

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF Q2 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 30 JUNE 2007 AND 30 JUNE 2006**

	Group 2Q2007	Group 2Q2006	Increase/ (Decrease)	Group HY2007	Group HY2006	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	115,248	113,652	1.4%	228,284	221,543	3.0%
Cost of sales	(106,048)	(105,130)	0.9%	(211,385)	(204,421)	3.4%
<b>Gross profit</b>	<b>9,200</b>	<b>8,522</b>	<b>8.0%</b>	<b>16,899</b>	<b>17,122</b>	<b>-1.3%</b>
Other operating income	192	365	-47.4%	334	535	-37.6%
Sales and distribution costs	(4,793)	(4,031)	18.9%	(9,314)	(7,728)	20.5%
General and administrative expenses	(3,161)	(3,140)	0.7%	(6,469)	(6,442)	0.4%
Other operating expenses	(320)	199	N.M.	547	(222)	N.M.
Finance costs	(520)	(235)	121.3%	(987)	(531)	85.9%
<b>Profit before taxation</b>	<b>598</b>	<b>1,680</b>	<b>-64.4%</b>	<b>1,010</b>	<b>2,734</b>	<b>-63.1%</b>
Taxation	(270)	(559)	-51.7%	(542)	(871)	-37.8%
<b>Profit after taxation</b>	<b>328</b>	<b>1,121</b>	<b>-70.7%</b>	<b>468</b>	<b>1,863</b>	<b>-74.9%</b>

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

Notes to the profit and loss account	2Q2007	2Q2006	HY2007	HY2006
	US\$'000	US\$'000	US\$'000	US\$'000
Interest income	96	111	179	235
Write back of allowance for doubtful trade debts	77	64	115	72
Write back of allowance for stock obsolescence	97	842	912	882
Stocks recovered	-	-	11	-
Allowance for doubtful trade debts	(335)	(225)	(336)	(585)
Doubtful trade debts written off	-	-	-	(6)
Allowance for stock obsolescence	(353)	(499)	(388)	(648)
Gain/ (loss) on disposal of property, plant and equipment	123	(5)	193	(5)
Depreciation of property, plant and equipment	(288)	(218)	(561)	(431)
Gain on disposal of subsidiary companies	-	-	9	-
Gain/ (loss) on foreign exchange	57	(25)	47	78
Interest on borrowings	(520)	(235)	(987)	(531)

**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.**

<b>BALANCE SHEETS</b>	<b>Group 30/06/2007</b>	<b>Group 31/12/2006</b>	<b>Company 30/06/2007</b>	<b>Company 31/12/2006</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b>Non-current assets</b>				
Property, plant and equipment	5,347	4,895	4	5
Intangible assets	223	223	-	-
Investments in subsidiaries	-	-	13,700	13,700
<b>Current assets</b>				
Trade debtors	60,010	65,018	1	2
Other debtors	877	1,782	-	1
Stocks	49,926	49,807	-	-
Amount due from subsidiary companies	-	-	17,914	19,862
Tax recoverable	-	1,108	-	-
Cash and short term deposits	11,476	6,958	640	356
<b>Total current assets</b>	<b>122,289</b>	<b>124,673</b>	<b>18,555</b>	<b>20,221</b>
<b>Current liabilities</b>				
Trade creditors and accruals	(54,856)	(67,517)	(110)	(117)
Other creditors	(4,300)	(4,711)	-	-
Interest-bearing loans and borrowings	(24,582)	(12,151)	-	-
Finance lease obligations	(54)	(129)	-	-
Provision for taxation	(316)	(313)	(43)	(126)
<b>Total current liabilities</b>	<b>(84,108)</b>	<b>(84,821)</b>	<b>(153)</b>	<b>(243)</b>
<b>Net current assets</b>	<b>38,181</b>	<b>39,852</b>	<b>18,402</b>	<b>19,978</b>
<b>Non-current liabilities</b>				
Finance lease obligations	(125)	(217)	-	-
Deferred tax liabilities	(200)	(200)	-	-
<b>Net assets</b>	<b>43,426</b>	<b>44,553</b>	<b>32,106</b>	<b>33,683</b>
<b>Equity attributable to equity holders of the Company</b>				
Share capital	31,429	31,429	31,429	31,429
Reserves	11,997	13,124	677	2,254
	<b>43,426</b>	<b>44,553</b>	<b>32,106</b>	<b>33,683</b>

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

**Amount repayable in one year or less, or on demand**

<b>At 30/06/2007 (US\$'000)</b>		<b>At 31/12/2006 (US\$'000)</b>	
Secured	Unsecured	Secured	Unsecured
54	24,582	129	12,151

**Amount repayable after one year**

<b>At 30/06/2007 (US\$'000)</b>		<b>At 31/12/2006 (US\$'000)</b>	
Secured	Unsecured	Secured	Unsecured
125	Nil	217	Nil

**Details of any collateral**

The Group's borrowings as at 30 June 2007 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 2Q2007	Group 2Q2006	Group HY2007	Group HY2006
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Cash flows from operating activities</b>				
Profit before taxation	598	1,680	1,010	2,734
Adjustments for:-				
Interest income	(96)	(111)	(179)	(235)
Interest expense	520	235	987	531
Depreciation of fixed assets	288	218	561	431
(Gain)/ loss on disposal of fixed assets	(123)	5	(192)	5
<b>Operating cash flows before reinvestment in working capital</b>	<b>1,187</b>	<b>2,027</b>	<b>2,187</b>	<b>3,466</b>
Increase in stocks	(359)	(8,199)	(119)	(16,756)
Decrease in debtors	8,787	3,297	5,913	5,643
(Decrease)/ increase in creditors	(5,684)	5,114	(13,072)	8,279
<b>Cash flows from/ (used in) operations</b>	<b>3,931</b>	<b>2,239</b>	<b>(5,091)</b>	<b>632</b>
Interest received	96	111	179	235
Interest paid	(520)	(235)	(987)	(531)
Income tax (paid)/ rebate	(109)	(220)	568	(568)
<b>Net cash flows from/ (used in) operating activities</b>	<b>3,398</b>	<b>1,895</b>	<b>(5,331)</b>	<b>(232)</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	(974)	(288)	(1,450)	(348)
Proceeds on disposal of property, plant and equipment	284	7	629	7
<b>Cash flows used in investing activities</b>	<b>(690)</b>	<b>(281)</b>	<b>(821)</b>	<b>(341)</b>
<b>Cash flows from financing activities</b>				
Repayment of loans and borrowings	-	(15)	-	(30)
(Decrease)/ increase in bills payables	(2,810)	(4,123)	12,431	(4,415)
Repayment of finance lease obligations	(96)	(83)	(167)	(120)
Dividend paid	(1,605)	(759)	(1,605)	(759)
<b>Net cash flows (used in)/ from financing activities</b>	<b>(4,511)</b>	<b>(4,980)</b>	<b>10,659</b>	<b>(5,324)</b>
Net (decrease)/ increase in cash and cash equivalents	(1,803)	(3,366)	4,507	(5,897)
Cash and cash equivalents at beginning of year	13,269	19,282	6,958	21,846
Effects of exchange rate changes	10	(2)	11	(35)
<b>Cash and cash equivalents at end of year</b>	<b>11,476</b>	<b>15,914</b>	<b>11,476</b>	<b>15,914</b>

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.

#### HY2007

The Group	Share capital	Share premium	Foreign currency translation reserve	Capital reserve	Revenue reserve	Equity attributable to equity holders of the Company
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 January 2007	31,429	-	(938)	17	14,045	44,553
Net profit for the half year	-	-	-	-	468	468
Transfer to capital reserves	-	-	-	8	(8)	-
Foreign currency translation adjustment	-	-	10	-	-	10
Dividends	-	-	-	-	(1,605)	(1,605)
<b>At 30 June 2007</b>	<b>31,429</b>	<b>-</b>	<b>(928)</b>	<b>25</b>	<b>12,900</b>	<b>43,426</b>
At 1 January 2006	14,872	16,557	(910)	17	12,288	42,824
Effects of Companies (Amendment) Act 2005 (Note (a))	16,557	(16,557)	-	-	-	-
Net profit for the half year	-	-	-	-	1,863	1,863
Foreign currency translation adjustment	-	-	(31)	-	-	(31)
Dividends	-	-	-	-	(759)	(759)
<b>At 30 June 2006</b>	<b>31,429</b>	<b>-</b>	<b>(941)</b>	<b>17</b>	<b>13,392</b>	<b>43,897</b>

#### 2Q2007

The Group	Share capital	Share premium	Foreign currency translation reserve	Capital reserve	Revenue reserve	Equity attributable to equity holders of the Company
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 April 2007	31,429	-	(937)	25	14,177	44,694
Net profit for the quarter	-	-	-	-	328	328
Foreign currency translation adjustment	-	-	9	-	-	9
Dividends	-	-	-	-	(1,605)	(1,605)
<b>At 30 June 2007</b>	<b>31,429</b>	<b>-</b>	<b>(928)</b>	<b>25</b>	<b>12,900</b>	<b>43,426</b>
At 1 April 2006	31,429	-	(940)	17	13,030	43,536
Net profit for the quarter	-	-	-	-	1,121	1,121
Foreign currency translation adjustment	-	-	(1)	-	-	(1)
Dividends	-	-	-	-	(759)	(759)
<b>At 30 June 2006</b>	<b>31,429</b>	<b>-</b>	<b>(941)</b>	<b>17</b>	<b>13,392</b>	<b>43,897</b>

**HY2007**

<b>The Company</b>	<b>Share capital</b>	<b>Share premium</b>	<b>Revenue reserve</b>	<b>Equity attributable to equity holders of the Company</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
At 1 January 2007	31,429	-	2,254	33,683
Net profit for the half year	-	-	28	28
Dividends	-	-	(1,605)	(1,605)
<b>At 30 June 2007</b>	<b>31,429</b>	<b>-</b>	<b>677</b>	<b>32,106</b>
At 1 January 2006	14,872	16,557	764	32,193
Effects of Companies (Amendment) Act 2005 (Note (a))	16,557	(16,557)	-	-
Net profit for the half year	-	-	60	60
Dividends	-	-	(759)	(759)
<b>At 30 June 2006</b>	<b>31,429</b>	<b>-</b>	<b>65</b>	<b>31,494</b>

**2Q2007**

<b>The Company</b>	<b>Share capital</b>	<b>Share premium</b>	<b>Revenue reserve</b>	<b>Equity attributable to equity holders of the Company</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
At 1 April 2007	31,429	-	2,273	33,702
Net profit for the quarter	-	-	9	9
Dividends	-	-	(1,605)	(1,605)
<b>At 30 June 2007</b>	<b>31,429</b>	<b>-</b>	<b>677</b>	<b>32,106</b>
At 1 April 2006	31,429	-	833	32,262
Net loss for the quarter	-	-	(9)	(9)
Dividends	-	-	(759)	(759)
<b>At 30 June 2006</b>	<b>31,429</b>	<b>-</b>	<b>65</b>	<b>31,494</b>

Note (a) : Under the Companies (Amendment) Act 2005 effective 30 January 2006, the concepts of par value and authorised share capital are abolished and the amount in the share premium account as of 30 January 2006 becomes part of the Company's share capital.

**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.**

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.**

Except as disclosed in paragraph 5, 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 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.**

The Group has adopted all the new / revised Financial Reporting Standards (FRS) that became effective for accounting periods beginning on or after 1 January 2007. These FRS include:-

FRS 40	Investment Property
FRS 107	Financial Instruments: Disclosures
FRS 1	Amendments to FRS 1 (revised), Presentation of Financial Statements (Capital Disclosures)
INT FRS 107	Applying the Restatement Approach under FRS 29 Financial Reporting in Hyperinflationary Economies
INT FRS 108	Scope of FRS 102, Share-based Payment
INT FRS 109	Reassessment of Embedded Derivatives
INT FRS 110	Interim Financial Reporting and Impairment.

The adoption of above new / revised FRS does not have any material impact to the Group financial statements.

The Group has changed its presentation currency of the financial statements from Singapore Dollars (SGD or \$) to its functional currency of United States Dollars (USD or US\$).

**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	
	2Q2007	2Q2006	HY2007	HY2006
Based on weighted average number of ordinary shares (US cents)	0.07	0.23	0.10	0.38
On a fully diluted basis (US cents)	N.A.	N.A.	N.A.	N.A.

Earnings per share for 2Q2007 and 2Q2006 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	
	30/06/2007	31/12/2006	30/06/2007	31/12/2006
Net asset value per ordinary share based on existing issued share capital as at end of period reported on (US cents)	8.93	9.17	6.61	6.93

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.

The Group reported marginally higher revenues this quarter as sales rose from US\$113.7 million to US\$115.2 million. Gross profit margin also improved from 7.5% to 8.0%. However, its net profitability this quarter was affected by the incurrence of higher sales and distribution costs, higher financing costs and lower contributions from other income. At the close of the quarter, the Group's net profit after tax stood at US\$0.3M compared to US\$1.1M in the same period last financial year.

Sales and distribution costs rose by approximately 18.9% from US\$4.0 million in 2Q2006 to US\$4.8 million this quarter due to increased headcounts for the development of new business segments. This is attributable to higher bank borrowings which rose from US\$12.2 million to \$24.6 million during the first six months of this year.

On the Group's balance sheet, trade debtors were lower declining from US\$65.0 million to US\$60.0 million. Inventory rose marginally from US\$49.8 million to US\$49.9 million. Trade creditors and accruals reduced from US\$67.5 million to US\$54.9 million. Trade debtors' turnover remained relatively stable at 50 days while trade creditors' turnover stood at 49 days compared to 57 days in 2Q2006. Inventory turnover rose from 35 days to 42 days due to the higher inventory stocking from 2Q2006 to 2Q2007. The higher inventory level is primarily due to anticipation of component shortages in some products lines and additional inventory stocking needs for new product lines secured.

Compared to 2Q2006, operations during the quarter under review generated US\$3.4 million cash compared to US\$1.9 million in the same quarter last year. On a half-year to half-year comparison basis, operations utilised a total of US\$5.3 million cash compared to US\$0.2 million used in 1H2006 due primarily to lower trade credits. Cash and cash equivalents at the close of the quarter stood at US\$11.5 million compared to US\$15.9 million in the corresponding period last year.

**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 management of Excelpoint expects that market conditions will remain competitive for the rest of FY2007. Nevertheless, it expects that the Group will remain profitable.

**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 2Q2007.

**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 second quarter ended 30 June 2007 to be false or misleading.

**BY ORDER OF THE BOARD**

Wong Yoen Har  
Company Secretary  
1 August 2007