

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 2010 AND 31 MARCH 2009

	Group 1Q2010	Group 1Q2009	Increase/ (Decrease)
	US\$'000	US\$'000	%
Revenue	112,813	72,719	55.1%
Cost of sales	(105,307)	(67,221)	56.7%
Gross profit	7,506	5,498	36.5%
Other income	197	268	(26.5%)
Sales and distribution costs	(4,161)	(3,586)	16.0%
General and administrative expenses	(2,743)	(2,791)	(1.7%)
Other expenses	(68)	(680)	(90.0%)
Interest expense	(169)	(136)	24.3%
Profit/(loss) before taxation	562	(1,427)	N.M
Income tax expense	(224)	(83)	(169.9%)
Profit/(loss) after taxation	338	(1,510)	N.M
Other comprehensive income			
Translation differences relating to foreign subsidiaries	3	5	(40.0%)
Gain on re-measurement of available-for-sale financial assets	338	-	N.M
Other comprehensive income for the quarter	341	5	N.M
Total comprehensive income/(loss) for the quarter	679	(1,505)	N.M

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

1(a)(i) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTERS ENDED 31 MARCH 2010 AND 31 MARCH 2009

	Group 1Q2010	Group 1Q2009	Increase/ (Decrease)
	US\$'000	US\$'000	%
Profit/(loss) after taxation attributable to:-			
Equity holders of the Company	338	(1,510)	N.M
	338	(1,510)	N.M
Total comprehensive income/(loss) attributable to:-			
Equity holders of the Company	679	(1,505)	N.M
	679	(1,505)	N.M

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

Notes to the consolidated statement of comprehensive income	1Q2010	1Q2009
	US\$'000	US\$'000
Interest income	5	4
Interest on borrowings	(169)	(136)
Allowance for doubtful trade debts written back	7	152
Allowance for doubtful trade debts	(25)	(85)
Reversal of stocks written down/stocks recovered	364	180
Stocks written down/off	(315)	(944)
(Loss)/gain on disposal of property, plant and equipment	(40)	47
Depreciation of property, plant and equipment	(195)	(572)
Depreciation on investment property	-	(15)
Over/(under) provision of tax in respect of prior years	8	(61)
Net foreign exchange gain/(loss)	40	(28)

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 31/03/2010	Group 31/12/2009	Company 31/03/2010	Company 31/12/2009
	US\$'000	US\$'000	US\$'000	US\$'000
Non-current assets				
Property, plant and equipment	3,787	3,940	-	-
Intangible assets	326	326	-	-
Investments in subsidiaries	-	-	13,049	13,049
Investment securities	1,611	1,273	1,611	1,273
Deferred tax assets	56	54	-	-
Current assets				
Trade debtors	59,632	55,489	4	3
Other debtors	1,373	1,736	19	7
Stocks	40,298	36,123	-	-
Amounts due from subsidiary companies	-	-	17,421	17,342
Tax recoverable	15	15	-	-
Cash and short term deposits	19,716	19,605	2,874	2,942
Total current assets	121,034	112,968	20,318	20,294
Current liabilities				
Trade creditors and accruals	(57,571)	(50,435)	(126)	(110)
Other creditors	(5,521)	(6,132)	(15)	(12)
Interest-bearing loans and borrowings	(17,715)	(16,487)	-	-
Finance lease obligations	(52)	(72)	-	-
Provision for taxation	(792)	(601)	(11)	(16)
Total current liabilities	(81,651)	(73,727)	(152)	(138)
Net current assets	39,383	39,241	20,166	20,156
Non-current liabilities				
Interest-bearing loans and borrowings	(3,208)	(3,498)	-	-
Finance lease obligations	(10)	(20)	-	-
Net assets	41,945	41,316	34,826	34,478
Equity attributable to equity holders of the parent				
Share capital	32,294	32,294	32,294	32,294
Treasury shares	(69)	(19)	(69)	(19)
Reserves	9,720	9,041	2,601	2,203
	41,945	41,316	34,826	34,478

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

Amount repayable in one year or less, or on demand

At 31/03/2010 (US\$'000)		At 31/12/2009 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
52	17,715	72	16,487

Amount repayable after one year

At 31/03/2010 (US\$'000)		At 31/12/2009 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
10	3,208	20	3,498

Details of any collateral

The Group's borrowings as at 31 March 2010 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 1Q2010	Group 1Q2009
	US\$'000	US\$'000
Cash flows from operating activities		
Profit/(loss) before taxation	562	(1,427)
Adjustments for:-		
Interest income	(5)	(4)
Interest expense	169	136
Depreciation of property, plant and equipment	195	572
Depreciation of investment property	-	15
Loss/(gain) on disposal of property, plant and equipment	40	(47)
Fixed assets written off	3	-
Operating cash flows before reinvestment in working capital	964	(755)
(Increase)/decrease in stocks	(4,175)	10,257
(Increase)/decrease in debtors	(3,780)	5,465
Increase in creditors	6,525	5,865
Cash flows (used in)/from operations	(466)	20,832
Interest received	5	4
Interest paid	(169)	(136)
Income tax paid	(36)	(41)
Net cash flows (used in)/from operating activities	(666)	20,659
Cash flows from investing activities		
Purchase of property, plant and equipment	(85)	(50)
Proceeds on disposal of property, plant and equipment	1	47
Cash flows used in investing activities	(84)	(3)
Cash flows from financing activities		
Increase/(decrease) in interest-bearing loans and borrowings	938	(17,753)
Purchase of treasury shares	(50)	-
Decrease in finance lease obligations	(30)	(32)
Net cash flows from/(used in) financing activities	858	(17,785)
Net increase in cash and cash equivalents	108	2,871
Cash and cash equivalents at beginning of period	19,605	13,568
Effects of exchange rate changes	3	5
Cash and cash equivalents at end of period	19,716	16,444

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.

1Q2010

The Group	Equity attributable to equity holders of the Company Total	Share capital	Treasury shares	Foreign currency translation reserve	Fair value reserve	Statutory reserve	Revenue reserve
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 January 2010	41,316	32,294	(19)	(941)	433	25	9,524
Total comprehensive income for the quarter	679	-	-	3	338	-	338
Acquisition of treasury shares	(50)	-	(50)	-	-	-	-
At 31 March 2010	41,945	32,294	(69)	(938)	771	25	9,862
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

1Q2010

The Company	Equity attributable to equity holders of the Company Total	Share capital	Treasury shares	Fair value reserve	Revenue reserve
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 January 2010	34,478	32,294	(19)	433	1,770
Total comprehensive income for the quarter	398	-	-	338	60
Acquisition of treasury shares	(50)	-	(50)	-	-
At 31 March 2010	34,826	32,294	(69)	771	1,830
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

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.

In addition to the disclosure in Note 1(d)(i) above, the changes to the company's share capital and treasury shares during the year were as follows:-

	1Q2010		FY2009	
	No. of shares	US\$'000	No. of shares	US\$'000
Issued Share Capital				
Issued and fully paid:-				
At beginning of financial year	510,022,200	32,294	486,022,200	31,429
Issued for acquisition of investment securities	-	-	24,000,000	865
At end of financial period/year	510,022,200	32,294	510,022,200	32,294

	1Q2010		FY2009	
	No. of shares	US\$'000	No. of shares	US\$'000
Treasury shares				
Purchase during the current period and balance as at financial period/year	1,423,000	50	520,000	19

During the first quarter ended 31 March 2010, the Company has purchased a total of 1,423,000 of its ordinary shares, pursuant to the Share Buyback Mandate renewed at the Annual General Meeting on 8 April 2009. The shares were purchased by way of open market acquisitions at a price of S\$0.05 per share and the total consideration paid was US\$50,000 (net of transaction costs). The shares purchased were made out of the company's capital and held as treasury shares.

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.

	1Q2010	FY2009
Number of issued shares	510,022,200	510,022,200
Less: Treasury shares	(1,943,000)	(520,000)
Total number of issued shares excluding treasury shares	508,079,200	509,502,200

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.

There were no sales, transfers, disposal, cancellation and/or use of treasury share during the current financial period reported on.

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 2009.

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	
	1Q2010	1Q2009
Based on weighted average number of ordinary shares (US cents)	0.07	(0.31)
On a fully diluted basis (US cents)	N.A.	N.A.

Earnings per share excluding treasury shares for 1Q2010 computed based on weighted average number of ordinary shares of 509,079,189 (1Q2009: 486,022,200).

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	
	31/03/2010	31/12/2009	31/03/2010	31/12/2009
Net asset value per ordinary share based on existing issued share capital as at end of period reported on (US cents)	8.26	8.11	6.85	6.77

The Group's and the Company's net asset value per ordinary share have been computed based on the share capital of 508,079,200 ordinary shares, excluding treasury 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.**

Income Statement

The first quarter of FY2010 started on a more positive note with improved market sentiments and stronger demand from customers. At the close of the quarter, revenue rose by 55.1% from US\$72.7 million in 1Q FY2009 to US\$112.8 million. Led by China, generally all markets turned in better performance.

Net profit after tax improved significantly reversing from the net loss of US\$1.5 million in 1Q FY2009 to a profit of US\$0.3 million this quarter. This is despite the lower gross profit margin, which decreased from 7.6% in the corresponding quarter last financial year to 6.7% this quarter.

Operating expenses incurred in 1Q FY2010 amounted to US\$7.1 million compared to US\$7.2 million in the same quarter last year. Despite the higher selling activities this quarter, total operating expenses were marginally lower due to conscious cost management efforts across the Group.

Balance Sheet

Net assets rose from US\$41.3 million as at 31 December 2009 to US\$41.9 million as at 31 March 2010 due primarily to:

- Increase in the fair value of investment securities, which rose from US\$1.3 million to US\$1.6 million. This refers to the Group's investment in Answer Technology Co., Ltd Taiwan.
- Trade debtors rose from US\$55.5 million as at 31 December 2009 to US\$59.6 million as at 31 March 2010 due to higher business activities this quarter.
- Stocks rose by 11.6% from US\$36.1 million as at 31 December 2009 to US\$40.3 million as at 31 March 2010 due to replenishment of inventory.
- Trade creditors and accruals rose by 14.1% from US\$50.4 million as at 31 December 2009 to US\$57.6 million as at 31 March 2010 due to increased inventory purchases and higher business activities.
- Current interest bearing loans and borrowings rose by 7.4% from US\$16.5 million as at 31 December 2009 to US\$17.7 million as at 31 March 2010 due to higher working capital needs arising from higher business activities during the quarter.
- Non-current interest bearing loans and borrowings decreased marginally by 8.3% from US\$3.5 million as at 31 December 2009 to US\$3.2 million as at 31 March 2010 mainly due to repayment of existing loans.

Shareholders' Equity

Equity attributable to equity holders of the parent rose from US\$41.3 million as at 31 December 2009 to US\$41.9 million as at 31 March 2010 mainly due to operating profit and gain on quoted investments of US\$679,000.

Working Capital

Working capital requirements for 1Q FY2010 were higher due to higher business activities. As a result, due to increases in stocks, trade debtors and trade creditors, the quarter reported a net cash outflow from operating activities of US\$0.7 million compared to the cash inflow of US\$20.7 million generated in the corresponding quarter in the previous financial year.

The Group closed 1Q FY2010 with cash and cash equivalents of US\$19.7 million compared to US\$16.4 million reported in 1Q FY2009.

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 strong market sentiments in the first quarter have been encouraging. With the global economic recovery picking up speed, our teams in the various markets will be actively pursuing opportunities to help us broaden our reach and expand our market share.

Going forward, we are actively pursuing new products and solutions that will help to add value to the services that we are bringing to our customers. Concurrently, we are also working with various research and development institutions to create solutions for both the electronic and healthcare industries. When implemented, we foresee that these initiatives will ultimately generate more business opportunities to the Excelpoint Group.

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 1Q2010.

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 2010 to be false or misleading.

BY ORDER OF THE BOARD

Wong Yoen Har
Company Secretary
5 May 2010