.

Group's trade and other payables reduced by \$15.0 million from \$26.0 million to \$11.0 million in line with the reduction in sales during the period and disposal of the subsidiary Teacly (S) Pte Ltd

#### Cash flow

Cash flow from operating activities increased from \$800,000 in FY08 to \$11.9 million in FY09. This was mainly attributable to aggressive collection of receivables from our customers and clearance of inventories.

Cash outflow from investing activities decreased from \$3.2 million in FY08 to \$31,000 in FY09 due to lower plant and equipment acquisition.

There was a cash used in financing activities of \$5.7 million in FY09 as compared to a cash generated from financing activities of \$ million in FY08 due mainly to the repayment and prepayment of term-loan.

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

Not Applicable.

**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.**

We expect the general operating conditions in the industry to remain competitive.

However, we would continue to focus on our strategy to expand our marketing network via representative offices and incorporation of overseas subsidiaries, and to enhance our value add by further expanding our manufacturing business via our joint venture in Tianjin (China).

Our effort in developing and promoting Duvalco's brand of valves is beginning to result in sales orders. We expect this division to play a bigger role in the group's performance.

Our recently set up representative offices (United Arab Emirates, India, Holland) would continue to increase our start up administrative cost for some time before they can provide meaningful positive contributions to the Group's bottom line.

Barring unforeseen circumstances, we expect our performance in FY2010 to remain profitable.

## **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 Ordinary Share (in cents)	:	1.0 cent (tax exempt 1-tier)

The proposed final dividend, if approved at the forthcoming Annual General Meeting, will be paid at a later date to be announced later.

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

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

Name of Dividend	:	First & Final
Dividend Type	:	Cash
Dividend Amount per Ordinary Share (in cents)	:	0.5 cent (tax exempt 1-tier)

### **(c) Date payable**

To be announced at a later date.

### **(d) Books closure date**

Notice will be given at a later date on the closure of Share Transfer Books and Register of Members to determine shareholders' entitlement to the proposed final dividend.

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

Not applicable

**PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUCEMENT**  
**(This 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</b>	<b>PW</b>		<b>WW</b>		<b>IW</b>		<b>Others</b>		<b>Consolidated</b>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Revenue</b>										
External sales	37,507	84,585	4,749	25,064	2,360	10,422	7,915	2,212	52,531	122,283
<b>Result</b>										
Segment result	6,682	7,392	1,231	2,306	558	2,759	1,797	640	10,268	13,097
Interest income									6	8
Finance costs									(271)	(364)
Unallocated corporate expense									(7,563)	(7,849)
Other charges / (credit)									674	(1,342)
<b>Profit before income tax</b>									3,114	3,550
Income tax									(567)	(661)
<b>Net profit after tax</b>									2,547	2,889
<b>Other information</b>										
Segment assets	5,373	24,402	1,819	6,377	1,045	565	807	1,454	9,044	32,798
Unallocated assets									24,494	22,207
<b>Total assets</b>									33,538	55,005
Segment liabilities									-	-
Unallocated liabilities									15,004	37,355
<b>Total assets</b>									15,004	37,355
Capital expenditure									289	4,205
Depreciation									421	5,963

**Geographical segments**

The following table provides an analysis of the Group revenue and carrying amount of segment assets and additions to property, plant and equipment by geographical market which is analysed based on the country of domicile of the customers: -

<b>Geographical Segments</b>	<b>Singapore</b>		<b>Hong Kong</b>		<b>Vietnam</b>		<b>China</b>		<b>Indonesia</b>		<b>Others</b>		<b>Consolidated</b>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
Sales revenue	17,503	52,792	5,892	3,397	18,507	54,798	2,771	3,141	645	603	7,212	7,552	52,531	122,283
Carrying amount of segment assets	29,896	50,656	2,141	1,910	-	-	1,021	2,066	480	373	-	-	33,538	55,005
Additional to property, plant and equipment	286	4,174	2	-	-	-	1	5	-	26	-	-	289	4,205

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

Substantial revenue reduction in Singapore (waste water business segment) was mainly attributable to disposal of subsidiary Teacly (S) Pte Ltd.

Substantial revenue reduction in Vietnam's operation was mainly attributable to less business opportunities due to the slow down in global economy.

**15. A breakdown of sales.**

	Group		%
	2009	2008	
	S\$'000	S\$'000	
(a) Sales reported for first half year	29,352	47,457	(38%)
(b) Operating profit / (loss) after tax before deducting minority interest reported for first half year	1,016	1,033	(2%)
(c) Sales reported for second half year	23,179	74,826	(69%)
(d) Operating profit / (loss) after tax before deducting minority interest reported for second half year	1,531	1,856	(18%)

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

	Group	
	2009	2008
	S\$'000	S\$'000
Ordinary	625	500
Preference	0	0
Total	625	500

## 17. Interested Parties Transactions

<b>Name of Interested Person</b>	Aggregate value of all interested persons transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 820)	Aggregate value of all interested persons transactions conducted under shareholders' mandate pursuant to 920 (excluding transactions less than S\$100,000)
	<b>2009</b>	<b>2008</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Purchase from :</b> <b>Duvalco International Pte Ltd</b>	1,302	1,296
<b>Sinzhong Valves &amp; Fittings (Wuxi) Co. Ltd</b>	445	152

BY ORDER OF THE BOARD

**Richard Koh Chye Heng**  
**Executive Chairman**  
**25 February 2010**