

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) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTERS ENDED 31 MARCH 2009 AND 31 MARCH 2008

	Group 1Q2009	Group 1Q2008	Increase/ (Decrease)
	US\$'000	US\$'000	%
Revenue	72,719	124,560	(41.6%)
Cost of sales	(67,221)	(116,345)	(42.2%)
Gross profit	5,498	8,215	(33.1%)
Other income	268	131	104.6%
Sales and distribution costs	(3,586)	(4,525)	(20.8%)
General and administrative expenses	(2,791)	(2,926)	(4.6%)
Other expenses	(680)	(197)	245.2%
Finance costs	(136)	(513)	(73.5%)
(Loss) / profit before taxation	(1,427)	185	N.M
Income tax expense	(83)	(72)	15.3%
(Loss) / profit after taxation	(1,510)	113	N.M
Other Comprehensive Income			
Translation differences relating to financial statements of foreign subsidiaries	5	4	25.0%
Total comprehensive (loss) / income for the quarter	(1,505)	117	N.M
(Loss) / profit attributable to:			
Equity holders of the parent	(1,510)	113	N.M
	(1,510)	113	N.M
Total comprehensive (loss) / income attributable to:			
Equity holders of the parent	(1,505)	117	N.M
	(1,505)	117	N.M

1(a)(ii) NOTES TO THE CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Notes to the consolidated statement of comprehensive income	1Q2009	1Q2008
	US\$'000	US\$'000
Interest income	4	58
Interest on borrowings	(136)	(513)
Allowance for doubtful trade debts written back	152	2
Allowance for doubtful trade debts	(85)	-
Reversal of stocks written down / stocks recovered	180	86
Stocks written down / off	(944)	(458)
Gain on disposal of property, plant and equipment	47	4
Depreciation of property, plant and equipment	(572)	(263)
Depreciation on investment property	(15)	(6)
Under provision of tax in respect of prior years	(61)	(15)
Net foreign exchange (loss) / gain	(28)	90

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 31/03/2009	Group 31/12/2008	Company 31/03/2009	Company 31/12/2008
	US\$'000	US\$'000	US\$'000	US\$'000
Non-current assets				
Property, plant and equipment	2,579	3,101	-	1
Investment property	1,911	1,926	-	-
Intangible assets	326	326	-	-
Investments in subsidiaries	-	-	13,049	13,049
Current assets				
Trade debtors	37,952	43,590	3	4
Other debtors	1,115	942	85	1
Stocks	35,994	46,251	-	-
Amounts due from subsidiary companies	-	-	17,259	15,229
Tax recoverable	311	311	-	-
Cash and short term deposits	16,444	13,568	2,825	4,876
Total current assets	91,816	104,662	20,172	20,110
Current liabilities				
Trade creditors and accruals	(41,032)	(34,768)	(111)	(90)
Other creditors	(4,546)	(4,945)	(11)	-
Interest-bearing loans and borrowings	(9,950)	(27,703)	-	-
Finance lease obligations	(79)	(86)	-	-
Provision for taxation	(522)	(456)	(22)	(22)
Total current liabilities	(56,129)	(67,958)	(144)	(112)
Net current assets	35,687	36,704	20,028	19,998
Non-current liabilities				
Finance lease obligations	(61)	(86)	-	-
Deferred tax liabilities	(142)	(166)	-	-
Net assets	40,300	41,805	33,077	33,048
Equity attributable to equity holders of the Company				
Share capital	31,429	31,429	31,429	31,429
Reserves	8,871	10,376	1,648	1,619
	40,300	41,805	33,077	33,048

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

Amount repayable in one year or less, or on demand

At 31/03/2009 (US\$'000)		At 31/12/2008 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
79	9,950	86	27,703

Amount repayable after one year

At 31/03/2009 (US\$'000)		At 31/12/2008 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
61	Nil	86	Nil

Details of any collateral

The Group's borrowings as at 31 March 2009 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 1Q2009	Group 1Q2008
	US\$'000	US\$'000
Cash flows from operating activities		
(Loss) / profit before taxation	(1,427)	185
Adjustments for:-		
Interest income	(4)	(58)
Interest expense	136	513
Depreciation of property, plant and equipment	572	263
Depreciation of investment property	15	6
Gain on disposal of property, plant and equipment	(47)	(4)
Operating cash flows before reinvestment in working capital	(755)	905
Decrease / (increase) in stocks	10,257	(11,534)
Decrease / (increase) in debtors	5,465	(11,718)
Increase in creditors	5,865	6,547
Cash flows from / (used in) operations	20,832	(15,800)
Interest received	4	58
Interest paid	(136)	(513)
Income tax paid	(41)	(7)
Net cash flows from / (used in) operating activities	20,659	(16,262)
Cash flows from investing activities		
Purchase of property, plant and equipment	(50)	(159)
Purchase of club membership	-	(31)
Proceeds on disposal of property, plant and equipment	47	45
Cash flows used in investing activities	(3)	(145)
Cash flows from financing activities		
(Decrease) / increase in interest-bearing loans and borrowings	(17,753)	19,841
Decrease in finance lease obligations	(32)	(29)
Net cash flows (used in) / from financing activities	(17,785)	19,812
Net increase in cash and cash equivalents	2,871	3,405
Cash and cash equivalents at beginning of period	13,568	9,616
Effects of exchange rate changes	5	4
Cash and cash equivalents at end of period	16,444	13,025

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.

1Q2009

The Group	Equity attributable to equity holders of the parent Total	Share capital	Foreign currency translation reserve	Statutory reserve	Revenue reserve
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 January 2009	41,805	31,429	(936)	25	11,287
Total comprehensive loss for the quarter	(1,505)	-	5	-	(1,510)
At 31 March 2009	40,300	31,429	(931)	25	9,777
At 1 January 2008	44,169	31,429	(927)	25	13,642
Total comprehensive income for the quarter	117	-	4	-	113
At 31 March 2008	44,286	31,429	(923)	25	13,755

1Q2009

The Company	Equity attributable to equity holders of the parent Total	Share capital	Revenue reserve
	US\$'000	US\$'000	US\$'000
At 1 January 2009	33,048	31,429	1,619
Total comprehensive income for the quarter	29	-	29
At 31 March 2009	33,077	31,429	1,648
At 1 January 2008	33,773	31,429	2,344
Total comprehensive income for the quarter	61	-	61
At 31 March 2008	33,834	31,429	2,405

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 2009 and 31 December 2008 was 486,022,200.

There were no treasury shares as at 31 March 2009 and 31 December 2008.

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.

	1Q2009	FY2008
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 2008, except as disclosed below.

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.

On 1 January 2009, the Group adopted the FRS 1 (revised) – Presentation of Financial Statements, which is effective for annual periods beginning on or after 1 January 2009. Based on the requirements of the standard, the Group:-

- Separated the presentation of owner and non-owner changes in equity. The Statements of Changes in Equity include only details of transactions with owners, with all non-owner changes in equity presented as a single line as "Total comprehensive income/loss for the quarter".
- Elected to present all items of income and expense, including those accounted for directly in equity, in a single Consolidated Statement of Comprehensive Income.

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	
	1Q2009	1Q2008
Based on weighted average number of ordinary shares (US cents)	(0.31)	0.02
On a fully diluted basis (US cents)	N.A.	N.A.

Earnings per share for 1Q2009 and 1Q2008 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 the total number of issued share excluding treasury shares of the issuer at the end of the:-

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

	Group		Company	
	31/03/2009	31/12/2008	31/03/2009	31/12/2008
Net asset value per ordinary share based on existing issued share capital as at end of period reported on (US cents)	8.29	8.60	6.81	6.80

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 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 ended 1Q09 with revenue of US\$72.7 million compared with US\$124.6 million in 1Q08. Gross profit stood at US\$5.5 million in 1Q09, a decrease of 33.1% from US\$8.2 million in 1Q08 as the Group faced an increasingly challenging business environment from the global economic slowdown. Gross margin increased to 7.6% in 1Q09 from 6.6% in 1Q08 mainly due to higher margin from design-in business.

Total operating expenses – comprising sales and distribution costs, general and administrative expenses, other expenses and finance costs – stood at US\$7.2 million in 1Q09, a decline from US\$8.2 million in 1Q08. The decrease is a result of the Group's continued focus on cost containment measures and streamlining of its business. Overall, the Group reported a net loss after tax of US\$1.5 million.

(b) On the Group's balance sheet, as a result of ongoing focus on rationalising and managing inventory, stock balance was reduced to US\$36.0 million in 1Q09 from US\$46.3 million in 4Q08. Trade debtors' balance decreased to US\$38.0 million in 1Q09 from US\$43.6 million in 4Q08 due to tighter credit control. Trade creditors' balance increased to US\$41.0 million from US\$34.8 million. The Group also reduced its interest bearing loans and borrowings by US\$17.8 million from US\$27.9 million in 4Q08 to US\$10.1 million in 1Q09. Due to improved cash flow management, the Group reported net cash position of US\$6.4 million in 1Q09 compared with net borrowing position of US\$14.3 million in 4Q08.

Cash flow from operating activities in 1Q09 improved to US\$20.7 million from a negative operating cash position of US\$16.3 million in 1Q08, due to close monitoring and control of credit to customers and stock levels which led to decline in trade debtors' and stock balances. The Group recorded a cash and cash equivalent balance of US\$16.4 million in 1Q09, an increase of US\$3.4 million from US\$13.0 million in 1Q08.

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.

The economic climate in some of the markets the Group operates in is expected to remain challenging due to the financial crisis. The Group will continue to focus on cost savings and containment measures, tighten credit control on customers, inventory rationalisation, streamlining its businesses and strengthening its cash reserves through prudent working capital management. The Group will also continue to pursue higher value business opportunities with its total solutions offerings, and remains confident of its longer term prospects.

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 1Q2009.

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 2009 to be false or misleading.

BY ORDER OF THE BOARD

Wong Yoen Har
Company Secretary
27 April 2009