



UOB-KAY HIAN HOLDINGS LIMITED

Financial Statements

And Dividend Announcement

For Full Year Ended 31 December 2007

(Co. Ref. No. 200004464C)

These figures have not been audited.

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

	The Group					
	12 months ended 31/12/2007	12 months ended 31/12/2006	Increase / (Decrease) %	3 months ended 31/12/2007	3 months ended 31/12/2006	Increase / (Decrease) %
	S\$'000	S\$'000		S\$'000	S\$'000	
<u>Revenue</u>						
Commission income	658,618	352,723	86.7	158,774	101,716	56.1
Interest income	108,459	50,359	115.4	37,024	17,193	115.3
Dividend from quoted/unquoted securities	1,293	1,081	19.6	913	799	14.3
Facility, shares withdrawal and arrangement fees	6,127	8,353	(26.6)	2,151	1,233	74.5
Other operating revenue	5,863	5,447	7.6	658	1,641	(59.9)
Total revenue	780,360	417,963	86.7	199,520	122,582	62.8
Foreign exchange gain	11,791	3,040	287.9	3,214	1,043	208.1
Realised gain on financial assets, available-for-sale	27,485	20,297	35.4	8,770	1,015	764.0
Total income	819,636	441,300	85.7	211,504	124,640	69.7
<u>Costs and expenses</u>						
Commission expenses	(165,947)	(83,578)	98.6	(35,905)	(24,439)	46.9
Personnel expenses	(211,114)	(124,663)	69.3	(65,255)	(38,877)	67.8
Depreciation and amortisation expenses	(2,911)	(3,675)	(20.8)	(720)	(767)	(6.1)
Allowance/(writeback) on impairment of trade debtors & bad debts written off	(572)	(174)	228.7	(47)	(388)	(87.9)
Allowance for impairment of investment in associated companies	-	(1,000)	N.M.	-	-	N.M.
Net fair value gain/(loss) on financial assets/liabilities through profit or loss	(866)	480	(280.4)	(233)	315	(174.0)
Finance expenses	(51,225)	(13,907)	268.3	(19,733)	(6,422)	207.3
Other operating expenses	(57,822)	(47,846)	20.9	(14,660)	(11,963)	22.5
	(490,457)	(274,363)	78.8	(136,553)	(82,541)	65.4
Profit from operations	329,179	166,937	97.2	74,951	42,099	78.0
Share of results of associated companies after tax	119	984	(87.9)	-	98	N.M.
Profit before tax	329,298	167,921	96.1	74,951	42,197	77.6
Income tax expense*	(54,267)	(28,869)	88.0	(12,500)	(7,529)	66.0
Profit after tax	275,031	139,052	97.8	62,451	34,668	80.1
Attributable to :						
Equity holders of the Company	273,392	137,161	99.3	62,023	34,238	81.2
Minority interests	1,639	1,891	(13.3)	428	430	(0.5)
	275,031	139,052	97.8	62,451	34,668	80.1

* Overprovision of taxation in respect of prior years in the 12 months ended 31 December 2007 is \$113,848 (12 months ended 31 December 2006: \$614,736).

N.M. = Not Meaningful.

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

	The Group		The Company	
	2007	2006	2007	2006
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
<u>Current assets</u>				
Cash and cash equivalents	131,400	133,092	1,002	17,260
Outstanding contracts receivable	1,092,895	1,447,527	-	-
Trade receivables	2,005,062	1,038,906	-	-
Financial assets at fair value through profit or loss	3,183	9,001	-	-
Other current assets	14,160	34,599	293,164	169,358
Derivative financial instruments	47	11	-	-
	3,246,747	2,663,136	294,166	186,618
<u>Non-current assets</u>				
Loans to subsidiaries	-	-	217	32,402
Investments				
- in subsidiaries	-	-	230,094	178,577
- in associated companies	860	14,271	-	2,648
Financial assets, available-for-sale	38,371	28,344	-	-
Trading rights in Exchanges	111	109	-	-
Memberships in Exchanges	24	26	-	-
Property, plant and equipment	5,360	4,146	-	-
Deferred income tax assets	47	36	-	-
	44,773	46,932	230,311	213,627
Total assets	3,291,520	2,710,068	524,477	400,245
LIABILITIES				
<u>Current liabilities</u>				
Outstanding contracts payable	1,040,341	1,426,208	-	-
Trade and other payables	155,858	88,400	18,459	17,146
Financial liabilities at fair value through profit or loss	34	71	-	-
Borrowings	1,065,562	338,518	258,109	98,811
Current income tax liabilities	53,018	31,347	204	298
Derivative financial instruments	68	15	-	-
	2,314,881	1,884,559	276,772	116,255
<u>Non-current liabilities</u>				
Deferred income tax liabilities	723	724	-	-
Total liabilities	2,315,604	1,885,283	276,772	116,255
Net assets	975,916	824,785	247,705	283,990
<u>EQUITY</u>				
Share capital	72,471	72,471	72,471	72,471
Reserves	14,630	21,170	-	-
Retained earnings	874,138	716,947	175,234	211,519
	961,239	810,588	247,705	283,990
Minority interests	14,677	14,197	-	-
Total Equity	975,916	824,785	247,705	283,990
<u>Clients' trust / segregated accounts</u>				
Bank balances				
- with affiliated corporations	203,979	143,366	-	-
- with non-related banks	574,224	329,518	-	-
Margin with clearing houses	5,482	5,414	-	-
Less: Amounts held in trust	(783,685)	(478,298)	-	-
	-	-	-	-

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

	The Group			
	As at 31/12/2007		As at 31/12/2006	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amounts repayable in one year or less, or on demand	177,447	888,115	157,369	181,149
Amounts repayable after one year	-	-	-	-

Details of any collateral

Details of secured group borrowings are as follows:

- Bank overdrafts of subsidiaries amounting to S\$7,873,265 are secured by a fixed charge over immovable fixed assets and a floating charge over all assets of a subsidiary.
- Bank borrowings of subsidiaries amounting to S\$169,573,924 are secured by a fixed charge over immovable fixed assets and a floating charge over all assets of a subsidiary.

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

	The Group			
	12 months ended 31/12/2007 S\$'000	12 months ended 31/12/2006 S\$'000	3 months ended 31/12/2007 S\$'000	3 months ended 31/12/2006 S\$'000
Cash flows from operating activities				
Profit before tax and after share of results of associated companies	329,298	167,921	74,951	42,197
Adjustments for:				
Share of results of associated companies	(119)	(984)	-	(98)
Depreciation and amortisation expenses	2,911	3,675	720	767
(Gain)/Loss on disposal of property, plant and equipment	(50)	(25)	(2)	(32)
Realised gain on sale of financial assets, available-for-sale	(27,485)	(20,297)	(8,770)	(1,015)
Dividend income from quoted/unquoted securities	(1,293)	(1,081)	(913)	(799)
Allowance for impairment of investment in associated companies	-	1,000	-	-
Interest income	(108,459)	(50,359)	(37,024)	(17,193)
Finance expenses	51,225	13,907	19,733	6,422
Exchange differences	2,925	(1,970)	2,340	(2,250)
Operating cash flow before working capital changes	248,953	111,787	51,035	27,999
Changes in operating assets and liabilities:				
Financial assets/liabilities at fair value through profit or loss	(341,931)	(6,636)	(346,944)	(55)
Debtors and outstanding contracts receivable	(232,121)	(1,298,761)	3,216,686	(463,202)
Creditors and outstanding contracts payable	(318,371)	836,232	(2,032,810)	441,236
Cash (used in)/generated from operations	(643,470)	(357,378)	887,967	5,978
Interest received	108,459	50,359	37,024	17,193
Interest paid	(51,225)	(13,907)	(19,733)	(6,422)
Drawdown/(Repayment) of short-term bank loans	718,463	257,561	(850,714)	(9,262)
Income tax paid	(32,911)	(22,953)	(5,473)	(6,974)
Net cash provided by/(used in) operating activities	99,316	(86,318)	49,071	513
Cash flows from investing activities				
Payments for property, plant and equipment	(4,156)	(1,543)	(1,472)	(441)
Proceeds from sale of financial assets, available-for-sale	28,255	22,996	8,926	1,070
Proceeds from disposal of property, plant and equipment	61	34	8	37
Proceeds from redemption of preference shares in associated company	-	10,000	-	-
Payment for financial assets, available-for-sale	(9,032)	-	(5,977)	-
Payment to minority interest for dividend	(340)	(372)	-	-
Payment to minority interest for additional interest in a subsidiary	(821)	(1,710)	31	(27)
Proceeds from associated company on partial distribution of surplus funds	2,618	-	(2)	-
Acquisition of subsidiary [Note (a)] :				
Net tangible assets acquired	23,774	-	-	-
Less : Net tangible assets other than cash and cash equivalents	(10,948)	-	-	-
Cash and cash equivalents acquired on acquisition of subsidiary	12,826	-	-	-
Cash consideration paid to acquire subsidiary	(11,815)	-	-	-
Dividends received from quoted/unquoted securities	1,293	1,081	913	799
Dividends received from associated company	-	13,577	-	-
Net cash provided by investing activities	18,889	44,063	2,427	1,438
Cash flows from financing activities				
Dividends paid	(115,881)	(57,977)	-	-
Net cash used in financing activities	(115,881)	(57,977)	-	-
Net increase/(decrease) in cash and cash equivalents during the financial period	2,324	(100,232)	51,498	1,951
Cash and cash equivalents at beginning of the financial period	119,932	220,164	70,758	117,981
Cash and cash equivalents at end of the financial period	122,256	119,932	122,256	119,932

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

Note (a) : Acquisition of subsidiary

The net tangible assets of subsidiary acquired by the Group during the financial period were as follows :

	SS'000
Debtors and Other Receivables	11,433
Creditors and Other Payables	(15)
Provision for tax	(470)
	10,948
Cash and cash equivalents	12,826
Net tangible assets of subsidiary acquired	23,774

For the purpose of consolidated cash flow statement, the consolidated cash and cash equivalents comprise the following :

	The Group	
	As at 31/12/2007	As at 31/12/2006
	SS'000	SS'000
Cash and bank balances	131,400	133,092
Less: Bank overdrafts	(9,144)	(13,160)
Cash and cash equivalents per consolidated cash flow statement	122,256	119,932

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 – THE GROUP

	Share capital SS'000	Statutory reserve SS'000	Fair value reserve SS'000	Foreign currency translation reserve SS'000	Retained earnings SS'000	Minority interests SS'000	Total Equity SS'000
Balance at 1 January 2007	72,471	1,036	26,597	(6,463)	716,947	14,197	824,785
Fair value gains on financial assets, available-for-sale	-	-	28,644	-	-	31	28,675
Currency translation differences	-	10	48	(8,109)	-	(11)	(8,062)
Net gain/(loss) recognised directly in equity	-	10	28,692	(8,109)	-	20	20,613
Net profit for the financial year	-	-	-	-	273,392	1,639	275,031
Total recognized gain/(loss) for the financial year	-	10	28,692	(8,109)	273,392	1,659	295,644
Fair value gains transferred to income statement on realisation	-	-	(27,485)	-	-	-	(27,485)
Final Dividend for 2006 paid	-	-	-	-	(62,397)	-	(62,397)
Interim Dividend for 2007 paid	-	-	-	-	(53,484)	-	(53,484)
Transfer from retained earnings to statutory reserve	-	338	-	-	(320)	(18)	-
Acquisition of additional interest in subsidiary	-	-	-	14	-	(821)	(807)
Payment of Dividends by a subsidiary	-	-	-	-	-	(340)	(340)
Balance at 31 December 2007	72,471	1,384	27,804	(14,558)	874,138	14,677	975,916

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. *(continued)*

STATEMENT OF CHANGES IN EQUITY – THE GROUP *(continued)*

	Share capital S\$'000	Capital reserve S\$'000	Capital reserve on consolidation S\$'000	Statutory reserve S\$'000	Fair value reserve S\$'000	Foreign currency translation reserve S\$'000	Retained earnings S\$'000	Minority interests S\$'000	Total Equity S\$'000
Balance at 1 January 2006	72,471	154,206	71,271	640	25,228	(4,099)	412,960	13,486	746,163
Fair value gains on financial assets, available-for-sale	-	-	-	-	21,658	-	-	(3)	21,655
Currency translation differences	-	-	-	32	8	(2,635)	-	565	(2,030)
Net gain/(loss) recognised directly in equity	-	-	-	32	21,666	(2,635)	-	562	19,625
Net profit for the financial year	-	-	-	-	-	-	137,161	1,891	139,052
Total recognised gain/(loss) for the financial year	-	-	-	32	21,666	(2,635)	137,161	2,453	158,677
Fair value gains transferred to income statement on realisation	-	-	-	-	(20,297)	-	-	-	(20,297)
Final Dividend for 2005 paid	-	-	-	-	-	-	(46,381)	-	(46,381)
Interim Dividend for 2006 paid	-	-	-	-	-	-	(11,595)	-	(11,595)
Transfer to retained earnings upon liquidation of subsidiary **	-	(154,206)	(71,271)	-	-	332	225,145	-	-
Transfer from retained earnings to statutory reserve	-	-	-	364	-	-	(343)	(21)	-
Acquisition of additional interest in subsidiary	-	-	-	-	-	(61)	-	(1,349)	(1,410)
Payment of dividends by a subsidiary	-	-	-	-	-	-	-	(372)	(372)
Balance at 31 December 2006	72,471	-	-	1,036	26,597	(6,463)	716,947	14,197	824,785

** During the financial year, the Group was restructured whereby the subsidiaries of Kay Hian Holdings Limited (KHH) were transferred to UOB-Kay Hian Holdings Limited and KHH was liquidated. The capital reserve and capital reserve on consolidation arose from the acquisition of KHH. These reserves were regarded as realised and transferred to the retained earnings upon liquidation of KHH.

- 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. *(continued)*

STATEMENT OF CHANGES IN EQUITY – THE COMPANY

	Share capital S\$'000	Retained earnings S\$'000	Total S\$'000
Balance at 1 January 2007	72,471	211,519	283,990
Net profit for the financial year	-	79,596	79,596
Final dividend for 2006 paid	-	(62,397)	(62,397)
Interim dividend for 2007 paid	-	(53,484)	(53,484)
Balance at 31 December 2007	72,471	175,234	247,705

	Share Capital S\$'000	Capital Reserve S\$'000	Retained earnings S\$'000	Total S\$'000
Balance at 1 January 2006	72,471	154,206	166,635	393,312
Transfer to income statement upon liquidation of subsidiary **	-	(154,206)	-	(154,206)
Net profit for the financial year	-	-	102,860	102,860
Final dividend for 2005 paid	-	-	(46,381)	(46,381)
Interim dividend for 2006 paid	-	-	(11,595)	(11,595)
Balance at 31 December 2006	72,471	-	211,519	283,990

- 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.

NIL

- 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 financial year.

	2007	2006
No. of shares	724,709,009	724,709,009

- 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.**

NIL

- 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 the auditors.

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

Not applicable.

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

The Group and the Company have applied the same accounting policies in the financial statements for the current reporting period compared to the audited financial statements as at 31 December 2006.

- 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.**

	The Group	
	2007	2006
Earnings per ordinary share for the period after deducting any provision for preference dividends:-		
(i) Based on weighted average number of ordinary shares in issue	37.72 cents	18.93 cents
(ii) On a fully diluted basis	37.72 cents	18.93 cents

- 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.**

	The Group		The Company	
	2007	2006	2007	2006
Net asset value per ordinary share based on the total number of issued shares excluding treasury share as at the end of the period reported on	132.64 cents	111.85 cents	34.18 cents	39.19 cents

- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affect the turnovers, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Operating Profit and Expenses

The directors are pleased to announce that the Group benefited from the buoyant regional stock markets in 2007 and made a profit after tax of \$275.0 million for the financial year ended 31 December 2007 (2006: \$139.1 million). This represents a 97.8% increase in profit over the same period in 2006.

- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affect the turnovers, costs, and earnings of the group for the current financial**

period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on. (continued)

Operating Profit and Expenses (continued)

Overseas subsidiaries' contributions increased to \$85.0 million (2006 : \$31.8 million) . They accounted for 30.9% of our Group's profit in 2007 (22.8% in 2006).

The significant increase of \$378.3 million in the Group's revenue, from \$441.3 million in 2006 to \$819.6 million in 2007 is attributed to higher commission and interest income. Disposal of available-for-sale financial assets contributed \$27.5 million to the Group's profit.

Higher Group commission and personnel costs are generally in line with the increase in revenue. Group's finance expenses increased by 268.3% due to higher funding requirement to support the IPO financing activities in Hong Kong and the overall increase in the Group's margin portfolio.

Balance Sheet

Our Group's financial position further strengthened in 2007. Regional stock markets continued to be active towards the end of the year, resulting in corresponding increase in outstanding contracts receivables and payables in 2007. The Group's higher trade receivables as at 31 December 2007 reflected its larger margin portfolio. The higher borrowings as at 31 December 2007 was necessary to fund the increase in stockbroking activities and margin portfolio.

The decrease in investment in associated companies from \$14.3 million as at 31 December 2006 to \$0.9 million as at 31 December 2007 reflected the acquisition of the remaining shares in an associated company.

9 Where a forecast, or a prospect statement, has been previously disclosed to 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.

Market sentiments weakened since late 2007 and carried over to early 2008. We expect the regional markets to be volatile in 2008. We are optimistic of managing and benefiting from the challenges and opportunities ahead of us.

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial year reported on? **Yes**

Name of Dividend	Proposed Final	Interim
Dividend Type	Cash	Cash
Dividend Amount per	14.5 cent per ordinary share less tax	9.0 cent per ordinary share less tax
Tax Rate	18.0%	18.0%

(b) Corresponding Period of the Immediately Preceding Financial Period

Any dividend declared for the corresponding period (quarter) of the immediately preceding financial year? **Yes**

Name of Dividend	Proposed Final	Interim
Dividend Type	Cash	Cash
Dividend Amount per	10.5 cent per ordinary share less tax	2.0 cent per ordinary share less tax
Tax Rate	18.0%	2%

11 Dividend (continued)

(c) Date payable

The final ordinary dividend will be paid on 29 May 2008, subject to the approval of shareholders of the Company at the Annual General Meeting to be convened at 6:00pm on 29 April 2008 at the Penthouse, UOB Limited, 80 Raffles Place, 61st Storey, UOB Plaza 1, Singapore 048624.

(d) Books closure date

Notice is hereby given that the Transfer Books and Register of Members of the Company will be closed on 15 May 2008 for the preparation of Dividend Warrants. Registrable transfers received by the Company's Registrar, B.A.C.S. Private Limited of 63 Cantonment Road, Singapore 089758 no later than 5.00pm on 14 May 2008, will be registered before entitlements to the dividends are determined.

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

Not applicable.

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.

	The Group				
	Singapore	Hong Kong	Others	Elimination	Total
	SS'000	SS'000	SS'000	SS'000	SS'000
Revenue					
External sales	498,470	245,220	36,670	-	780,360
Inter-segmental sales	15,389	(5,524)	15,626	(25,491)	-
	513,859	239,696	52,296	(25,491)	780,360
Segment results	224,969	86,737	15,729	1,744	329,179
Share of results of associated companies after tax	145	-	(26)	-	119
Profit before tax					329,298
Income tax expense					(54,267)
Profit after tax					275,031
Segment assets	2,238,096	1,272,958	175,898	(396,339)	3,290,613
Associated companies	-	-	860	-	860
Deferred tax assets					47
Consolidated total assets					3,291,520
Segment liabilities	1,515,193	1,063,076	82,204	(398,610)	2,261,863
Current tax liabilities					53,018
Deferred tax liabilities					723
Consolidated total liabilities					2,315,604
Other segment items					
Capital expenditure	2,304	419	1,423	-	4,146
Depreciation and amortisation expenses	1,437	688	786	-	2,911

- 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. (continued)**

	The Group 2006				
	Singapore S\$'000	Hong Kong S\$'000	Others S\$'000	Elimination S\$'000	Total S\$'000
Revenue					
External sales	284,612	108,118	25,233	-	417,963
Inter-segmental sales	6,759	624	14,140	(21,523)	-
	<u>291,371</u>	<u>108,742</u>	<u>39,373</u>	<u>(21,523)</u>	<u>417,963</u>
Segment results	126,640	28,304	11,677	316	166,937
Share of results of associated companies after tax	1,170	-	(186)	-	984
Profit before tax					167,921
Income tax expense					(28,869)
Profit after tax					<u>139,052</u>
Segment assets	1,985,468	899,048	139,215	(327,970)	2,695,761
Associated companies	10,779	-	3,492	-	14,271
Deferred tax assets					36
Consolidated total assets					<u>2,710,068</u>
Segment liabilities	1,296,785	825,381	60,638	(329,592)	1,853,212
Current tax liabilities					31,347
Deferred tax liabilities					724
Consolidated total liabilities					<u>1,885,283</u>
Other segment items					
Capital expenditure	609	371	563	-	1,543
Depreciation and amortisation expenses	1,807	966	902	-	3,675

- 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.**

See Item 8.

15 Breakdown of revenue

	The Group		
	SS'000		%
	For the year ended 31/12/2007	For the year ended 31/12/2006	Increase / (Decrease)
Income reported for first half year	391,599	229,280	70.8
Operating profit after tax but before minority interests reported for first half year	141,515	81,948	72.7
Income reported for second half year	428,037	212,020	101.9
Operating profit after tax but before minority interests reported for second half year	133,516	57,104	133.8

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

	2007 S\$'000	2006 S\$'000
Ordinary	139,651,426	73,992,790
Preference	-	-
Total	<u>139,651,426</u>	<u>73,992,790</u>

BY ORDER OF THE BOARD

Wee Ee-chao
Managing Director
28 February 2008