

EXCELPOINT TECHNOLOGY LTD
Company Registration No.: 200103280C

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF Q1 RESULTS

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

**1(a)(i) STATEMENT OF PROFIT AND LOSS
FOR THE QUARTER ENDED 31 MARCH 2008 AND 31 MARCH 2007**

| | Group 1Q2008 | Group 1Q2007 | Increase / (Decrease) |
|-------------------------------------|-------------------------|-------------------------|----------------------------------|
| | US\$'000 | US\$'000 | % |
| Revenue | 124,560 | 113,036 | 10.2% |
| Cost of sales | (116,345) | (105,337) | 10.5% |
| Gross profit | 8,215 | 7,699 | 6.7% |
| Other income | 131 | 142 | (7.7%) |
| Sales and distribution costs | (4,525) | (4,521) | 0.1% |
| General and administrative expenses | (2,926) | (3,308) | (11.5%) |
| Other expenses | (197) | 867 | N.M. |
| Finance costs | (513) | (467) | 9.9% |
| Profit before taxation | 185 | 412 | (55.1%) |
| Income tax expense | (72) | (272) | (73.5%) |
| Profit after taxation | 113 | 140 | (19.3%) |

1(a)(ii) NOTES TO THE PROFIT AND LOSS STATEMENT

| Notes to the profit and loss account | 1Q2008 | 1Q2007 |
|---|-----------------|-----------------|
| | US\$'000 | US\$'000 |
| Interest income | 58 | 83 |
| Gain on disposal of property, plant and equipment | 4 | 69 |
| Gain on disposal of subsidiary companies | - | 9 |
| Depreciation of property, plant and equipment | (263) | (267) |
| Depreciation on investment property | (6) | (6) |
| Interest on borrowings | (513) | (467) |
| Underprovision of tax in respect of prior years | (15) | - |
| Allowance for doubtful trade debts written back | 2 | 38 |
| Reversal of stocks written down/stocks recovered | 86 | 815 |
| Allowance for doubtful trade debts | - | (1) |
| Stocks written down/off | (458) | (35) |
| Net foreign exchange gain | 90 | (10) |

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

| BALANCE SHEETS | Group 31/03/2008 | Group 31/12/2007 | Company 31/03/2008 | Company 31/12/2007 |
|---|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| | US\$'000 | US\$'000 | US\$'000 | US\$'000 |
| Non-current assets | | | | |
| Property, plant and equipment | 3,621 | 3,768 | 3 | 3 |
| Investment property | 1,963 | 1,968 | - | - |
| Intangible assets | 254 | 223 | - | - |
| Investments in subsidiaries | - | - | 13,049 | 13,049 |
| | | | | |
| Current assets | | | | |
| Trade debtors | 81,425 | 69,935 | 6 | 5 |
| Other debtors | 1,260 | 1,099 | - | 1 |
| Prepayments | 159 | 92 | - | - |
| Stocks | 74,971 | 63,437 | - | - |
| Amounts due from subsidiaries | - | - | 18,065 | 20,836 |
| Tax recoverable | 99 | 99 | - | - |
| Cash and cash equivalents | 13,025 | 9,616 | 3,032 | 87 |
| Total current assets | 170,939 | 144,278 | 21,103 | 20,929 |
| | | | | |
| Current liabilities | | | | |
| Trade creditors and accruals | (76,339) | (69,371) | (237) | (148) |
| Other creditors | (3,977) | (4,398) | - | - |
| Interest-bearing loans and borrowings | (51,222) | (31,381) | - | - |
| Finance lease obligations | (89) | (96) | - | - |
| Provision for taxation | (463) | (399) | (84) | (60) |
| Total current liabilities | (132,090) | (105,645) | (321) | (208) |
| | | | | |
| Net current assets | 38,849 | 38,633 | 20,782 | 20,721 |
| | | | | |
| Non-current liabilities | | | | |
| Finance lease obligations | (156) | (178) | - | - |
| Deferred tax liabilities | (245) | (245) | - | - |
| | | | | |
| Net assets | 44,286 | 44,169 | 33,834 | 33,773 |
| | | | | |
| Equity attributable to equity holders of the Company | | | | |
| Share capital | 31,429 | 31,429 | 31,429 | 31,429 |
| Reserves | 12,857 | 12,740 | 2,405 | 2,344 |
| | 44,286 | 44,169 | 33,834 | 33,773 |

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

Amount repayable in one year or less, or on demand

| At 31/03/2008 (US\$'000) | | At 31/12/2007 (US\$'000) | |
|---------------------------------|-----------|---------------------------------|-----------|
| Secured | Unsecured | Secured | Unsecured |
| 89 | 51,222 | 96 | 31,381 |

Amount repayable after one year

| At 31/03/2008 (US\$'000) | | At 31/12/2007 (US\$'000) | |
|---------------------------------|-----------|---------------------------------|-----------|
| Secured | Unsecured | Secured | Unsecured |
| 156 | Nil | 178 | Nil |

Details of any collateral

The Group's borrowings as at 31 March 2008 consisted of interest-bearing loans and borrowings, and finance lease obligations. Finance lease obligations were secured over certain motor vehicles owned by the Group.

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

| | Group 1Q2008 | Group 1Q2007 |
|--|-----------------|-----------------|
| | US\$'000 | US\$'000 |
| | | |
| | | |
| Cash flows from operating activities | | |
| Profit before taxation | 185 | 412 |
| Adjustments for:- | | |
| Interest income | (58) | (83) |
| Interest expense | 513 | 467 |
| Depreciation of property, plant and equipment | 263 | 267 |
| Depreciation of investment property | 6 | 6 |
| Gain on disposal of property, plant and equipment | (4) | (69) |
| Operating cash flows before reinvestment in working capital | 905 | 1,000 |
| (Increase)/ decrease in stocks | (11,534) | 240 |
| Increase in debtors | (11,718) | (2,874) |
| Increase/ (decrease) in creditors | 6,547 | (7,388) |
| Cash flows used in operations | (15,800) | (9,022) |
| Interest received | 58 | 83 |
| Interest paid | (513) | (467) |
| Income tax (paid)/rebate | (7) | 677 |
| Net cash flows used in operating activities | (16,262) | (8,729) |
| | | |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (159) | (476) |
| Purchase of club membership | (31) | - |
| Proceeds on disposal of property, plant and equipment | 45 | 345 |
| Cash flows used in investing activities | (145) | (131) |
| | | |
| Cash flows from financing activities | | |
| Increase in bills payables | 19,841 | 15,241 |
| Repayment of finance lease obligations | (29) | (71) |
| Net cash flows from financing activities | 19,812 | 15,170 |
| | | |
| Net increase in cash and cash equivalents | 3,405 | 6,310 |
| Cash and cash equivalents at beginning of year | 9,616 | 6,958 |
| Effects of exchange rate changes | 4 | 1 |
| Cash and cash equivalents at end of year | 13,025 | 13,269 |

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.

1Q2008

| The Group | Share capital | Foreign currency translation reserve | Statutory reserve fund | Revenue reserve | Equity attributable to equity holders of the Company |
|------------------------------------|---------------|--------------------------------------|------------------------|-----------------|--|
| | US\$'000 | US\$'000 | US\$'000 | US\$'000 | US\$'000 |
| Balance at 1 January 2008 | 31,429 | (927) | 25 | 13,642 | 44,169 |
| Net profit for the quarter | - | - | - | 113 | 113 |
| Foreign currency translation | - | 4 | - | - | 4 |
| Balance at 31 March 2008 | 31,429 | (923) | 25 | 13,755 | 44,286 |
| Balance at 1 January 2007 | 31,429 | (938) | 17 | 14,045 | 44,553 |
| Net profit for the quarter | - | - | - | 140 | 140 |
| Transfer to statutory reserve fund | - | - | 8 | (8) | - |
| Foreign currency translation | - | 1 | - | - | 1 |
| Balance at 31 March 2007 | 31,429 | (937) | 25 | 14,177 | 44,694 |

1Q2008

| The Company | Share capital | Revenue reserve | Equity attributable to equity holders of the Company |
|---------------------------------|---------------|-----------------|--|
| | US\$'000 | US\$'000 | US\$'000 |
| Balance at 1 January 2008 | 31,429 | 2,344 | 33,773 |
| Net profit for the quarter | - | 61 | 61 |
| Foreign currency translation | - | - | - |
| Balance at 31 March 2008 | 31,429 | 2,405 | 33,834 |
| Balance at 1 January 2007 | 31,429 | 2,254 | 33,683 |
| Net profit for the quarter | - | 19 | 19 |
| Foreign currency translation | - | - | - |
| Balance at 31 March 2007 | 31,429 | 2,273 | 33,702 |

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.

The number of shares issued as at 31 March 2008 and 31 December 2007 was 486,022,200.

There were no treasury shares as at 31 March 2008 and 31 December 2007.

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.

| | 1Q2008 | FY2007 |
|--------------------------------|---------------|---------------|
| Number of issued shares | 486,022,200 | 486,022,200 |

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.

N.A.

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

The figures have not been audited or reviewed by our auditors.

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

N.A.

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 preparation of the financial statements for the current reporting period compared with the audited financial statements for the year ended 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.

N.A.

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 | |
|---|---------------|---------------|
| | 1Q2008 | 1Q2007 |
| Based on weighted average number of ordinary shares (cents) | 0.02 | 0.03 |
| On a fully diluted basis (cents) | N.A. | N.A. |

Earnings per share for 1Q2008 and 1Q2007 have been computed based on the share capital of 486,022,200 shares.

7. Net asset value (for the issuer and Group) per ordinary share based on issued share capital of the issuer at the end of the:-

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

| | Group | | Company | |
|---|------------|------------|------------|------------|
| | 31/03/2008 | 31/12/2007 | 31/03/2008 | 31/12/2007 |
| Net asset value per ordinary share based on existing issued share capital as at end of period reported on (cents) | 9.11 | 9.09 | 6.96 | 6.95 |

The Group's and the Company's net asset value per ordinary share have been computed based on the share capital of 486,022,200 (2007: 486,022,200) ordinary shares.

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.**

(a) The Group reported revenue of US\$124.6 million in 1Q08, an increase of 10.2% over US\$113.0 million in 1Q07 on the back of stronger sales in China, India and Thailand. Cost of goods correspondingly increased by 10.5%, impacted by higher cost pressure arising from competitive market conditions. This, coupled with the decrease in the Group's other income by 7.7% and the increase in finance costs, led to a marginal decrease in Group profit after taxation to US\$0.1 million in 1Q08. Group gross profit margins held at 6.6%, a marginal decrease from 6.8% in 1Q07.

Cash flow used in operating activities increased from US\$8.7 million in 1Q07 to US\$16.3 million in 1Q08, largely attributable to an increase in trade debtors and stocks. In spite of its higher trade debtors and stocks, the Group held its cash position at US\$13.0 million, a slight decrease from US\$13.3 million in the same quarter last year.

(b) On the Group's balance sheet, cash and short term deposits rose from US\$9.6 million in 4Q07 to US\$13.0 million in 1Q08.

Both trade debtors' and trade creditors' balance increased due to the increase in sales. Trade debtors' balance increased from US\$69.9 million in 4Q07 to US\$81.4 million in 1Q08. AR turnover increased from 50 days in 4Q07 to 59 days 1Q08. Trade creditors' balance increased from US\$69.4 million to US\$76.3 million. AP turnover days increased from 53 days in 4Q07 to 59 days in 1Q08.

Interest bearing loans and borrowings rose from US\$31.4 million in 4Q07 to US\$51.2 million this quarter due to higher working capital requirements. Net debt equity ratio stood at 0.9 times in 1Q08 compared to 0.5 times in 4Q07.

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

N.A.

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.

Notwithstanding the challenging global market conditions in the current financial year, coupled with the weakened US dollar, the Group remains cautiously positive about its overall business performance.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended 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. N.A.

(d) Books closure date. N.A.

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

No dividend has been declared for 1Q2008.

13. Confirmation by the Board pursuant to Rule 705(4) of the Listing Manual

The Board of Directors of the Company hereby confirm to the best of their knowledge that nothing has come to their attention which may render the financial statements for the first quarter ended 31 March 2008 to be false or misleading.

BY ORDER OF THE BOARD

Wong Yoen Har
Company Secretary
30 April 2008