

**Unaudited Full Year Financial Statements And Dividend Announcement for the Year / Fourth Quarter Ended 31 December 2008**
**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 2008**

	Note	Three months / fourth quarter ended 31 December			Year ended 31 December		
		2008 US\$'000	2007 US\$'000	% Increase/ (Decrease)	2008 US\$'000	2007 US\$'000	% Increase/ (Decrease)
Revenue		43,227	37,189	16.2%	154,592	167,336	(7.6%)
Cost of sales		(33,296)	(30,699)	8.5%	(122,407)	(138,441)	(11.6%)
Gross profit		9,931	6,490	53.0%	32,185	28,895	11.4%
Other operating income		433	409	5.9%	1,253	1,057	18.5%
Distribution expenses		(1,150)	(1,088)	5.7%	(4,094)	(4,837)	(15.4%)
Administrative expenses		(7,818)	(5,945)	31.5%	(27,383)	(23,339)	17.3%
Finance costs		(110)	(202)	(45.5%)	(498)	(791)	(37.0%)
Profit/(Loss) before income tax	(1)	1,286	(336)	(482.7%)	1,463	985	48.5%
Income tax expense		(373)	(15)	2,386.7%	(1,342)	(928)	44.6%
Profit/(Loss) after income tax		913	(351)	(360.1%)	121	57	112.3%
Attributable to:							
Equity holders of the Company		913	(351)	(360.1%)	121	(277)	(143.7%)
Minority interests		-	-	N/A	-	334	(100.0%)
		913	(351)	(360.1%)	121	57	112.3%

**Note (1)**

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

	Three months / fourth quarter ended 31 December		Year ended 31 December	
	2008 US\$'000	2007 US\$'000	2008 US\$'000	2007 US\$'000
Depreciation	988	876	3,864	3,632
Interest income	(74)	(81)	(244)	(307)
Net foreign exchange loss/(gain) (Note a)	1,235	(81)	2,004	542
Allowance for inventories	321	(57)	1,190	530
Change in fair value of derivative financial instruments	(135)	45	-	-
Impairment loss on available-for-sale investments	391	-	391	-

Note a: The foreign currency exchange loss for the year ended 31 December 2008 comprised mainly unrealized net loss on translating monetary assets less monetary liabilities in foreign currency, mainly United States dollars and Japanese yen, to functional currency at each Group entity and realized net loss on payments denominated in foreign currencies other than the functional currency in each Group entity.

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 2008

	The Group		The Company	
	As at 31 December 2008 US\$'000	As at 31 December 2007 US\$'000	As at 31 December 2008 US\$'000	As at 31 December 2007 US\$'000
<b><u>ASSETS</u></b>				
<b>Current Assets:</b>				
Cash and bank balances	29,877	29,509	132	92
Trade receivables	24,935	27,426	-	-
Other receivables and prepayments	3,628	1,204	1,455	30
Prepaid lease payments	9	9	-	-
Income tax recoverable	167	152	-	-
Inventories	10,628	13,617	-	-
Pledged bank deposits (Note b)	1,295	1,622	-	-
<b>Total current assets</b>	<b>70,539</b>	<b>73,539</b>	<b>1,587</b>	<b>122</b>
<b>Non-current assets</b>				
Goodwill	1,516	1,516	-	-
Available-for-sale investments	886	2,549	-	1,511
Held-to-maturity investment	979	988	-	-
Other assets	881	675	-	-
Amount due from a subsidiary	-	-	17,927	18,303
Prepaid lease payments	462	442	-	-
Property, plant and equipment	25,619	24,653	-	-
Subsidiaries	-	-	10,624	10,397
<b>Total non-current assets</b>	<b>30,343</b>	<b>30,823</b>	<b>28,551</b>	<b>30,211</b>
<b>Total assets</b>	<b>100,882</b>	<b>104,362</b>	<b>30,138</b>	<b>30,333</b>
<b><u>LIABILITIES AND EQUITY</u></b>				
<b>Current liabilities</b>				
Bank and other borrowings	11,232	16,320	-	-
Trade payables	25,597	24,958	-	-
Other payables and accruals	4,807	3,685	175	182
Current portion of obligation under finance leases	358	397	-	-
Income tax payable	480	531	-	-
<b>Total current liabilities</b>	<b>42,474</b>	<b>45,891</b>	<b>175</b>	<b>182</b>
<b>Non-current liabilities</b>				
Bank and other borrowings	1,170	3,950	-	-
Obligation under finance leases	543	324	-	-
Retirement benefit obligations	728	636	-	-
Deferred tax liabilities	778	626	-	-
<b>Total non-current liabilities</b>	<b>3,219</b>	<b>5,536</b>	<b>-</b>	<b>-</b>
<b>Capital and reserves</b>				
Issued capital	10,110	10,128	10,110	10,128
Reserves	45,079	42,807	19,853	20,023
<b>Total equity</b>	<b>55,189</b>	<b>52,935</b>	<b>29,963</b>	<b>30,151</b>
<b>Total liabilities and equity</b>	<b>100,882</b>	<b>104,362</b>	<b>30,138</b>	<b>30,333</b>

Note b: As at 31 December 2008, the Group's fixed deposits of approximately US\$1,295,000 (2007: US\$1,622,000) were pledged to financial institutions to secure borrowings of 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 2008		As at 31 December 2007	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
<b>Bank and other borrowings</b>	1,287	9,945	4,750	11,570
<b>Obligation under finance leases</b>	358	-	397	-
<b>Total</b>	1,645	9,945	5,147	11,570

**Amount repayable after one year**

	As at 31 December 2008		As at 31 December 2007	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
<b>Bank and other borrowings</b>	-	1,170	44	3,906
<b>Obligation under finance leases</b>	543	-	324	-
<b>Total</b>	543	1,170	368	3,906

**Details of collateral**

As at 31 December 2008, the Group's fixed deposit of approximately US\$1,295,000 (2007: US\$1,622,000) and property, plant and equipment with net book value of approximately US\$2,875,000 (2007: US\$2,230,000) were pledged to financial institutions to secure borrowings and other unutilized banking facilities 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 2008

	Three months / fourth quarter ended 31 December		Year ended 31 December	
	2008	2007	2008	2007
	US\$'000	US\$'000	US\$'000	US\$'000
<b>CASH FROM OPERATING ACTIVITIES</b>				
<b>Profit /(Loss) before income tax</b>	1,286	(336)	1,463	985
Adjustments for				
Share-based payment expenses	66	71	227	213
Allowance for inventories	321	(57)	1,190	530
Change in fair value of derivative financial instruments	(135)	45	-	-
Depreciation	988	876	3,864	3,632
Amortization of prepaid lease payments	3	5	11	5
Interest income	(74)	(81)	(244)	(307)
Interest expenses	110	202	498	791
Loss / (Gain) on disposal of property, plant and equipment	103	(264)	143	110
Gain on disposal of other assets	-	(227)	-	(227)
Impairment loss on available-for-sale investments	391	-	391	-
Retirement benefit obligations	38	15	(74)	94
<b>Operating cash flows before movements in working capital</b>	3,097	249	7,469	5,826
Trade receivables, other receivables and prepayments	913	3,760	1,391	5,303
Inventories	1,121	3,602	1,799	578
Trade payables, other payables and accruals	2,905	(4,560)	1,762	(6,608)
<b>Cash generated from operations</b>	8,036	3,051	12,421	5,099
<b>Income tax paid</b>	(593)	(16)	(1,439)	(854)
<b>Income tax refunded</b>	-	-	-	40
<b>Interest paid</b>	(110)	(202)	(498)	(791)
<b>Net cash generated from operating activities</b>	7,333	2,833	10,484	3,494
<b>INVESTING ACTIVITIES</b>				
Proceeds of loan receivable	124	-	114	-
Proceeds from disposal of property, plant and equipment	116	445	359	486
Proceeds from disposal of other assets	-	1,136	-	1,136
Increase in other assets	(23)	-	(29)	(286)
Purchase of available-for-sale investments	-	(65)	-	(1,525)
Purchase of property, plant and equipment (Note c)	(467)	(342)	(2,368)	(6,355)
Interest income received	74	81	244	307
<b>Net cash (used in) / generated from investing activities</b>	(176)	1,255	(1,680)	(6,237)
<b>FINANCING ACTIVITIES</b>				
Payment of share buyback	(31)	-	(31)	-
Proceeds from bank and other borrowings	65,844	37,839	215,335	97,498
Repayment of obligation under finance leases	(129)	(139)	(559)	(458)
Repayment of bank and other borrowings	(70,999)	(32,557)	(224,671)	(90,493)
Decrease / (Increase) in pledged bank deposits	558	(3)	317	(606)
Dividend paid	-	(488)	(2,532)	(1,464)
<b>Net cash (used in) / generated from financing activities</b>	(4,757)	4,652	(12,141)	4,477
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	2,400	8,740	(3,337)	1,734
<b>NET EFFECT OF CURRENCY TRANSLATION DIFFERENCES</b>	2,767	518	3,705	939
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	24,710	20,251	29,509	26,836
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	29,877	29,509	29,877	29,509

Note c: In the year ended 31 December 2008, the Group acquired property, plant and equipment with aggregate cost of approximately US\$2,956,000 (2007: US\$6,681,000) of which US\$588,000 (2007: US\$326,000) was acquired by means of finance leases. Cash payments of approximately US\$2,368,000 (2007: US\$6,355,000) 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:**

	Share Capital 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	Other Reserve US\$'000	Revaluation reserve US\$000	Currency translation reserve US\$'000	Retained earnings US\$'000	Attributable to equity holders of the Company US\$'000	Minority interests US\$'000	Total US\$'000
Balance as at 1 January 2008	10,128	19,022	213	(7,020)	4,108	303	1,163	18	4,717	20,283	52,935	-	52,935
Loss on fair-value changes for available-for-sale investments	-	-	-	-	-	-	-	(206)	-	-	(206)	-	(206)
Currency translation differences	-	-	-	-	-	-	-	-	2,603	-	2,603	-	2,603
Net income recognized directly in equity	-	-	-	-	-	-	-	(206)	2,603	-	2,397	-	2,397
Loss for the three-month period	-	-	-	-	-	-	-	-	-	(635)	(635)	-	(635)
Total recognized income and expenses for the period	-	-	-	-	-	-	-	(206)	2,603	(635)	1,762	-	1,762
Share-based payment expense	-	-	71	-	-	-	-	-	-	-	71	-	71
Balance as at 31 March 2008	10,128	19,022	284	(7,020)	4,108	303	1,163	(188)	7,320	19,648	54,768	-	54,768
Gains on fair-value changes for available-for-sale investments	-	-	-	-	-	-	-	100	-	-	100	-	100
Currency translation differences	-	-	-	-	-	-	-	-	279	-	279	-	279
Net income recognized directly in equity	-	-	-	-	-	-	-	100	279	-	379	-	379
Loss for the three-month period	-	-	-	-	-	-	-	-	-	(652)	(652)	-	(652)
Total recognized income and expenses for the period	-	-	-	-	-	-	-	100	279	(652)	(273)	-	(273)
Transfer on cancellation of share option	-	-	(265)	-	-	-	-	-	-	265	-	-	-
Share-based payment expense	-	-	23	-	-	-	-	-	-	-	23	-	23
Dividends paid	-	-	-	-	-	-	-	-	-	(506)	(506)	-	(506)
Balance as at 30 June 2008	10,128	19,022	42	(7,020)	4,108	303	1,163	(88)	7,599	18,755	54,012	-	54,012
Loss on fair-value changes for available-for-sale investments	-	-	-	-	-	-	-	(25)	-	-	(25)	-	(25)
Currency translation differences	-	-	-	-	-	-	-	-	226	-	226	-	226
Net income recognized directly in equity	-	-	-	-	-	-	-	(25)	226	-	201	-	201
Profit for the three-month period	-	-	-	-	-	-	-	-	-	495	495	-	495
Total recognized income and expenses for the period	-	-	-	-	-	-	-	(25)	226	495	696	-	696
Share-based payment expense	-	-	67	-	-	-	-	-	-	-	67	-	67
Dividends paid	-	-	-	-	-	-	-	-	-	(2,026)	(2,026)	-	(2,026)
Appropriations	-	-	-	-	405	4	4	-	-	(413)	-	-	-
Balance as at 30 September 2008	10,128	19,022	109	(7,020)	4,513	307	1,167	(113)	7,825	16,811	52,749	-	52,749
Transfer to profit and loss statement	-	-	-	-	-	-	-	113	-	-	113	-	113
Currency translation differences	-	-	-	-	-	-	-	-	1,379	-	1,379	-	1,379
Net income recognized directly in equity	-	-	-	-	-	-	-	113	1,379	-	1,492	-	1,492
Profit for the three-month period	-	-	-	-	-	-	-	-	-	913	913	-	913
Total recognized income and expenses for the period	-	-	-	-	-	-	-	113	1,379	913	2,405	-	2,405
Share-based payment expense	-	-	66	-	-	-	-	-	-	-	66	-	66
Cancellation of purchased shares under Share Buyback Mandate	(18)	(13)	-	-	-	-	-	-	-	-	(31)	-	(31)
Balance as at 31 December 2008	10,110	19,009	175	(7,020)	4,513	307	1,167	-	9,204	17,724	55,189	-	55,189

**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)**

	Share Capital 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	Other Reserve US\$'000	Revaluation reserve US\$000	Currency translation reserve US\$'000	Retained earnings 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 issuer's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows:**

	Share Capital US\$'000	Share premium of the Company US\$'000	Share option reserve US\$'000	Retained earnings US\$'000	Total US\$'000
Balance as at 1 January 2008	10,128	19,022	213	788	30,151
Loss for the three-month period	-	-	-	(159)	(159)
Share-based payment expense	-	-	71	-	71
Balance as at 31 March 2008	10,128	19,022	284	629	30,063
Profit for the three-month period	-	-	-	321	321
Share-based payment expense	-	-	23	-	23
Transfer on cancellation of share options	-	-	(265)	265	-
Dividend paid	-	-	-	(506)	(506)
Balance as at 30 June 2008	10,128	19,022	42	709	29,901
Profit for the three-month period	-	-	-	1,860	1,860
Share-based payment expense	-	-	67	-	67
Dividend paid	-	-	-	(2,026)	(2,026)
Balance as at 30 September 2008	10,128	19,022	109	543	29,802
Profit for the three-month period	-	-	-	126	126
Share-based payment expense	-	-	66	-	66
Cancellation of purchased shares under Share Buyback Mandate	(18)	(13)	-	-	(31)
Balance as at 31 December 2008	10,110	19,009	175	669	29,963

	Share Capital US\$'000	Share premium of the Company US\$'000	Share option reserve US\$'000	Retained earnings 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

- 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 share excluding treasury share 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.**

#### **Share Capital**

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.

During the year, the Company purchased 900,000 ordinary shares of US\$0.02 each under the Share Buyback Mandate. As at 31 December 2008, the Company's issued and fully paid up share capital was US\$10,110,104 represented by 505,505,221 ordinary shares of US\$0.02 each.

#### **Share Options**

On 9 March 2007, the Chief Executive Officer of the Company proposed to grant options to three executive directors and ten senior executives (the "2007 Participants") to subscribe for a total of 20,496,000 ordinary shares of US\$0.02 each in the capital of the Company. This proposal was adopted by the Remuneration Committee and options granted were accepted by the 2007 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 8 March 2012 (both days inclusive).

On 23 May 2008, the Remuneration 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 the 2007 Participants and 19,032,000 share options granted were cancelled prior to 30 June 2008.

On 11 June 2008, the Chief Executive Officer of the Company proposed to grant options to four executive directors and eight senior executives (the "2008 Participants") to subscribe for a total 19,032,000 ordinary share of US\$0.02 each in the capital of the Company. This proposal was adopted by the Committee and options granted were accepted by the 2008 Participants in June 2008. The option will be exercisable at S\$0.07 per share with an exercise period commencing from 11 June 2009 to 10 June 2013 (both days inclusive).

The number of outstanding share options as at 31 December 2008 is 20,496,000 (2007: 20,496,000).

- 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 2008 and 31 December 2007, the total number of issued shares was 505,505,221 and 506,405,221 respectively. There was no treasury share at both period end and year end.

- 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 and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by the independent 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 recent 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 2007.

**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**

Not applicable.

**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**

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

	Three months / fourth quarter		Year ended	
	ended 31 December		31 December	
	2008	2007	2008	2007
Based on weighted average number of ordinary shares in issue (US cents)				
- Basic	0.18	(0.07)	0.02	(0.06)
- Fully diluted (Note d)	-	(0.07)	-	(0.06)
Weighted average number of ordinary shares for the purpose of basic earnings per ordinary share	505,505,221	506,405,221	506,363,964	492,601,221
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>505,505,221</u>	<u>507,452,221</u>	<u>506,363,964</u>	<u>493,455,221</u>

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

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

31 December 2008    31 December 2007

Net assets value per ordinary share (US cents)

- The Group	10.92	10.45
- The Company	5.93	5.95

The calculation of the net asset value per ordinary shares is based on total of 505,505,221 (2007: 506,405,221) 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**

**Profit and Loss**

The Group saw a drop in revenue by 7.6% to US\$154.6 million in the year ended 31 December 2008 ("FY08") as compared to the revenue of US\$167.3 million in the previous year, which is attributable to fewer orders from customers in LCD BLU division in the first half of FY08. In the second half of FY08, the Group experienced a steady increase in orders for new models from customers in LCD BLU and precision accessories segments, contributing to a growth in revenue by 16.2% to US\$43.2 million in the fourth quarter of FY08 as compared to US\$37.2 million for the corresponding period in the previous year.

The Group achieved a net profit of US\$0.9 million in 4Q08 as compared to a net loss of US\$0.4 million over the corresponding period in the previous year. Overall, the Group recorded a net profit of US\$0.1 million for FY08, which was slightly improved in comparison with last year.

The administrative expenses in the consolidated profit and loss statement for FY08 included a foreign currency exchange loss of US\$2.0 million, which was primarily arisen from the unfavorable exchange fluctuations in the Japanese Yen during the year. Exchange losses incurred by each segment were stated below for comparing with the corresponding year's performance.

**LCD BLU**

Total revenue from the LCD BLU segment in FY08 was US\$86.2 million, representing a 7.0% decrease from US\$92.7 million in previous year. In the first half of 2008, the revenue was continuously affected by the change in the procurement strategy commencing from 2007 by one of the Group's key customer's client. In consequence of the change, the Group had focused on the production of BLU for gamesets and other handheld devices which led to a boost in revenue in the second half of 2008. Such shift in focus helped to mitigate the uncertainty over orders from BLU for handsets market, which contributed to the satisfactory performance of this segment.

In 2008, the Group manufactured a total of 31.4 million BLU units for gamesets and other handhelds and 15.9 million units for handsets, as compared to 25.0 million units and 31.7 million units respectively in 2007.

After accounting for an attributable exchange loss of US\$0.7 million, the operating profit for this division increased to US\$3.4 million in FY08 from US\$1.9 million in the previous year.

**LCD Frames**

Revenue from the LCD frames segment surged by 44.0% to US\$16.7 million in FY08, as compared to US\$11.6 million in the previous year. Since the commencement of operation in the new facilities in July 2007, this segment has seen an increase in the orders for new models with higher utilisation, and managed to make a marginal operating profit for FY08, as compared to an operating loss of US\$1.4 million in the previous year. The operating results of FY08 had accounted for an attributable exchange loss of US\$0.1 million.

### **Precision Accessories**

Revenue for the precision accessories segment decreased slightly by US\$1.7 million to US\$23.7 million in FY08 as compared to US\$25.5 million in the previous year. Operating profit also declined to US\$1.6 million in FY08 as compared to US\$3.3 million in the previous year. The decline was resulted from the lower gross margin performance due to competition and the start up cost of a new factory established in Dongguan and commenced production in September 2008. In the last quarter of FY08, revenue of this segment increased as a result of additional orders for new models. Operating profit of this segment was also eroded by an attributable exchange loss of US\$0.6 million for the year.

### **Trading**

Revenue for the Group's trading segment dropped by 25.6% to US\$27.9 million in FY08, as compared to US\$37.5 million in the previous year. It was attributable to fewer orders received in Japan. Operating profit for the segment decreased by US\$0.2 million to US\$0.3 million in FY08 as compared to US\$0.5 million in the previous year, which had also included an attributable exchange loss of US\$0.4 million for FY08. The Group will continue to maintain a reasonable level of trading operations as a support of sourcing service to our customers.

Other income increased by 18.5% to US\$1.3 million in FY08 as compared to the previous year. The increase was mainly due to the income generated from sales of scrap materials.

Distribution expenses in FY08 decreased by 15.4% to US\$ 4.1 million due to a reduction in the transportation cost in FY08.

Administration expenses in FY08 increased by 17.3% to US\$27.4 million as a result of increased salary expenses and headcount to retain talents and to assist the growth of the Group. Besides, an impairment loss of US\$0.4 million on the Group's investments and the abovementioned exchange losses of US\$2.0 million were also reasons for the increase.

Finance costs decreased by 37.0% to US\$0.5 million in FY08. The drop in finance costs was resulted from lower interest rates and a reduction in bank and other borrowings in the year.

Income tax expenses in FY08 increased by 44.6% to US\$1.3 million. It was mainly attributable to higher tax rates in the PRC and the higher income tax charged on the Group's subsidiary in Japan.

### **Balance Sheet**

As at 31 December 2008, the total assets and liabilities stood at US\$100.9 million and US\$45.7 million respectively.

Non-current assets dropped by US\$0.5 million to US\$30.3 million after taking account of the additions of property, plant and equipment which were mainly for the new Dongguan factory under the precision accessories segment and the reclassification of certain available for sale investments from non-current assets to current assets.

Current assets declined by US\$3.0 million to US\$70.5 million as at 31 December 2008 and mainly consisted of cash and bank balances, receivables and inventories. The decrease in current assets was attributable to lower receivables and inventories balances. The drop in inventories was due to the reduction in the inventory lead time.

Current liabilities fell by US\$3.4 million to US\$42.5 million, and consisted of bank and other borrowings, payables and accruals. Non-current liabilities declined by US\$2.3 million to US\$3.2 million. Decreases in both the current and non-current liabilities were mainly attributed to partial repayment of bank loans during the year. As a result, the bank and other borrowings decreased by US\$7.9 million to US\$12.4 million.

During the year, the Group purchased 900,000 shares at an average cost of 5 SG cents per ordinary share (equivalent to 3.5 US cents per ordinary share) under the Share Buyback Mandate. These purchased shares were treated as cancelled and the issued capital was diminished by the nominal value of these cancelled shares accordingly.

The Group's net assets value per share increased to 10.92 US cents as at 31 December 2008 from 10.45 US cents as at 31 December 2007.

### **Cash Flow**

The Group recorded net cash generated from operating activities amounting to US\$10.5 million in FY08 as compared to US\$3.5 million in the previous year.

In FY08, the Group spent a net cash of US\$1.7 million in investing activities as compared to US\$6.2 million in previous year. During the year, the Group purchased fixed assets worth of US\$2.4 million in which US\$0.6 million was financed by finance lease.

For the financing activities, the Group increased net cash used in this segment amounting to US\$12.1 million in FY08 as compared to net cash generating from this segment amounting to US\$4.5 million in the previous year. Inclusive in the net cash used for financing activities are payment of dividends amounting to US\$2.5 million and partial net repayment of bank loans amounting to US\$9.3 million.

**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 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 Group envisages that the world economy will continue to be affected by the global economic turmoil, and expects order books for the coming year will be shrunken by the expected lower spending by consumers. If the utilisation of production capacity continues to be at low level, the management will respond and downsize the operation scale to cope with this tough situation.

In addition, a significant portion of the raw materials purchased by the Group is in Japanese Yen. If Japanese Yen continues to strengthen, there will be an adverse effect on the Group's profitability. The management will continue to monitor the situation and will take necessary measures to mitigate this foreign exchange exposure.

In view of a substantial decline in sales in January 2009 as compared to that of December 2008, the Group expects an operating loss will be reported for the first quarter of 2009.

**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	0.4 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	0.1 US cents per ordinary share	0.1 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, Q4 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 – 2008**

**CDW Holding Limited**  
**Business segment for the year ended 31 December 2008**

	<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	27,913	86,185	23,748	16,746		154,592
Inter-segment sales	-	2,452	1,729	1,637	(5,818)	-
Total revenue	<u>27,913</u>	<u>88,637</u>	<u>25,477</u>	<u>18,383</u>		<u>154,592</u>
<b><u>Results</u></b>						
Segment result	304	3,398	1,643	41		5,386
Unallocated corporate expense (Note e)						(3,669)
Operating profit						1,717
Interest income						244
Interest expenses						(498)
Profit before income tax						1,463
Income tax expense						(1,342)
Profit after income tax						<u>121</u>
<b><u>Assets</u></b>						
Segment assets	22,956	34,824	16,923	21,127	(963)	94,867
Unallocated assets						6,015
Consolidated total assets						<u>100,882</u>
<b><u>Liabilities</u></b>						
Segment liabilities	12,071	11,465	5,417	2,125	(963)	30,115
Bank borrowings and obligation under finance leases						13,302
Unallocated liabilities						2,276
Consolidated total liabilities						<u>45,693</u>
<b><u>Other information</u></b>						
Capital expenditure	815	129	1,152	860		2,956
Depreciation of property, plant and equipment	385	1,242	833	1,404		3,864

Note e: Included in the unallocated corporate expense was the impairment loss and exchange loss on investment amounting to approximately US\$391,000 and US\$243,000 respectively.

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
<b><u>Revenue</u></b>						
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
<b><u>Results</u></b>						
Segment result	527	1,879	3,342	(1,422)		4,326
Unallocated corporate expenses						(2,857)
Operating profit						1,469
Interest income						307
Interest expenses						(791)
Profit before income tax						985
Income tax expenses						(928)
Profit after income tax						57
<b><u>Assets</u></b>						
Segment assets	27,443	35,654	15,626	20,396	(1,119)	98,000
Unallocated assets						6,362
Consolidated total assets						104,362
<b><u>Liabilities</u></b>						
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
Consolidated total liabilities						51,427
<b><u>Other information</u></b>						
Capital expenditure	476	588	219	5,398		6,681
Depreciation of property, plant and equipment	283	1,225	807	1,317		3,632

## 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	
	2008 US\$'000	2007 US\$'000	2008 US\$'000	2007 US\$'000	2008 US\$'000	2007 US\$'000
<b>Hong Kong</b>	50,570	57,338	20,063	24,920	189	229
<b>PRC</b>	71,941	61,664	59,650	54,626	1,845	6,118
<b>Japan</b>	30,532	41,378	21,169	24,816	922	334
<b>Others</b>	1,549	6,956	-	-	-	-
<b>Total</b>	154,592	167,336	100,882	104,362	2,956	6,681

**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 revenue in Hong Kong, PRC and Japan. Revenue in Hong Kong, PRC and Japan accounted for 32.7%, 46.5% and 19.8% of the total revenue respectively. Total revenue decreased by 7.6% to US\$154.6 million for FY08 as compared to the previous year.

The total assets located in Hong Kong, PRC and Japan accounted for 19.9%, 59.1% and 21.0% of the total assets respectively. During the year, the Group invested a total capital expenditure of US\$1.8 million in the production facilities in PRC as compared to US\$1.1 million in Hong Kong and Japan.

**15. A breakdown of sales**

	Year ended 31 December		
	2008 US\$'000	2007 US\$'000	% Increase / (Decrease)
Sales reported for the first quarter	34,685	46,747	(25.8%)
Sales reported for the second quarter	36,032	39,358	(8.5%)
Sales reported for the third quarter	40,648	44,042	(7.7%)
Sales reported for the fourth quarter	43,227	37,189	16.2%
Operating (Loss)/profit after income tax for the first quarter	(635)	1,545	(141.1%)
Operating (Loss) after income tax for the second quarter	(652)	(721)	(9.6%)
Operating profit/(loss) after income tax for the third quarter	495	(416)	(219.0%)
Operating profit/(loss) after income tax for the fourth quarter	913	(351)	(360.1%)



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)	Year ended 31 December 2008	Year ended 31 December 2007
<b>Ordinary dividend</b>		
- Interim	2,026	488
- Final (Note f)	2,022	506
<b>Total</b>	4,048	994

Note f: The calculation of the final dividend for the year ended 31 December 2008 was based on the number of ordinary share outstanding as at the end of the financial year.

17. Interested person transactions for the twelve months ended 31 December 2008

	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>Mikuni Co., Limited</b>		
Support services and marketing services to Tomoike Industrial Co., Limited	110	-
<b>Total</b>	110	-

BY ORDER OF THE BOARD

Kunikazu YOSHIMI  
Executive Director  
28 February 2009

DY MO Hua Cheung, Philip  
Executive Director