

IPC CORPORATION LTD
(Company Registration No. 198501057M)
Second Quarter and Half-year Financial Statement Announcement

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

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

**UNAUDITED CONSOLIDATED INCOME STATEMENT FOR THE 2ND QUARTER AND HALF YEAR
 ENDED 30 JUN 2008**

	Group 2 nd quarter ended 30 Jun			Group Half year ended 30 Jun		
	2008 S\$'000	2007 S\$'000	Increase/ (decrease) %	2008 S\$'000	2007 S\$'000	Increase/ (decrease) %
Continuing operations						
Revenue	400	3,788	(89.4)	6,272	18,742	(66.5)
Cost of revenue	(449)	(2,489)	(82.0)	(3,617)	(13,296)	(72.8)
Gross (loss)/profit	(49)	1,299	NM	2,655	5,446	(51.2)
Other income	1,682	351	NM	1,901	613	NM
Other (losses)/gains	(210)	107	NM	(380)	119	NM
Expenses						
Distribution and marketing	(116)	(741)	(84.3)	(332)	(940)	(64.7)
Administrative	(1,245)	(1,173)	6.1	(1,905)	(2,012)	(5.3)
Finance	(1)	-	100.0	(3)	(1)	NM
Other	(59)	(338)	(82.5)	(197)	(505)	(61.0)
	(1,421)	(2,252)	(36.9)	(2,437)	(3,458)	(29.5)
Profit/(loss) before income tax	2	(495)	NM	1,739	2,720	(36.1)
Income tax credit/(expense)	236	(16)	NM	(390)	(599)	(34.9)
Profit/(loss) from continuing operations	238	(511)	NM	1,349	2,121	(36.4)
Discontinued operations						
(Loss)/profit from discontinued operations	(75)	11	NM	130	141	(7.8)
Total profit/(loss) (i)	163	(500)	NM	1,479	2,262	(34.6)
Attributable to:						
Equity holders of the Company						
- Continuing operations	238	(511)	NM	1,349	2,121	(36.4)
- Discontinued operations	(56)	9	NM	97	101	(4.0)
Minority interests	(19)	2	NM	33	40	(17.5)
Total profit/(loss) (i)	163	(500)	NM	1,479	2,262	(34.6)

(i) Total profit/(loss) is arrived at after charging/(crediting) the following:

	Group			Group		
	2 nd quarter ended 30 Jun			Half year ended 30 Jun		
	2008	2007	Increase/ (decrease) %	2008	2007	Increase/ (decrease) %
S\$'000	S\$'000		S\$'000	S\$'000		
Depreciation (Note 7)	124	36	NM	245	132	85.6
Amortisation of leasehold properties (Note 8)	26	70	(62.9)	53	84	(36.9)
Allowance for bad and doubtful debts	–	313	100.0	1	343	NM
Foreign exchange loss	353	24	NM	681	102	NM
Impairment loss on other assets	15	–	100.0	40	–	100.0
Gain on reduction of interests in former subsidiary	–	–	–	–	(189)	(100.0)
Gain on disposal of financial assets, available-for-sale (Note 9)	(158)	(132)	19.7	(341)	(222)	53.6
Interest income (Note 10)	(138)	(168)	(17.9)	(260)	(339)	(23.3)
Gain on disposal of non-current asset, held for sale	(1,494)	–	100.0	(1,494)	–	100.0

Notes

1. Gross loss
The loss was due to the depreciation expense of S\$0.1 million, which exceeded the operating revenue, of the Zhuhai property Club House.
2. Other income
Contributed by interest income and gain on disposal of the leasehold property at No 9, Xiangzhou Industry, Zhuhai, China, which was classified as non-current asset held for sale in Q1 2008.
3. Other (losses)/gains
The increase was a result of foreign exchange loss which was mainly related to recorded monetary balances denominated in foreign currencies that were adjusted to reflect the exchange rates at balance sheet date. The foreign exchange loss was mainly unrealised, and was due to the weakening of the United States Dollars against Singapore Dollars in 2008 as compared with that in year 2007.
4. Distribution and marketing (decreased 84.3%)
It was due to the decrease in advertising expenses for the promotion of the property development project.
5. Expenses - other (decreased 82.5%)
It was due to the allowance for bad and doubtful debts in an associated company provided in 2007.
6. Taxation
The decrease in taxation was in tandem with the decrease in profits.
7. The increase in depreciation was due to additions in property, plant and equipment.
8. The decrease in amortization was due to the disposal of the leasehold property at No 9, Xiangzhou Industry, Zhuhai, China, which was classified as non-current asset held for sale in Q1 2008.
9. The Increase in gains on disposal of quoted shares.
10. The decrease in interest income was due to the decline in interest rates.

NM: Not meaningful
NA: Not applicable

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.

Balance Sheets

	<u>Group</u>		<u>Company</u>	
	30 Jun 2008 S\$'000 Unaudited	31 Dec 2007 S\$'000 Audited	30 Jun 2008 S\$'000 Unaudited	31 Dec 2007 S\$'000 Audited
ASSETS				
Current assets				
Cash and cash equivalents (i)	37,263	45,500	20,472	21,734
Trade receivables (ii)	5,790	279	37	17
Other receivables (iii)	3,839	1,413	269	233
Inventories (v)	-	58	-	-
Tax recoverable (iv)	867	1,962	565	1,323
Properties developed for sale	17,478	20,652	-	-
Property under development	44,823	43,923	-	-
	110,060	113,787	21,343	23,307
Disposal group classified as held for sale, net of cash (v)	1,392	-	-	-
	111,452	113,787	21,343	23,307
Non-current assets				
Financial assets, available-for-sale (vi)	8,587	6,181	8,060	3,143
Other receivables	-	-	70,242	74,671
Other assets (vii)	155	195	-	-
Investment in subsidiaries	-	-	34,732	34,732
Leasehold properties (viii)	6,437	8,229	-	1,809
Leasehold land held for development	16,797	16,797	6,515	6,515
Property, plant and equipment	10,999	10,572	179	216
Deferred income tax assets (v)	-	116	-	-
	42,975	42,090	119,728	121,086
Total assets	154,427	155,877	141,071	144,393
LIABILITIES				
Current liabilities				
Trade payables	5,292	5,289	64	67
Other payables	3,001	3,417	367	469
Current income tax liabilities	36	57	36	36
	8,329	8,763	467	572
Liabilities directly associated with disposal group classified as held for sale (v)	437	-	-	-
	8,766	8,763	467	572
Non-current liabilities				
Advance deposit (ix)	5,973	3,972	-	-
Total liabilities	14,739	12,735	467	572
NET ASSETS	139,688	143,142	140,604	143,821
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	140,038	140,038	140,038	140,038
Foreign currency translation reserve	(6,400)	(6,323)	-	-
Fair value reserve	(3,338)	2	(3,029)	(948)
Retained earnings	7,751	7,627	3,595	4,731
	138,051	141,344	140,604	143,821
Minority interests	1,637	1,798	-	-
Total equity	139,688	143,142	140,604	143,821

Notes

- (i) The movements in cash and cash equivalents were primarily due to an investment of S\$7.272 million made in China Taisan Technology Group Holdings Ltd ("China Taisan").
- (ii) The movement in trade receivables was principally attributable to the sale of property development project in Zhuhai.
- (iii) The movement in other receivables was mainly related to the deposit paid for a property development project in Singapore.
- (iv) The reduction in tax recoverable was due to the refund of tax deducted at source of approximately S\$0.758 million in Singapore. Offsetting this was a provision of current period income tax in Zhuhai.
- (v) Following the approval of the shareholders on 11 July 2008, to sell the shares in ThinSoft (Holdings) Inc ("ThinSoft"), the assets and liabilities of ThinSoft are reclassified as "Disposal group classified as held for sale, net of cash" and "Liabilities directly associated with disposal group classified as held for sale" respectively.
- (vi) The increase in Financial assets, available-for-sale was due to the adjustments of the fair value of existing investments and a new investment of \$7.272 million in China Taisan.
- (vii) The decrease was due to the impairment of the other asset.
- (viii) The reduction was due to the disposal of a leasehold property in Xiangzhou Zhuhai.
- (ix) Additional advance deposit received from a third party for the participation rights in the Group's leasehold land held for development in Zhuhai.

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

Amount repayable in one year or less, or on demand

As at 30 Jun 08		As at 31 Dec 07	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
Nil	Nil	Nil	Nil

Amount repayable after one year

As at 30 Jun 08		As at 31 Dec 07	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
Nil	Nil	Nil	Nil

Details of any collateral

NA

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

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT

	<u>Group</u>		<u>Group</u>	
	2 nd quarter ended 30 Jun 2008 S\$'000	2007 S\$'000	Half year ended 30 Jun 2008 S\$'000	2007 S\$'000
Cash flows from operating activities				
Total profit/(loss)	163	(500)	1,479	2,262
Adjustments for				
- Income tax (credit)/expense	(236)	16	390	599
- Depreciation	124	36	245	132
- Amortisation of leasehold properties	26	70	53	84
- Unrealised translation gains	41	67	(205)	(22)
- Gain on disposal of non-current assets, held for sale	(1,494)	-	(1,494)	-
- Gain on disposal of financial assets, available-for-sale	(158)	(132)	(341)	(222)
- Impairment loss on other assets	15	-	40	-
- Gain on reduction of interests in former subsidiary	-	-	-	(189)
- Interest income	(138)	(168)	(260)	(339)
- Dividend income	(42)	(80)	(42)	(80)
	(1,699)	(691)	(135)	2,225
Change in working capital, net of effects from derecognition of subsidiary				
- Properties	(53)	2,269	2,274	12,216
- Inventories	(38)	15	(11)	(3)
- Receivables	(2,445)	(1,622)	(7,972)	(2,553)
- Payables	(626)	596	(67)	(5,571)
Cash (used in)/generated from operations	(4,861)	567	(5,911)	6,314
Interest received	138	168	260	339
Income tax refunded/(paid)	704	(79)	704	(79)
Net cash (used in)/generated from operating activities (i)	(4,019)	656	(4,947)	6,574
Cash flows from investing activities				
Purchases of property, plant and equipment	(257)	(6)	(647)	(25)
Purchases of financial assets, available-for-sale	(7,272)	-	(7,272)	(2,418)
Proceeds from disposal of financial assets, available-for-sale	310	355	615	496
Proceeds from disposal of non-current asset held for sale, net	3,303	-	3,303	7,021
Dividends received	42	80	42	80
Reduction of interest in former subsidiary, net of cash disposed	-	-	-	(238)
Net cash (used in)/generated from investing activities (ii)	(3,874)	429	(3,959)	4,916
Cash flows from financing activities				
Advance deposit received	1,991	-	1,991	-
Repayment of borrowings	-	(591)	-	(1,974)
Dividends paid to equity holders of the Company	(1,322)	(1,322)	(1,322)	(1,322)
Net cash generated from/(used in) financing activities	669	(1,913)	669	(3,296)
Net (decrease)/increase in cash and cash equivalents	(7,224)	(828)	(8,237)	8,194
Cash and cash equivalents at beginning of financial period	44,487	43,156	45,500	34,134
Cash and cash equivalents at end of financial period	37,263	42,328	37,263	42,328

Notes:

- (i) The deficit in cash from operations was mainly due to the
- decrease in revenue
 - decrease in payables
 - increase in other receivables mainly related to the deposit paid for a property development project in Singapore.
- (ii) An investment of S\$7.272 million in China Taisan and the net proceed of S\$3.303 million from the disposal of non-current asset held for sale have resulted a net cash used of S\$3.874 million in investment activities.
- (iii) The impact of the discontinued operations on the cash flows of the Group is as follows:

	30 Jun 2008	30 Jun 2007
	S\$'000	S\$'000
Operating cash outflows	(5,543)	(5,624)
Total cash outflows	<u>(5,543)</u>	<u>(5,624)</u>

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.

STATEMENT OF CHANGES IN EQUITY – GROUP	Share capital	Asset revaluation reserve	Foreign currency translation reserve	Fair value reserve	Retained earnings	Total	Minority interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2008								
As at 1 Jan 2008	140,038	---	(6,323)	2	7,627	141,344	1,798	143,142
Financial assets, available-for-sale								
- Fair value loss	---	---	---	(1,288)	---	(1,288)	---	(1,288)
- Disposals	---	---	---	35	---	35	---	35
Currency translation differences	---	---	(210)	---	---	(210)	(39)	(249)
Net loss recognised directly in equity	---	---	(210)	(1,253)	---	(1,463)	(39)	(1,502)
Net profit	---	---	---	---	1,264	1,264	52	1,316
Total recognised income/(loss)	---	---	(210)	(1,253)	1,264	(199)	13	(186)
As at 31 Mar 2008	140,038	---	(6,533)	(1,251)	8,891	141,145	1,811	142,956
Financial assets, available-for-sale								
- Fair value loss	---	---	---	(2,026)	---	(2,026)	(140)	(2,166)
- Disposals	---	---	---	(61)	---	(61)	---	(61)
Currency translation differences	---	---	133	---	---	133	(15)	118
Net loss recognised directly in equity	---	---	133	(2,087)	---	(1,954)	(155)	(2,109)
Net profit/(loss)	---	---	---	---	182	182	(19)	163
Total recognised income/(loss)	---	---	133	(2,087)	182	(1,772)	(174)	(1,946)
Dividends paid	---	---	---	---	(1,322)	(1,322)	---	(1,322)
As at 30 Jun 2008	140,038	---	(6,400)	(3,338)	7,751	138,051	1,637	139,688

STATEMENT OF CHANGES IN EQUITY – GROUP

	Share capital	Asset revaluation reserve	Foreign currency translation reserve	Fair value reserve	Retained earnings	Total	Minority interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2007								
As at 1 Jan 2007	140,038	1,263	(6,242)	(353)	6,003	140,709	1,688	142,397
Financial assets, available-for-sale								
- Fair value gains	---	---	---	542	---	542	---	542
- Disposals	---	---	---	(51)	---	(51)	---	(51)
Transfer of asset revaluation reserve to retained earnings on disposal of building	---	(1,263)	---	---	1,263	---	---	---
Currency translation differences	---	---	(104)	---	---	(104)	(30)	(134)
Net income/(loss) recognised directly in equity	---	(1,263)	(104)	491	1,263	387	(30)	357
Net profit	---	---	---	---	2,724	2,724	38	2,762
Total recognised income/(loss)	---	(1,263)	(104)	491	3,987	3,111	8	3,119
As at 31 Mar 2007	140,038	---	(6,346)	138	9,990	143,820	1,696	145,516
Financial assets, available-for-sale								
- Fair value gains	---	---	---	241	---	241	---	241
- Disposals	---	---	---	(81)	---	(81)	---	(81)
Currency translation differences	---	---	307	---	---	307	23	330
Net income recognised directly in equity	---	---	307	160	---	467	23	490
Net (loss)/profit	---	---	---	---	(502)	(502)	2	(500)
Total recognised income/(loss)	---	---	307	160	(502)	(35)	25	(10)
Dividends paid	---	---	---	---	(1,322)	(1,322)	---	(1,322)
As at 30 Jun 2007	140,038	---	(6,039)	298	8,166	142,463	1,721	144,184

STATEMENT OF CHANGES IN EQUITY – COMPANY

	Share capital	Asset revaluation reserve	Fair value reserve	Retained earnings	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2008					
As at 1 Jan 2008	140,038	---	(948)	4,731	143,821
Financial assets, available-for-sale					
- Fair value loss	---	---	(525)	---	(525)
- Disposals	---	---	35	---	35
Net loss recognised directly in equity	---	---	(490)	---	(490)

Net loss	---	---	---	(538)	(538)
Total recognised income/(loss)	---	---	(490)	(538)	(1,028)
At at 31 Mar 2008	140,038	---	(1,438)	4,193	142,793
Financial assets, available-for-sale					
- Fair value loss	---	---	(1,530)	---	(1,530)
- Disposals	---	---	(61)	---	(61)
Net loss recognised directly in equity	---	---	(1,591)	---	(1,591)
Net profit	---	---	---	724	724
Total recognised income/(loss)	---	---	(1,591)	724	(867)
Dividends paid	---	---	---	(1,322)	(1,322)
At at 30 Jun 2008	140,038	---	(3,029)	3,595	140,604

STATEMENT OF CHANGES IN EQUITY – COMPANY

	Share capital	Asset revaluation reserve	Fair value reserve	Retained earnings	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2007					
As at 1 Jan 2007	140,038	1,263	(353)	3,524	144,472
Financial assets, available-for-sale					
- Fair value gains	---	---	542	---	542
- Disposals	---	---	(51)	---	(51)
Transfer of asset revaluation reserve to retained earnings on disposal of building	---	(1,263)	---	1,263	---
Net income/(loss) recognised directly in equity	---	(1,263)	491	1,263	491
Net loss	---	---	---	(441)	(441)
Total recognised income/(loss)	---	(1,263)	491	822	50
As at 31 Mar 2007	140,038	---	138	4,346	144,522
Financial assets, available-for-sale					
- Fair value gains	---	---	241	---	241
- Disposals	---	---	(81)	---	(81)
Net income/(loss) recognised directly in equity	---	---	160	---	160
Net loss	---	---	---	(395)	(395)
Total recognised income/(loss)	---	---	160	(395)	(235)
Dividends paid	---	---	---	(1,322)	(1,322)
As at 30 Jun 2007	140,038	---	298	2,629	142,965

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.

SHARE OPTIONS AS AT 30 JUN 2008

	Options as at 1 Jan 08	Lapsed	Options as at 30 Jun 08
ESOS Grant 1999	249,250	---	249,250
ESOS Grant 2001	225,000	---	225,000
ESOS Grant 2002	1,037,500	---	1,037,500
TOTAL	1,511,750	---	1,511,750

SHARE OPTIONS AS AT 30 JUN 2007

	Options as at 1 Jan 07	Lapsed	Options as at 30 Jun 07
ESOS Grant 1999	249,250	---	249,250
ESOS Grant 2001	225,000	---	225,000
ESOS Grant 2002	500,000	(500,000)	---
ESOS Grant 2002	1,037,500	---	1,037,500
TOTAL	2,011,750	(500,000)	1,511,750

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.

The total number of issued shares as at 30 Jun 2008 was 528,613,759 (31 Dec 2007 : 528,613,759). The Group and Company has no treasury share for both years.

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.

The Group and Company has no treasury share.

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

The figures have not been audited or reviewed.

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

Not Applicable.

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

The same accounting policies and methods of computations are adopted in the financial statements as compared with the audited financial statements as at 31 December 2007.

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 financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	GROUP		GROUP	
	2 nd quarter ended 30 Jun 2008	2007	Half year ended 30 Jun 2008	2007
	Unaudited	Unaudited	Unaudited	Unaudited
Earnings/(loss) per ordinary share of the Group for the year, after deducting any provision for preference dividends:-				
Continuing and discontinued operations				
(i) Based on the weighted average number of ordinary shares on issue (in cents)	0.03	(0.09)	0.27	0.42
(ii) On a fully diluted basis (in cents)	0.03	(0.09)	0.27	0.42
Continuing operations				
(i) Based on the weighted average number of ordinary shares on issue (in cents)	0.05	(0.10)	0.26	0.40
(ii) On a fully diluted basis (in cents)	0.05	(0.10)	0.26	0.40

Note

The basic and diluted earnings/(loss) per share calculation as at 30 Jun 08 is based on the number of shares of 528,613,759 (30 Jun 07 : 528,613,759).

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	
	30 Jun 2008	31 Dec 2007	30 Jun 2008	31 Dec 2007
	Unaudited	Audited	Unaudited	Audited
Net asset value per ordinary share based on the total number of issued shares excluding treasury shares at the end of the financial period/year:-	26.12 cents	26.74cents	26.60 cents	27.21cents
Number of existing issued shares excluding treasury shares at end of the financial period/year:	528,613,759	528,613,759	528,613,759	528,613,759

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.**

Group revenue decreased by 89.4 per cent to S\$0.400 million for the 2nd quarter ended 30 Jun 2008 when compared to S\$3.788 million recorded for the same period of the previous year. Group revenue did not include the sale of about S\$3.4 million of the leasehold property at No 9, XiangZhou Industry, Zhuhai, China, which was classified as non-current asset held for sale in Q1 2008.

Group revenue has excluded the revenue from Group's IT business, ThinSoft, as the assets and liabilities in ThinSoft have been reclassified as "Disposal group classified as held for sale, net of cash" and "Liabilities directly associated with disposal group classified as held for sale" respectively. The investment has been divested on 14 Jul 2008.

The decrease in Group revenue was attributed primarily to slower sales of the Zhuhai property as a result of measures implemented to curb property speculation by the PRC government.

Other income of S\$1.682 million recorded in the period under review was attributable to interest income and gain on disposal of the leasehold property at No 9, XiangZhou Industry, Zhuhai, China, which was classified as non-current asset held for sale in Q1 2008.

The Group registered a after-tax profit attributable to shareholders of S\$0.182 million and S\$1.446 million for the 2nd quarter and the 1st half ended 30 Jun 2008 respectively.

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 has been previously disclosed to shareholders.

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.

Given the unfavourable property market conditions and sentiments, the Group expects sales from the Zhuhai property to remain subdued.

Development planning on the property projects in Yantai, PRC and Bangkok, Thailand are in progress.

The Group will seek out investment opportunities, in particular property projects in the region, that will synergise with the Group's development objective to enhance growth and shareholder value.

The gain from the divestment of ThinSoft shall be recognized in the next financial reporting period.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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.**

Not applicable.

- 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.**

Not applicable.

- 15. A breakdown of sales.**

Not applicable.

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

Not applicable.

BY ORDER OF THE BOARD

Lauw Hui Kian
Director
1 Aug 2008

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(4) OF THE LISTING MANUAL

On behalf of the Board of Directors of the Company, we hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the second quarter and half year ended 30 June 2008 to be false or misleading in any material respect.

On behalf of the Board of Directors

Ngiam Mia Je Patrick
Executive Chairman

1 Aug 2008

Ngiam Mia Kiat Benjamin
Managing Director