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**Unaudited Full Year Financial Statements And Dividend Announcement for the Year / Fourth Quarter Ended 31 December 2006**


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**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**

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

**CONSOLIDATED PROFIT & LOSS STATEMENT**  
**For the year ended 31 December 2006**

	Note	Three months / fourth quarter ended 31 December			Year ended 31 December		
		2006 US\$'000	2005 US\$'000	% Increase/ (Decrease)	2006 US\$'000	2005 US\$'000	% Increase/ (Decrease)
Revenue		42,817	30,827	38.9%	156,586	106,173	47.5%
Cost of sales		(35,272)	(25,159)	40.2%	(131,298)	(84,370)	55.6%
Gross profit		7,545	5,668	33.1%	25,288	21,803	16.0%
Other operating income		401	208	92.8%	962	1,174	(18.1%)
Distribution expenses		(953)	(536)	77.8%	(2,897)	(2,190)	32.3%
Administrative expenses		(5,472)	(3,652)	49.8%	(16,704)	(10,438)	60.0%
Finance costs		(201)	(72)	179.2%	(552)	(296)	86.5%
Profit before income tax	(1)	1,320	1,616	(18.3%)	6,097	10,053	(39.4%)
Income tax expense		(270)	(229)	(17.9%)	(682)	(1,111)	(38.6%)
Profit after income tax		1,050	1,387	(24.3%)	5,415	8,942	(39.4%)
Attributable to:							
Equity holders of the Company		893	1,387	(35.6%)	5,168	8,942	(42.2%)
Minority interests		157	-	100.0%	247	-	100.0%
		1,050	1,387	(24.3%)	5,415	8,942	(39.4%)

**Note (1)**

Profit before income tax has been arrived at after charging / (crediting):

	Three months / fourth quarter ended 31 December		Year ended 31 December	
	2006 US\$'000	2005 US\$'000	2006 US\$'000	2005 US\$'000
Depreciation expense	715	567	2,833	2,061
Interest income	(130)	(52)	(344)	(256)
Net foreign exchange loss / (gain) (Note a)	29	(1)	387	(273)
Allowance for slow moving stock	(326)	(48)	201	142

Note a: The foreign currency exchange loss/gain for the year ended 31 December 2006 comprised mainly realized loss on payments dominated in currencies other than United States dollars and the conversion of non-US bank balances into United States dollars in 2006 .

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

**BALANCE SHEET**  
As at 31 December 2006

	The Group		The Company	
	As at 31 December 2006 US\$'000	As at 31 December 2005 US\$'000	As at 31 December 2006 US\$'000	As at 31 December 2005 US\$'000
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and bank balances	26,836	22,070	91	91
Trade and other receivables	33,001	24,294	9	6,040
Tax recoverable	192	101	-	-
Inventories	13,977	10,622	-	-
Pledged bank deposits (Note b)	1,016	-	-	-
<b>Total current assets</b>	<b>75,022</b>	<b>57,087</b>	<b>100</b>	<b>6,131</b>
<b>Non-current assets</b>				
Pledged bank deposits (Note b)	-	1,933	-	-
Amount due from subsidiary	-	-	18,077	12,392
Property, plant and equipment	21,221	13,758	-	-
Goodwill	3,569	-	-	-
Investments in subsidiaries	-	-	9,642	9,642
Available-for-sale investments	1,000	-	-	-
Other assets	2,274	-	-	-
Deferred tax assets	471	-	-	-
<b>Total non-current assets</b>	<b>28,535</b>	<b>15,691</b>	<b>27,719</b>	<b>22,034</b>
<b>Total assets</b>	<b>103,557</b>	<b>72,778</b>	<b>27,819</b>	<b>28,165</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities</b>				
Bank and other borrowings	11,278	1,659	-	-
Trade and other payables	34,163	22,042	164	148
Current portion of obligation under finance leases	388	111	-	-
Income tax payable	301	363	-	-
<b>Total current liabilities</b>	<b>46,130</b>	<b>24,175</b>	<b>164</b>	<b>148</b>
<b>Non-current liabilities</b>				
Bank and other borrowings	2,079	1,289	-	-
Obligation under finance leases	465	217	-	-
Allowance for retirement benefit	542	-	-	-
Deferred tax liability	1,253	132	-	-
<b>Total non-current liabilities</b>	<b>4,339</b>	<b>1,638</b>	<b>-</b>	<b>-</b>
<b>Capital reserves and minority interests</b>				
Issued capital	9,760	9,760	9,760	9,760
Reserves	39,873	37,205	17,895	18,257
<b>Equity attributable to equity holders of the Company</b>	<b>49,633</b>	<b>46,965</b>	<b>27,655</b>	<b>28,017</b>
Minority interests	3,455	-	-	-
<b>Total Equity</b>	<b>53,088</b>	<b>46,965</b>	<b>27,655</b>	<b>28,017</b>
<b>Total liabilities and equity</b>	<b>103,557</b>	<b>72,778</b>	<b>27,819</b>	<b>28,165</b>

Note b: As at 31 December 2006, the Group's fixed deposits of approximately US\$1 million (31 December 2005: US\$1.9 million) were pledged to banks to secure bank loans granted to the Group.

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

Amount repayable in one year or less, or on demand

	As at 31 December 2006		As at 31 December 2005	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	2,182	9,096	1,558	101
Obligation under finance leases	388	-	111	-
<b>Total</b>	<b>2,570</b>	<b>9,096</b>	<b>1,669</b>	<b>101</b>

Amount repayable after one year

	As at 31 December 2006		As at 31 December 2005	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	231	1,848	1,289	-
Obligation under finance leases	465	-	217	-
<b>Total</b>	<b>696</b>	<b>1,848</b>	<b>1,506</b>	<b>-</b>

Details of collateral

As at 31 December 2006, the Group's fixed deposit of approximately US\$1.0 million (31 December 2005: US\$1.9 million), property, plant and machinery with net book value of approximately US\$2.0 million (31 December 2005: US\$0.9 million) were pledged to banks to secure bank loans granted to 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

**CONSOLIDATED CASH FLOW STATEMENT**  
For the year ended 31 December 2006

	The Group			
	Three months / fourth quarter ended 31 December		Year ended 31 December	
	2006 US\$'000	2005 US\$'000	2006 US\$'000	2005 US\$'000
<b>CASH FROM OPERATING ACTIVITIES</b>				
Profit before income tax	1,320	1,616	6,097	10,053
Adjustments for				
Share option expenses	-	98	296	98
Allowance for slow moving stock	(326)	(48)	201	142
Depreciation	715	567	2,833	2,061
Interest income	(130)	(52)	(344)	(256)
Interest expenses	201	72	552	296
Loss/(gain) on disposal of property, plant and equipment	(28)	7	10	(1)
Provision for allowance for retirement benefit	40	-	40	-
Gain on disposal of other assets	(2)	-	(2)	-
<b>Operating profit before working capital changes</b>	<b>1,790</b>	<b>2,260</b>	<b>9,683</b>	<b>12,393</b>
Trade and other receivables	(4,263)	8,132	4,248	(2,976)
Inventories	(1,569)	(2,753)	(1,731)	(4,965)
Trade and other payables	8,233	(1,827)	(1,645)	5,258
<b>Net cash from operating activities</b>	<b>4,191</b>	<b>5,812</b>	<b>10,555</b>	<b>9,710</b>
Income tax paid	(16)	(331)	(2,694)	(1,642)
Income tax refund	8	-	584	-
Interest paid	(201)	(72)	(552)	(296)
<b>Net cash from operating activities</b>	<b>3,982</b>	<b>5,409</b>	<b>7,893</b>	<b>7,772</b>
<b>CASH FROM INVESTING ACTIVITIES</b>				
Proceeds from disposal of property, plant and equipment	-	103	303	398
Proceeds from disposal of other assets	8	-	8	-
Acquisition of a subsidiary (Note c)	(4)	-	(1,540)	-
Purchase of property, plant and equipment (Note d)	(616)	(2,459)	(6,042)	(6,032)
Interest income received	130	52	344	256
<b>Net cash used in investing activities</b>	<b>(482)</b>	<b>(2,304)</b>	<b>(6,927)</b>	<b>(5,378)</b>
<b>CASH FROM FINANCING ACTIVITIES</b>				
Proceeds from bank and other borrowings	18,281	2,583	65,701	6,322
Repayment of obligation under finance leases	(112)	(28)	(388)	(133)
Repayment of bank and other borrowings	(18,417)	(3,161)	(59,152)	(14,566)
Decrease in pledged bank deposit	443	-	917	1,284
Dividend paid	(1,952)	428	(3,904)	(5,014)
Net proceeds from issue of new shares	-	-	-	17,772
<b>Net cash from / (used in) financing activities</b>	<b>(1,757)</b>	<b>(178)</b>	<b>3,174</b>	<b>5,665</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>1,743</b>	<b>2,927</b>	<b>4,140</b>	<b>8,059</b>
<b>EFFECT OF CURRENCY TRANSLATION</b>	<b>247</b>	<b>140</b>	<b>626</b>	<b>494</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>24,846</b>	<b>19,003</b>	<b>22,070</b>	<b>13,517</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>26,836</b>	<b>22,070</b>	<b>26,836</b>	<b>22,070</b>

Note c: Acquisition of a subsidiary, net of cash acquired

	Year ended 31 December 2006 US\$'000	Year ended 31 December 2005 US\$'000
The assets and liabilities of a subsidiary acquired during the year are as follows:		
Non-current assets	7,335	-
Current assets	19,961	-
Current liabilities	(16,565)	-
Non-current liabilities	(4,134)	-
<b>Net assets acquired</b>	<b>6,597</b>	<b>-</b>
Minority interests	(3,208)	-
Goodwill	3,569	-
<b>Total cost of acquisition</b>	<b>6,958</b>	<b>-</b>
<b>Net cash outflow arising on acquisition</b>		
Cash consideration paid	5,654	-
Direct expenses relating to the acquisition	1,304	-
Less:		
Accrual direct cost on acquisition	(126)	-
Cash and cash equivalents acquired	(5,292)	-
<b>Cash flow on acquisition, net of cash and cash equivalents acquired</b>	<b>1,540</b>	<b>-</b>

Note d: The Group acquired property, plant and equipment with aggregate cost of approximately US\$6,404,000 (2005: US\$6,172,000) of which US\$362,000 (2005: US\$140,000) was acquired by means of finance leases. Cash payments of approximately US\$6,042,000 (2005: US\$6,032,000) were made to purchase property, plant and equipment.

**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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

	Issued capital of the Company US\$'000	Share premium of the Company US\$'000	Share option reserve US\$'000	Merger reserve US\$'000	Reserve Fund US\$'000	Enterprise Expansion Fund US\$'000	Staff Welfare Fund US\$'000	Revaluation reserve US\$'000	Currency translation reserve US\$'000	Accumulated profits US\$'000	Attributable to equity holders of the Company US\$'000	Minority interests US\$'000	Total US\$'000
Balance as at 1 January 2006	9,760	17,654	98	(7,020)	1,332	302	1,155	-	681	23,003	46,965	-	46,965
Profit for the three-month period	-	-	-	-	-	-	-	-	-	2,222	2,222	-	2,222
Additions during the three-month period	-	-	98	-	-	-	-	-	-	-	98	-	98
Transfer	-	-	-	-	1	-	-	-	-	(1)	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-	206	-	206	-	206
Balance as at 31 March 2006	9,760	17,654	196	(7,020)	1,333	302	1,155	-	887	25,224	49,491	-	49,491
Profit for the three-month period	-	-	-	-	-	-	-	-	-	1,465	1,465	-	1,465
Additions during the three-month period	-	-	99	-	-	-	-	-	-	-	99	-	99
Transfer	-	-	-	-	785	-	2	-	-	(787)	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-	149	-	149	-	149
Dividend	-	-	-	-	-	-	-	-	-	(1,952)	(1,952)	-	(1,952)
Balance as at 30 June 2006	9,760	17,654	295	(7,020)	2,118	302	1,157	-	1,036	23,930	49,252	-	49,252
Adjustment to acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	3,265	3,265
Profit for the three-month period	-	-	-	-	-	-	-	-	-	588	588	90	678
Additions during the three-month period	-	-	99	-	-	-	-	-	-	-	99	-	99
Currency translation differences	-	-	-	-	-	-	-	-	261	-	261	-	261
Balance as at 30 September 2006	9,760	17,654	394	(7,020)	2,118	302	1,157	-	1,297	24,538	50,200	3,355	53,555
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	(57)	(57)
Profit for the three-month period	-	-	-	-	-	-	-	-	-	893	893	157	1,050
Gain on fair value changes for available-for-sale investments	-	-	-	-	-	-	-	12	-	-	12	-	12
Transfer	-	-	-	-	317	-	-	-	-	(317)	-	-	-
Currency translation differences	-	-	-	-	-	-	-	-	480	-	480	-	480
Dividend	-	-	-	-	-	-	-	-	-	(1,952)	(1,952)	-	(1,952)
Balance as at 31 December 2006	9,760	17,654	394	(7,020)	2,435	302	1,157	12	1,777	23,162	49,633	3,455	53,088

**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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year (continued)**

	Issued capital of the Company US\$'000	Share premium of the Company US\$'000	Share option reserve US\$'000	Merger reserve US\$'000	Reserve Fund US\$'000	Enterprise Expansion Fund US\$'000	Staff Welfare Fund US\$'000	Currency translation reserve US\$'000	Accumulated profits US\$'000	Attributable to equity holders of the Company US\$'000	Minority interest US\$'000	Total US\$'000
Balance as at 1 January 2005	8,000	1,642	-	(7,020)	387	302	-	-	21,133	24,464	-	24,464
Profit for the three-month period	-	-	-	-	-	-	-	-	3,012	3,012	-	3,012
New issue of shares	1,760	16,012	-	-	-	-	-	-	17,772	17,772	-	17,772
Currency translation differences	-	-	-	-	-	-	-	(41)	-	(41)	-	(41)
Balance as at 31 March 2005	9,760	17,654	-	(7,020)	387	302	-	(41)	24,165	45,207	-	45,207
Profit for the three-month period	-	-	-	-	-	-	-	-	2,100	2,100	-	2,100
Currency translation differences	-	-	-	-	-	-	-	40	-	40	-	40
Dividend	-	-	-	-	-	-	-	-	(3,040)	(3,040)	-	(3,040)
Balance as at 30 June 2005	9,760	17,654	-	(7,020)	387	302	(1)	(1)	23,225	44,307	-	44,307
Profit for the three-month period	-	-	-	-	-	-	-	-	2,443	2,443	-	2,443
Transfer	-	-	-	-	945	-	-	-	(945)	-	-	-
Currency translation differences	-	-	-	-	-	-	-	594	-	594	-	594
Dividend	-	-	-	-	-	-	-	-	(1,952)	(1,952)	-	(1,952)
Balance as at 30 September 2005	9,760	17,654	-	(7,020)	1,332	302	-	593	22,771	45,392	-	45,392
Profit for the three-month period	-	-	-	-	-	-	-	-	1,387	1,387	-	1,387
Additions during the three-month period	-	-	98	-	-	-	-	-	-	98	-	98
Transfer	-	-	-	-	-	-	1,155	-	(1,155)	-	-	-
Currency translation differences	-	-	-	-	-	-	-	88	-	88	-	88
Balance as at 31 December 2005	9,760	17,654	98	(7,020)	1,332	302	1,155	681	23,003	46,965	-	46,965

The issuer's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows:

	Issued capital of the company US\$'000	Share premium of the company US\$'000	Accumulated profits US\$'000	Total US\$'000
Balance as at 1 January 2006	9,760	17,654	603	28,017
Loss for the three-month period	-	-	(186)	(186)
Balance as at 31 March 2006	9,760	17,654	417	27,831
Profit for the three-month period	-	-	1,809	1,809
Dividend	-	-	(1,952)	(1,952)
Balance as at 30 June 2006	9,760	17,654	274	27,688
Loss for the three-month period	-	-	(92)	(92)
Balance as at 30 September 2006	9,760	17,654	182	27,596
Profit for the three-month period	-	-	2,011	2,011
Dividend	-	-	(1,952)	(1,952)
Balance as at 31 December 2006	9,760	17,654	241	27,655

	Issued capital of the company US\$'000	Share premium of the company US\$'000	Accumulated profits US\$'000	Total US\$'000
Balance as at 1 January 2005	8,000	1,642	-	9,642
Profit for the three-month period	-	-	(250)	(250)
New issue of shares	1,760	16,012	-	17,772
Balance as at 31 March 2005	9,760	17,654	(250)	27,164
Profit for the three-month period	-	-	3,509	3,509
Dividend	-	-	(3,040)	(3,040)
Balance as at 30 June 2005	9,760	17,654	219	27,633
Profit for the three-month period	-	-	2,284	2,284
Dividend	-	-	(1,952)	(1,952)
Balance as at 30 September 2005	9,760	17,654	551	27,965
Profit for the three-month period	-	-	52	52
Balance as at 31 December 2005	9,760	17,654	603	28,017



- 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 or 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.**

As at 31 December 2006 and 31 December 2005, the Company's issued and fully paid up share capital was US\$9,760,000 represented by 488,000,000 ordinary shares of US\$0.02 each.

On 12 September 2005, a total number of 18,056,000 share options were granted to and were subsequently accepted by the senior executives (including two executive directors). The options are exercisable at S\$0.305 per share with an exercise period commencing from 12 September 2006 until 11 September 2010 (both days inclusive).

- 2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

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 has adopted the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the most recently audited annual financial statements for the year ended 31 December 2005. The Group has also taken into account all revised International Financial Reporting Standards ("IFRS") which became effective during the year and are applicable to the Group. These revised IFRSs do not have material impact to the Group.

- 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**

See item 4 above.

**6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

Earnings per ordinary share for the period/year based on profit attributable to shareholders on 1(a) above

	Three months / fourth quarter ended 31 December		Year ended 31 December	
	2006	2005	2006	2005
	Based on weighted average number of ordinary shares in issue (US cents)			
- Basic	0.18	0.28	1.06	1.85
- Fully diluted (Note e)	N/A	N/A	N/A	N/A
Weighted average number of ordinary shares for the purpose of basic earnings per share	488,000,000	488,000,000	488,000,000	482,213,699

Note e: There is no diluted earnings per share as the average market price of ordinary shares during the period / year from the issue of the options to the balance sheet date is below the exercise price for the options.

**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 period reported on and (b) immediately preceding financial year**

	31 December 2006	31 December 2005
Net assets value per ordinary share (US cents)		
- The Group	10.17	9.62
- The Company	5.67	5.74

**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 affected the turnover, 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**

**A. Profit and Loss**

The Group recovered in the 4<sup>th</sup> quarter, with sales in 4Q06 improving 13.0% to US\$42.8 million compared to US\$37.9 million in 3Q06. Group revenue increased 47.5% to US\$156.6 million from US\$106.2 million in 2006 due to increased orders for higher value LCD BLU for handsets and smaller LCD ("Liquid Crystal Display") devices. The improving performance of the Dongguan plant also contributed to the LCD BLU's growth in FY06. In addition, the acquisition of Tomoike Industrial Co., Limited ("Japan Tomoike") contributed to the turnover and the profitability of the Group in FY06. Since the consolidation of results in September 2006, Japan Tomoike has contributed US\$11.1 million to the turnover.

Revenue from the LCD BLU ("Back Light Units") division achieved the largest growth of 79.4% to US\$93.1 million. The growth is mainly due to the increased orders from our existing customers in the handset and gameset industries as well as the undertaking of higher value projects. The Group recently secured new BLU orders for another leading handset end-customer. It is now supplying indirectly to two out of the three biggest mobile phone makers.

Revenue in the Precision Accessories division increased by 18.9% to US\$19.5 million, supported by demand for products such as shock absorbers, insulators and labels. The LCD frame division achieved revenue of US\$13.9 million, representing a decline of 20.5% due to the delay in the launch of new models by customers.

Gross profit improved by 16.0% to US\$25.3 million. However, net profit attributable to shareholders declined to US\$5.2 million. Overall gross margins slipped from 20.5% in FY05 to 16.1% in FY06 due to the highly competitive environment of the LCD BLU division segment of business and the business setbacks in the frame division during the 2<sup>nd</sup> and 3<sup>rd</sup> quarter. At the same time, the undertaking of higher value projects for the LCD BLU division, which commanded higher material costs component also affected the margins.

Distribution expenses increased by 32.3% to US\$2.9 million while administrative expenses grew 60.0% to US\$16.7 million as a result of business expansion and the consolidation of Japan Tomoike's results in the 3<sup>rd</sup> and 4<sup>th</sup> quarters.

Finance costs were US\$0.6 million in FY2006 compared to US\$0.3 million in FY2005.

Earnings per share dropped from 1.85 US cents in FY05 to 1.06 US cents in FY06.

## **B. Balance Sheet**

As at 31 December 2006, the total asset and liabilities stood at US\$103.6 million and US\$50.5 million respectively.

Inventories increased by 31.6% to US\$14.0 million as at 31 December 2006 from US\$10.6 million as at 31 December 2005 due to the inclusion of Japan Tomoike's inventories after the acquisition and the increase is in line with the increase in sales volume.

Trade and other receivables increased by 35.8% to US\$33.0 million as at 31 December 2006 from US\$24.3 million as at 31 December 2005 in line with the increase in sales volume.

Trade and other payables increased by 55.0% to US\$34.2 million as at 31 December 2006 from US\$22.0 million as at 31 December 2005 also in line with the increase in sales volume.

Bank and other borrowings increased to US\$13.4 million as at 31 December 2006 from US\$2.9 million as at 31 December 2005 due to the inclusion of Japan Tomoike's bank borrowings after the acquisition and the drawdown of working capital loans for the business activities.

Total shareholders' equity increased by 5.7% to US\$49.6million as at 31 December 2006 from US\$47.0 million as at 31 December 2005.

Net asset value per share increased by 5.7% to 10.17 US cents as at 31 December 2006 from 9.62 US cent at 31 December 2005.

## **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 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**

Going forward in 2007, the demand for the Group's products remains strong, boosted by the growing handsets and gamesets industry. However, margins will continue to be under pressure given the competitive environment.

Barring unforeseen circumstances, the management perceives the Group's long-term fundamentals to remain strong and is confident of delivering profitable results in the new financial year.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	Interim	Final
Dividend Type	Cash	Cash
Dividend Amount per Share	0.4 US cents per ordinary share	0.2 US cents per ordinary share
Tax Rate	Tax not applicable	Tax not applicable

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	Interim	Final
Dividend Type	Cash	Cash
Dividend Amount per Share	0.4 US cents per ordinary share	0.4 US cents per ordinary share
Tax Rate	Tax not applicable	Tax not applicable

**(c) Date payable**

To be determined later.

**(d) Books closure date**

To be determined later.

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

Not applicable.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

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**

**Primary reporting format-Business Segments – 2006**

**CDW Holding Limited**  
**Business segment for the year ended 31 December 2006**

	<b>Parts trading</b>	<b>LCD backlight units</b>	<b>Precision accessories</b>	<b>LCD frames</b>	<b>Eliminations</b>	<b>Consolidated</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b><u>Revenue</u></b>						
External sales	29,990	93,115	19,539	13,942		156,586
Inter-segment sales	57,138	2,076	1,061	724	(60,999)	-
<b>Total revenue</b>	<b>87,128</b>	<b>95,191</b>	<b>20,600</b>	<b>14,666</b>	<b>(60,999)</b>	<b>156,586</b>
<b><u>Results</u></b>						
Segment result	287	5,168	2,920	459		8,834
Unallocated corporate expenses						(2,530)
Operating profit						6,304
Interest income						344
Interest expenses						(551)
Profit before income tax						6,097
Income tax						(682)
<b>Profit after income tax</b>						<b>5,415</b>
<b><u>Assets</u></b>						
Segment assets	38,369	45,912	9,092	18,694	(16,479)	95,588
Unallocated assets						7,669
<b>Total assets</b>						<b>103,557</b>
<b><u>Liabilities</u></b>						
Segment liabilities	26,408	17,425	4,255	2,388	(16,479)	33,997
Bank borrowings and obligation under finance leases						14,210
Unallocated liabilities						2,262
<b>Total liabilities</b>						<b>50,469</b>
<b><u>Other information</u></b>						
Capital expenditure	323	1,471	138	4,472		6,404
Depreciation of property, plant and equipment	391	1,025	390	1,027		2,833

Primary reporting format-Business Segments – 2005

CDW Holding Limited

Business segment for the year ended 31 December 2005

	Parts trading	LCD backlight units	Precision accessories	LCD frames	Eliminations	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>Revenue</b>						
External sales	20,298	51,898	16,435	17,542		106,173
Inter-segment sales	3,190	806	1,790	999	(6,785)	-
Total revenue	23,488	52,704	18,225	18,541	(6,785)	106,173
<b>Results</b>						
Segment result	(80)	4,830	3,715	3,196		11,661
Unallocated corporate expenses						(1,568)
Operating profit						10,093
Interest income						256
Interest expenses						(296)
Profit before income tax						10,053
Income tax						(1,111)
Profit after income tax						8,942
<b>Assets</b>						
Segment assets	20,700	30,414	8,590	15,976	(3,464)	72,216
Unallocated assets						562
Total assets						72,778
<b>Liabilities</b>						
Segment liabilities	10,059	11,211	1,309	2,778	(3,464)	21,893
Bank borrowings and obligation under finance leases						3,276
Unallocated liabilities						644
Total liabilities						25,813
<b>Other information</b>						
Capital expenditure	198	3,027	438	2,509		6,172
Depreciation of property, plant and equipment	178	776	411	696		2,061

## GROUP SEGMENTAL REPORTING

### Secondary reporting format – Geographical Segments

	Turnover		Total Assets		Capital Expenditure	
	Year ended 31 December		Year ended 31 December		Year ended 31 December	
	2006 US\$'000	2005 US\$'000	2006 US\$'000	2005 US\$'000	2006 US\$'000	2005 US\$'000
Hong Kong	58,965	36,006	10,389	19,805	187	198
PRC	68,998	51,177	72,776	52,973	6,081	5,974
Japan	28,323	18,460	20,392	-	136	-
Others	300	530	-	-	-	-
<b>Total</b>	<b>156,586</b>	<b>106,173</b>	<b>103,557</b>	<b>72,778</b>	<b>6,404</b>	<b>6,172</b>

**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**

Please refer to paragraph 8 for the factors leading to any material changes in contribution to turnover and earnings by the business segments. In terms of geographical segments, the Group continues to focus on production in the PRC. Sales generated in Hong Kong increased by 63.8% to US\$58.9 million for FY2006 as compared to the previous corresponding period, which accounted for 37.7% of the total revenue for FY2006. The increase was due to the sales of those backlight units produced in Dongguan but delivered in Hong Kong which are classified as sales in Hong Kong. Sales to entities located in the PRC increased by 34.8% to US\$69.0 million for FY2006 as compared to the previous corresponding period, which accounted for 44.1% of the total revenue for FY2006 as a result of the increase in sales of LCD backlight units in PRC. Revenue generated from Japan increased by 53.4% to US\$28.3 million for FY2006 as compared to the previous corresponding period. The increase in revenue was mainly due to the revenue generated from Japan Tomoike.

The total assets located in the PRC increased by 37.4% from US\$53.0 million as at 31 December 2005 to US\$72.8 million as at 31 December 2006. After the acquisition of Japan Tomoike, the total assets located in Japan were US\$20.4 million as at 31 December 2006.

During FY2006, the Group invested a total capital expenditure of US\$6.1 million in the production facilities in the PRC as compared to US\$0.2 million in Hong Kong and US\$0.1 million in Japan.

**15. A breakdown of sales**

	Year ended 31 December		
	2006 US\$'000	2005 US\$'000	% Increase / (Decrease)
Sales reported for the first quarter	44,212	24,416	81.1%
Sales reported for the second quarter	31,676	20,256	56.4%
Sales reported for the third quarter	37,881	30,674	23.5%
Sales reported for the fourth quarter	42,817	30,827	38.9%
Operating profit after tax for the first quarter	2,222	3,012	(26.2%)
Operating profit after tax for the second quarter	1,465	2,100	(30.2%)
Operating profit after tax for the third quarter	678	2,443	(72.2%)
Operating profit after tax for the fourth quarter	1,050	1,387	(24.3%)

16. A breakdown of the total annual dividend for the issuer's latest full year and its previous full year

Annual Dividend (in USD'000)	FY2006	FY2005
Ordinary dividend		
- Interim	1,952	1,952
- Final (note f)	976	1,952
Total	2,928	3,904

Note f: FY2006 final dividend is estimated based on number of shares of shares outstanding as at the end of the financial year.

17. Interested person transactions for the year ended 31 December 2006

	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to rule 920 (excluding transactions less than S\$100,000)
Name of interested person	US\$'000	US\$'000
<b>1. Tomoike Industrial Co., Limited ("Japan Tomoike")</b>		
Purchase of raw materials and semi-finished goods from Japan Tomoike	-	22,115
Revenue from Japan Tomoike for assembly of LCD backlight units and its related components and precision accessories for office and electrical appliances	-	14,448
<b>2. J&amp;T Flex Technology Co., Limited ("J&amp;T")</b>		
Purchase of parts for trading from J&T	830	-
<b>3. Mikuni Co., Limited</b>		
Support services and marketing services to Japan Tomoike	225	-
<b>Total</b>	<b>1,055</b>	<b>36,563</b>

BY ORDER OF THE BOARD

Lai Shi Hong Edward  
 Executive Director  
 28 February 2007