

Unaudited Full Year Financial Statements And Dividend Announcement for the Year / Fourth Quarter Ended 31 December 2007

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), 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 2007**

	Note	Three months / fourth quarter ended 31 December			Year ended 31 December		
		2007 US\$'000	2006 US\$'000	% Increase/ (Decrease)	2007 US\$'000	2006 US\$'000	% Increase/ (Decrease)
Revenue		37,189	42,817	(13.1%)	167,336	156,586	6.9%
Cost of sales		(30,699)	(35,272)	(13.0%)	(138,441)	(131,298)	5.4%
Gross profit		6,490	7,545	(14.0%)	28,895	25,288	14.3%
Other operating income		409	401	2.0%	1,057	962	9.9%
Distribution expenses		(1,088)	(953)	14.2%	(4,837)	(2,897)	67.0%
Administrative expenses		(5,945)	(5,472)	8.7%	(23,339)	(16,704)	39.7%
Finance costs		(202)	(201)	0.5%	(791)	(552)	43.3%
(Loss)/profit before income tax	(1)	(336)	1,320	(125.5%)	985	6,097	(83.8%)
Income tax expense		(15)	(270)	(94.4%)	(928)	(682)	36.1%
(Loss)/profit after income tax		(351)	1,050	(133.4%)	57	5,415	(98.9%)
Attributable to:							
Equity holders of the Company		(351)	893	(139.3%)	(277)	5,168	(105.4%)
Minority interests		-	157	(100.0%)	334	247	35.2%
		(351)	1,050	(133.4%)	57	5,415	(98.9%)

Note (1)

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

	Three months / fourth quarter ended 31 December		Year ended 31 December	
	2007 US\$'000	2006 US\$'000	2007 US\$'000	2006 US\$'000
Depreciation	876	715	3,632	2,833
Interest income	(81)	(130)	(307)	(344)
Net foreign exchange (gain)/loss (Note a)	(81)	29	542	387
Allowance for slow moving inventories	(57)	(326)	530	201
Change in fair value of derivative financial instruments	45	-	-	-

Note a: The foreign currency exchange loss for the year months ended 31 December 2007 comprised mainly realized loss on payments denominated in currencies other than United States dollars and the conversion of non-US bank balances into United States dollars in 2007.

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 SHEETS
As at 31 December 2007

	The Group		The Company	
	As at 31 December 2007 US\$'000	As at 31 December 2006 US\$'000	As at 31 December 2007 US\$'000	As at 31 December 2006 US\$'000
<u>ASSETS</u>				
Current Assets:				
Cash and bank balances	29,509	26,836	92	91
Trade receivables	27,432	30,656	-	-
Other receivables and prepayments	1,198	2,345	30	9
Prepaid lease payments	9	-	-	-
Income tax recoverable	152	192	-	-
Inventories	13,617	13,977	-	-
Pledged bank deposits (Note b)	1,622	1,016	-	-
Total current assets	73,539	75,022	122	100
Non-current assets				
Amount due from a subsidiary	-	-	18,302	18,077
Property, plant and equipment	24,653	21,221	-	-
Prepaid lease payments	442	-	-	-
Goodwill (Note c)	1,516	3,569	-	-
Investment in a subsidiary	-	-	10,398	10,184
Available-for-sale investments	2,549	1,000	1,511	-
Held-to-maturity investments	988	979	-	-
Other assets	675	1,295	-	-
Deferred tax assets	-	471	-	-
Total non-current assets	30,823	28,535	30,211	28,261
Total assets	104,362	103,557	30,333	28,361
<u>LIABILITIES AND EQUITY</u>				
Current liabilities				
Bank and other borrowings	16,320	11,278	-	-
Trade payables	24,958	30,017	-	-
Other payables and accruals	3,685	4,146	182	164
Current portion of obligation under finance leases	397	388	-	-
Income tax payable	531	301	-	-
Total current liabilities	45,891	46,130	182	164
Non-current liabilities				
Bank and other borrowings	3,950	2,079	-	-
Obligation under finance leases	324	465	-	-
Retirement benefit obligations	636	542	-	-
Deferred tax liabilities	626	1,253	-	-
Total non-current liabilities	5,536	4,339	-	-
Capital and reserves				
Issued capital	10,128	9,760	10,128	9,760
Reserves	42,807	39,873	20,023	18,437
Equity attributable to equity holders of the Company	52,935	49,633	30,151	28,197
Minority interests	-	3,455	-	-
Total equity	52,935	53,088	30,151	28,197
Total liabilities and equity	104,362	103,557	30,333	28,361

Note b: As at 31 December 2007, the Group's fixed deposits of approximately US\$1.6 million (31 December 2006: US\$1.0 million) were pledged to financial institutions to secure borrowings of the Group.

Note c: Acquisition of the remaining equity interest of a subsidiary

The Company and Mr. Kunikazu Yoshimi ("Mr. Yoshimi") have contractually agreed that with effect from 1 June 2007, Mr. Yoshimi shall relinquish all rights, benefits, interests and the legal and beneficial titles in respect of all the Second Tranche Sale Shares of Tomoike Industrial Co., Limited ("Japan Tomoike") in favour of the Company. Subsequently, the Company allotted and issued 18,405,221 new ordinary shares with a par value of US\$0.02 each to Mr. Yoshimi as consideration for the acquisition of the Second Tranche Sale Shares on 29 September 2007.

Goodwill arising from the acquisition of Japan Tomoike decreased to US\$1.5 million as at 31 December 2007 from US\$3.6 million as at 31 December 2006. The decrease was caused by a negative goodwill, being the amount of net assets acquired less the acquisition cost, arising from the Second Tranche Sales Shares of Japan Tomoike. This negative goodwill was offset against the goodwill arising from the First Tranche Sales Shares of Japan Tomoike as a part of the price adjustment to the total acquisition cost of Japan Tomoike.

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 2007		As at 31 December 2006	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	4,750	11,570	2,182	9,096
Obligation under finance leases	397	-	388	-
Total	5,147	11,570	2,570	9,096

Amount repayable after one year

	As at 31 December 2007		As at 31 December 2006	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	44	3,906	231	1,848
Obligation under finance leases	324	-	465	-
Total	368	3,906	696	1,848

Details of collateral

As at 31 December 2007, the Group's fixed deposit of approximately US\$1.6 million (31 December 2006: US\$1.0 million), property, plant and machinery with net book value of approximately US\$2.0 million (31 December 2006: US\$2.0 million) were pledged to financial institutions to secure borrowings of 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 2007

	Three months / fourth quarter ended 31 December		Year ended 31 December	
	2007 US\$'000	2006 US\$'000	2007 US\$'000	2006 US\$'000
CASH FROM OPERATING ACTIVITIES				
(Loss) / profit before income tax	(336)	1,320	985	6,097
Adjustments for				
Share option expenses	71	148	213	444
Allowance for slow moving inventories	(57)	(326)	530	201
Depreciation	876	715	3,632	2,833
Amortization of prepaid lease payments	5	-	5	-
Interest income	(81)	(130)	(307)	(344)
Interest expenses	202	201	791	552
(Gain) / loss on disposal of property, plant and equipment	(264)	(28)	110	10
Retirement benefit obligations	15	40	94	40
Gain on disposal of other assets	(227)	(2)	(227)	(2)
Change in fair value of derivate financial instruments	45	-	-	-
Operating cash flows before working capital changes	249	1,938	5,826	9,831
Trade receivables, other receivables and prepayments	3,760	(4,263)	4,371	4,248
Inventories	3,602	(1,569)	(170)	(1,731)
Trade payables, other payables and accruals	(4,560)	8,233	(5,520)	(1,645)
Cash generated from operations	3,051	4,339	4,507	10,703
Income tax paid	(16)	(16)	(854)	(2,694)
Income tax refunded	-	8	40	584
Interest paid	(202)	(201)	(791)	(552)
Net cash from operating activities	2,833	4,130	2,902	8,041
CASH FROM INVESTING ACTIVITIES				
Net cash outflow on acquisition of subsidiary (Note d)	-	(4)	-	(1,540)
Proceeds from disposal of property, plant and equipment	445	-	486	303
Proceeds from disposal of other assets	1,136	8	1,136	8
Increase in other assets	-	-	(286)	-
Purchase of available-for-sale investments	(65)	-	(1,525)	-
Purchase of property, plant and equipment (Note e)	(342)	(616)	(6,355)	(6,042)
Interest income	81	130	307	344
Net cash from/used in investing activities	1,255	(482)	(6,237)	(6,927)
CASH FROM FINANCING ACTIVITIES				
(Increase) / Decrease in pledged bank deposits	(3)	443	(606)	917
Proceeds from bank and other borrowings	37,839	18,281	97,406	65,701
Repayment of obligation under finance leases	(139)	(112)	(458)	(388)
Repayment of bank and other borrowings	(32,557)	(18,417)	(90,493)	(59,152)
Dividend paid	(488)	(1,952)	(1,464)	(3,904)
Net cash from/used in financing activities	4,652	(1,757)	4,385	3,174
NET CHANGE IN CASH AND CASH EQUIVALENTS	8,740	1,891	1,050	4,288
EFFECT OF CURRENCY TRANSLATION	518	99	1,623	478
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	20,251	24,846	26,836	22,070
CASH AND CASH EQUIVALENTS AT END OF PERIOD	29,509	26,836	29,509	26,836

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

	Year ended 31 December 2007 US\$'000	Year ended 31 December 2006 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)
Net assets acquired	-	6,597
Minority interests	-	(3,208)
Goodwill	-	3,569
Total cost of acquisition	-	6,958
Net cash outflow arising on acquisition		
Cash consideration paid	-	5,654
Direct expenses relating to the acquisition	-	1,304
Less:		
Accruals for direct cost on acquisition	-	(126)
Cash and cash equivalents acquired	-	(5,292)
Cash outflow on acquisition, net of cash and cash equivalents acquired	-	1,540

Note e: The Group acquired property, plant and equipment with aggregate cost of approximately US\$6,681,000 (2006: US\$ 6,404,000) of which US\$326,000 (2006: US\$362,000) was acquired by means of finance leases. Cash payment of approximately US\$6,355,000 (2006: US\$6,042,000) 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.

The group'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	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 2007	9,760	17,654	542	(7,020)	2,435	302	1,157	12	1,629	23,162	49,633	3,455	53,088
Gains on fair-value changes for available-for-sale investments	-	-	-	-	-	-	-	26	-	-	26	-	26
Currency translation differences	-	-	-	-	-	-	-	-	451	-	451	-	451
Net income recognized directly in equity	-	-	-	-	-	-	-	26	451	-	477	-	477
Profit for the three-month period	-	-	-	-	-	-	-	-	-	1,259	1,259	286	1,545
Total recognized income and expenses for the period	-	-	-	-	-	-	-	26	451	1,259	1,736	286	2,022
Transfer on cancellation of share options	-	-	(542)	-	-	-	-	-	-	542	-	-	-
Balance as at 31 March 2007	9,760	17,654	-	(7,020)	2,435	302	1,157	38	2,080	24,963	51,369	3,741	55,110
Loss on fair-value changes for available-for-sale investments	-	-	-	-	-	-	-	(2)	-	-	(2)	-	(2)
Currency translation differences	-	-	-	-	-	-	-	-	415	-	415	-	415
Net income recognized directly in equity	-	-	-	-	-	-	-	(2)	415	-	413	-	413
Loss for the three-month period	-	-	-	-	-	-	-	-	-	(769)	(769)	48	(721)
Total recognized income and expenses for the period	-	-	-	-	-	-	-	(2)	415	(769)	(356)	48	(308)
Share-based payment expense	-	-	71	-	-	-	-	-	-	-	71	-	71
Dividends paid	-	-	-	-	-	-	-	-	-	(976)	(976)	-	(976)
Appropriations	-	-	-	-	168	-	1	-	-	(169)	-	-	-
Balance as at 30 June 2007	9,760	17,654	71	(7,020)	2,603	302	1,158	36	2,495	23,049	50,108	3,789	53,897
Loss on fair-value changes for available-for-sale investments	-	-	-	-	-	-	-	(18)	-	-	(18)	-	(18)
Currency translation differences	-	-	-	-	-	-	-	-	1,084	-	1,084	-	1,084
Net income recognized directly in equity	-	-	-	-	-	-	-	(18)	1,084	-	1,066	-	1,066
Loss for the three-month period	-	-	-	-	-	-	-	-	-	(416)	(416)	-	(416)
Total recognized income and expenses for the period	-	-	-	-	-	-	-	(18)	1,084	(416)	650	-	650
Issue of share capital as consideration for acquisition of a subsidiary	368	1,368	-	-	-	-	-	-	-	-	1,736	-	1,736
Minority interests in relation to the acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	(3,789)	(3,789)
Share-based payment expense	-	-	71	-	-	-	-	-	-	-	71	-	71
Appropriations	-	-	-	-	683	1	1	-	-	(685)	-	-	-
Balance as at 30 September 2007	10,128	19,022	142	(7,020)	3,286	303	1,159	18	3,579	21,948	52,565	-	52,565
Currency translation differences	-	-	-	-	-	-	-	-	1,138	-	1,138	-	1,138
Net income recognized directly in equity	-	-	-	-	-	-	-	-	1,138	-	1,138	-	1,138
Loss for the three-month period	-	-	-	-	-	-	-	-	-	(351)	(351)	-	(351)
Total recognized income and expenses for the period	-	-	-	-	-	-	-	-	1,138	(351)	787	-	787
Share-based payment expense	-	-	71	-	-	-	-	-	-	-	71	-	71
Dividends paid	-	-	-	-	-	-	-	-	-	(488)	(488)	-	(488)
Appropriations	-	-	-	-	822	-	4	-	-	(826)	-	-	-
Balance as at 31 December 2007	10,128	19,022	213	(7,020)	4,108	303	1,163	18	4,717	20,283	52,935	-	52,935

The group's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows (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	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
Currency translation differences	-	-	-	-	-	-	-	-	206	-	206	-	206
Net income recognized directly in equity	-	-	-	-	-	-	-	-	206	-	206	-	206
Profit for the three-month period	-	-	-	-	-	-	-	-	-	2,222	2,222	-	2,222
Total recognized income and expenses for the period	-	-	-	-	-	-	-	-	206	2,222	2,428	-	2,428
Share-based payment expense	-	-	98	-	-	-	-	-	-	-	98	-	98
Appropriations	-	-	-	-	1	-	-	-	-	(1)	-	-	-
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
Currency translation differences	-	-	-	-	-	-	-	-	149	-	149	-	149
Net income recognized directly in equity	-	-	-	-	-	-	-	-	149	-	149	-	149
Profit for the three-month period	-	-	-	-	-	-	-	-	-	1,465	1,465	-	1,465
Total recognized income and expenses for the period	-	-	-	-	-	-	-	-	149	1,465	1,614	-	1,614
Share-based payment expense	-	-	99	-	-	-	-	-	-	-	99	-	99
Dividends paid	-	-	-	-	-	-	-	-	-	(1,952)	(1,952)	-	(1,952)
Appropriations	-	-	-	-	785	-	2	-	-	(787)	-	-	-
Balance as at 30 June 2006	9,760	17,654	295	(7,020)	2,118	302	1,157	-	1,036	23,950	49,252	-	49,252
Currency translation differences	-	-	-	-	-	-	-	-	261	-	261	-	261
Net income recognized directly in equity	-	-	-	-	-	-	-	-	261	-	261	-	261
Profit for the three-month period	-	-	-	-	-	-	-	-	-	588	588	90	678
Total recognized income and expenses for the period	-	-	-	-	-	-	-	-	261	588	849	90	939
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	3,265	3,265
Share-based payment expense	-	-	99	-	-	-	-	-	-	-	99	-	99
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
Gains on fair-value changes for available-for-sale investments	-	-	-	-	-	-	-	12	-	-	12	-	12
Currency translation differences	-	-	-	-	-	-	-	-	332	-	332	-	332
Net income recognized directly in equity	-	-	-	-	-	-	-	12	332	-	344	-	344
Profit for the three-month period	-	-	-	-	-	-	-	-	-	893	893	157	1,050
Total recognized income and expenses for the period	-	-	-	-	-	-	-	12	332	893	1,237	157	1,394
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	(57)	(57)
Share-based payment expense	-	-	148	-	-	-	-	-	-	-	148	-	148
Dividends paid	-	-	-	-	-	-	-	-	-	(1,952)	(1,952)	-	(1,952)
Appropriations	-	-	-	-	317	-	-	-	-	(317)	-	-	-
Balance as at 31 December 2006	9,760	17,654	542	(7,020)	2,435	302	1,157	12	1,629	23,162	49,633	3,455	53,088

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	Share option reserve US\$'000	Accumulated profits US\$'000	Total US\$'000
Balance as at 1 January 2007	9,760	17,654	542	241	28,197
Loss for the three-month period	-	-	-	(128)	(128)
Transfer on cancellation of share options	-	-	(542)	542	-
Balance as at 31 March 2007	9,760	17,654	-	655	28,069
Profit for the three-month period	-	-	-	798	798
Share-based payment expense	-	-	71	-	71
Dividend paid	-	-	-	(976)	(976)
Balance as at 30 June 2007	9,760	17,654	71	477	27,962
Share capital issued	368	1,368	-	-	1,736
Loss for the three-month period	-	-	-	(140)	(140)
Share-based payment expense	-	-	71	-	71
Balance as at 30 September 2007	10,128	19,022	142	337	29,629
Profit for the three-month period	-	-	-	939	939
Share-based payment expense	-	-	71	-	71
Dividend paid	-	-	-	(488)	(488)
Balance as at 31 December 2007	10,128	19,022	213	788	30,151

	Issued capital of the Company US\$'000	Share premium of the Company US\$'000	Share option reserve US\$'000	Accumulated profits US\$'000	Total US\$'000
Balance as at 1 January 2006	9,760	17,654	98	603	28,115
Share-based payment expense	-	-	98	-	98
Loss for the three-month period	-	-	-	(186)	(186)
Balance as at 31 March 2006	9,760	17,654	196	417	28,027
Share-based payment expense	-	-	99	-	99
Profit for the three-month period	-	-	-	1,809	1,809
Dividend paid	-	-	-	(1,952)	(1,952)
Balance as at 30 June 2006	9,760	17,654	295	274	27,983
Share-based payment expense	-	-	99	-	99
Loss for the three-month period	-	-	-	(92)	(92)
Balance as at 30 September 2006	9,760	17,654	394	182	27,990
Share-based payment expenses	-	-	148	-	148
Profit for the three-month period	-	-	-	2,011	2,011
Dividend paid	-	-	-	(1,952)	(1,952)
Balance as at 31 December 2006	9,760	17,654	542	241	28,197

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 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.

As at 31 December 2006, 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.

As stated at Note c to Paragraph 1(b)(i), the Company allotted and issued 18,405,221 new ordinary shares with a par value of US\$0.02 each to Mr. Yoshimi as consideration for the acquisition of the Second Tranche Sale Shares. As at 31 December 2007, the Company's issued and fully paid up share capital was US\$ 10,128,104 represented by 506,405,221 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). On 27 February 2007, the committee (the "Committee") duly authorized and appointed by the Company's board of directors to administer the CDW Holding Share Option Scheme (the "Scheme") resolved that the unexercised share options shall lapse and be cancelled on the ground that the objectives of the Scheme have not been met. The resolution was subsequently accepted by all the share option holders and all unexercised share options granted were cancelled prior to 31 March 2007.

On 9 March 2007, the Chief Executive Officer of the Company proposed to grant options to three executive directors and eleven senior executives (the "Participants") to subscribe for a total of 20,496,000 ordinary shares of S\$0.02 each in the capital of the Company. This proposal was adopted by the Committee and options granted were accepted by the Participants in April 2007. The option will be exercisable at S\$0.13 per share with an exercise period commencing from 9 March 2008 to 10 March 2012 (both days inclusive).

As at 31 December 2007, the option is within vesting period. According to International Accounting Standard, the non-vested ordinary share options are treated as options in the calculation of diluted earning per share ("DEPS") even though they may be contingent on vesting. The weighted average number of ordinary shares for the purpose of calculating DEPS increased by 854,000 shares for year ended 31 December 2007 and by 1,047,000 shares for three months ended 31 December 2007 for the purpose of calculating DEPS.

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.

As at year ended 31 December 2007 and 31 December 2006, the total number of issued shares was 506,405,221 and 488,000,000 respectively. There was no treasury share at both year ends.

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 year.

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 any independent auditor.

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 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.

There are no significant changes in the accounting policies and methods of computation, except for application of IFRS 7 Financial Instruments: Disclosures. Such adoption will not have any effect on the amounts reported for the current year or prior years but will change the extent of disclosure made in relation to the Group's and Company's financial instruments and the objectives, policies and process for managing capital.

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 based on profit
attributable to equity holders
on 1(a) above

	Three months / fourth quarter ended 31 December		Year ended 31 December	
	2007	2006	2007	2006
Based on weighted average number of ordinary shares in issue (US cents)				
- Basic	(0.07)	0.18	(0.06)	1.06
- Fully diluted	(0.07)	N/A	(0.06)	N/A
Weighted average number of ordinary shares for the purpose of basic earnings per ordinary share	506,405,221	488,000,000	492,601,221	488,000,000
Effect of dilutive share options	1,047,000	-	854,000	-
Weighted average number of ordinary shares for the purposes of diluted earnings per ordinary share	<u>507,452,221</u>	<u>488,000,000</u>	<u>493,455,221</u>	<u>488,000,000</u>

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued share capital excluding treasury shares of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year

31 December 2007 31 December 2006

Net assets value per ordinary share
(US cents)

- The Group	10.45	10.17
- The Company	5.95	5.78

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.**

Profit and Loss

The Group's revenue was US\$37.2 million in the quarter ended 31 December 2007 ('4Q07') and increased by 6.9% to US\$167.3 million for the full year ended 31 December 2007 ('FY07') over the previous corresponding year.

The Group experienced a loss of US\$0.4 million in this quarter due to the reasons mentioned below. For FY07, the profit after tax slipped 98.9% from US\$5.4 million to US\$0.1 million over the previous corresponding year.

LCD BLU

Revenue from our LCD BLU division was US\$17.9 million in 4Q07 and decreased by 0.4% to US\$92.7 million for FY07 over the previous corresponding year. In this quarter of 4Q07, the revenue decreased by 23.1% to US\$17.9 million which was attributable to unexpected drop in orders for GPS handheld device and to the orders for gamesets being delayed caused by a shortage of LCD panel in our customer's plant in October 2007. Despite the decrease in revenue, the operating margin was maintained as there was a corresponding reduction in operating costs.

As earlier explained in the previous quarterly result announcements, the production efficiency of the LCD BLUs division was also adversely affected by a number of unexpected rescheduling of orders from several key customers. The operating profit decreased by 63.6% to US\$1.9 million for FY07 over the previous corresponding year.

LCD Frames

LCD frames division continues to recover in 4Q07. Revenue from this division was US\$3.4 million in 4Q07. On a yearly basis, it declined by 16.6% to US\$11.6 million for FY07 over the previous corresponding year. Under-utilisation of the production facilities arising from the relocation associated with a higher operating expenses in this new factory resulted in an operating loss of US\$0.1 million in 4Q07 and accumulated operating losses of US\$1.4 million for FY07.

Precision accessories

Revenue from the precision accessories division for office equipment and electrical appliances was US\$7.7 million in 4Q07 and increased by 30.5% to US\$25.5 million for FY07 over the previous corresponding year. Operating profit for the division was US\$0.6 million in 4Q07 and increased by 14.5% to US\$3.4 million for FY07 over the previous corresponding year. Contribution from Japan Tomoike further strengthened the performance of this division.

Trading

Revenue from the trading division was US\$8.1 million in 4Q07 and increased by 25.1% to US\$37.5 million for FY07 over the previous corresponding year. The division incurred a loss of US\$0.2 million in 4Q07 as a result of decline in sales in Japan. Operating profit increased by 92.7% to US\$0.5 million for FY07.

Other operating income was US\$0.4 million in 4Q07 and increased by 9.9% to US\$1.1 million for FY07 over the previous corresponding year. The increase was mainly due to the additional income from sales of scrapped materials.

Distribution expenses were US\$1.1 million in 4Q07 and increased by 67.0% to US\$4.8 million for FY07 over the previous corresponding year. This was due to the expenses incurred during the year for the relocation of our production base to meet the logistics needs of a key customer as well as the consolidation of the distribution expenses as a result of the acquisition of Japan Tomoike for the full year as compared to the consolidation for six months in the previous corresponding year.

Administrative expenses were US\$5.9 million in 4Q07 and increased by 39.7% to US\$23.3 million for FY07 over the previous corresponding year. This was due mainly to increase in salary in term of headcount as well as the consolidation of Japan Tomoike for the full year as compared to six months in the previous corresponding year.

Income tax expenses increased by 36.1% to US\$0.9 million for FY07 over the previous corresponding year. The higher income tax expense resulted from the consolidation for the full year of income tax expenses incurred by Japan Tomoike in FY07 as compared to the consolidation for six months of income tax expenses incurred after the acquisition of Japan Tomoike in July 2006 over the previous corresponding period.

Finance cost was US\$0.2 million in 4Q07 and increased by 43.3% to US\$0.8 million for FY07. The increase in finance cost was in line with the increase in bank loan to meet the demand of the Group's financing needs.

Balance Sheet

As at 31 December 2007, the total assets and liabilities stood at US\$104.4 million and US\$51.4 million respectively. Non-current assets rose by US\$2.3 million to US\$30.8 million. The increase was a result of the capital expenditure for the Group's new Suzhou factory and an investment in a convertible loan less the reduction in goodwill and the realization of deferred tax assets and insurance premium in other assets.

Included in available-for-sales investments was a convertible loan with a mobile phone company with which the Group intends to form a strategic alliance in a niche handset market to increase sales in LCD BLU in the future.

The decrease in goodwill was caused by a negative goodwill, being the amount of net assets acquired less the acquisition cost, arising from the Second Tranche Sales Shares of Japan Tomoike. This negative goodwill was an offset against the goodwill arising from the First Tranche Sales Shares of Japan Tomoike as a part of the price adjustment to the total acquisition cost of Japan Tomoike.

Current assets declined by US\$1.5 million to US\$73.5 million. It mainly consisted of cash and bank balances, trade receivables and inventories. Cash and bank balances and pledged bank deposits increased by 11.8% to US\$31.1 million, which is in line with the decrease in trade receivables. The Group had cash net of borrowings totaling US\$10.9 million as at 31 December 2007.

Current liabilities stood at US\$45.9 million and mainly consisted of bank and other borrowings, trade payables and other payables and accruals. Non-current liabilities rose by US\$1.2 million to US\$5.6 million.

Bank borrowings increased by US\$6.9 million to US\$20.3 million as a result of new short-term bank financing for working capital and new long-term bank loans for financing the Group's capital expenditure as well as the investment in the convertible loan mentioned above.

Issued capital increased from US\$9.8 million as at 31 December 2006 to US\$10.1 million as at 31 December 2007. The increase represented the full settlement for the Second Tranche Sales Shares in the acquisition of Japan Tomoike. Total shareholders' equity increased by 6.7% to US\$ 52.5 million as at 31 December 2007 from US\$ 49.6 million as at 31 December 2006.

The Group's net asset value per share increased to 10.45 US cents as at 31 December 2007 from 10.17 US cents as at 31 December 2006.

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

No variance.

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

For the year ahead, the industry the Group operates in is expected to remain highly competitive. To improve the Group's profitability, the Group will focus on sourcing alternative materials at a more competitive price and will invest resources to improve our productivity.

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	0.1 US cents per ordinary share	0.1 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	0.2 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 – 2007

CDW Holding Limited

Business segment for the year ended 31 December 2007

	Parts trading	LCD backlight units	Precision accessories	LCD frames	Eliminations	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<u>Revenue</u>						
External sales	37,512	92,705	25,491	11,628		167,336
Inter-segment sales	-	1,209	1,572	736	(3,517)	-
Total revenue	37,512	93,914	27,063	12,364		167,336
<u>Results</u>						
Segment result	527	1,879	3,342	(1,422)		4,326
Unallocated corporate expense						(2,857)
Operating profit						1,469
Interest income						307
Interest expenses						(791)
Profit before income tax						985
Income tax expense						(928)
Profit after income tax						57
<u>Assets</u>						
Segment assets	27,443	35,654	15,626	20,396	(1,119)	98,000
Unallocated assets						6,362
Total assets						104,362
<u>Liabilities</u>						
Segment liabilities	11,881	9,950	4,913	2,835	(1,119)	28,460
Bank borrowings and obligation under finance leases						20,991
Unallocated liabilities						1,976
Total liabilities						51,427
<u>Other information</u>						
Capital expenditure	476	588	219	5,398		6,681
Depreciation of property, plant and equipment	283	1,225	807	1,317		3,632

Primary reporting format-Business Segments – 2006

CDW Holding Limited

Business segment for the year ended 31 December 2006

	Parts trading	LCD backlight units	Precision accessories	LCD frames	Eliminations	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<u>Revenue</u>						
External sales	29,990	93,115	19,539	13,942		156,586
Inter-segment sales (Note f)	-	2,076	1,061	724	(3,861)	-
Total revenue	29,990	95,191	20,600	14,666		156,586
<u>Results</u>						
Segment result	287	5,168	2,920	459		8,834
Unallocated corporate expense						(2,529)
Operating profit						6,305
Interest income						344
Interest expenses						(552)
Profit before income tax						6,097
Income tax expense						(682)
Profit after income tax						5,415
<u>Assets</u>						
Segment assets	25,752	42,939	8,987	18,694	(784)	95,588
Unallocated assets						7,969
Total assets						103,557
<u>Liabilities</u>						
Segment liabilities	20,354	8,042	3,997	2,388	(784)	33,997
Bank borrowings and obligation under finance leases						14,210
Unallocated liabilities						2,262
Total liabilities						50,469
<u>Other information</u>						
Capital expenditure	323	1,471	138	4,472		6,404
Depreciation of property, plant and equipment	391	1,025	390	1,027		2,833

Note f: The figures have been reclassified in order to conform to the current year's presentation. In prior periods, the sales of raw materials for production from one group company to another were classified as inter-segment sales from parts trading segment to other manufacturing segments. These inter-segment sales and their corresponding receivables and payables were then recorded under respective segments, and were eliminated under the "Eliminations" column. In the current period, the aforesaid sales of raw materials for production are no longer treated as inter-segment sales. Hence there are no corresponding inter-segment eliminations of these sales and their receivables and payables shown under the "Eliminations" column.

GROUP SEGMENTAL REPORTING

Secondary reporting format – Geographical Segments

	Revenue		Total Assets		Capital Expenditure	
	Year ended 31 December		Year ended 31 December		Year ended 31 December	
	2007 US\$'000	2006 US\$'000	2007 US\$'000	2006 US\$'000	2007 US\$'000	2006 US\$'000
Hong Kong	57,338	58,965	24,920	10,389	229	187
PRC	61,664	68,998	54,626	72,776	6,118	6,081
Japan	41,378	28,323	24,816	20,392	334	136
Others	6,956	300	-	-	-	-
Total	167,336	156,586	104,362	103,557	6,681	6,404

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 was generating a more balanced revenue in Hong Kong, PRC and Japan. Revenue in Hong Kong, PRC and Japan accounted for 34.3%, 36.9% and 24.7% of the total revenue respectively. The increase in sales to Japan was attributable to the increase in sales volume contributed by Japan Tomoike. Total revenue increased by 6.9 % to US\$167.3 million for FY07 compared to the previous corresponding year.

The total asset located in Hong Kong increased by 139.9% from US\$10.4million as at 31 December 2006 to US\$24.9 million as at 31 December 2007 as a result of the distribution of the prior year retained earnings from PRC subsidiaries to a Hong Kong intermediate holding company. During the year, the Group invested a total capital expenditure of US\$6.1 million in the production facilities in PRC as compared to US\$0.2 million and US\$0.3 million in Hong Kong and Japan respectively.

15. A breakdown of sales

	Year ended 31 December		
	2007 US\$'000	2006 US\$'000	% Increase / (Decrease)
Sales reported for the first quarter	46,747	44,212	5.7%
Sales reported for the second quarter	39,358	31,676	24.3%
Sales reported for the third quarter	44,042	37,881	16.3%
Sales reported for the fourth quarter	37,189	42,817	(13.1%)
Operating profit after tax for the first quarter	1,545	2,222	(30.5%)
Operating (loss)/profit after tax for the second quarter	(721)	1,465	(149.2%)
Operating (loss)/profit after tax for the third quarter	(416)	678	(161.4%)
Operating (loss)/profit after tax for the fourth quarter	(351)	1,050	(133.4%)

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)	FY2007	FY2006
Ordinary dividend		
- Interim	488	1,952
- Final (note g)	506	976
Total	994	2,928

Note g: Final dividend for FY07 is estimated based on the number of shares outstanding as at the end of the financial year.

17. Interested person transactions for the twelve months ended 31 December 2007

	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
1. Tomoike Industrial Co., Limited ("Japan Tomoike")		
Purchase of raw materials and semi-finished goods from Japan Tomoike	-	16,519
Revenue from Japan Tomoike for assembly of LCD backlight units and its related components and precision accessories for office and electrical appliances	-	7,738
2. J&T Flex Technology Co., Limited ("J&T")		
Purchase of parts for trading from J&T	465	-
3. Mikuni Co., Limited		
Support services and marketing services to Japan Tomoike	112	-
Total	577	24,257

BY ORDER OF THE BOARD

Kunikazu YOSHIMI
Executive Director
29 February 2008

LAI Shi Hong, Edward
Executive Director