Unaudited Third Quarter Financial Statements And Dividend Announcement for the Nine Months / Third Quarter Ended 30 September 2009

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 INCOME STATEMENT
For the period ended 30 September 2009

		Three months / third quarter ended 30 September			Nine months ended 30 September		
	Note	2009 US$'000	2008 US$'000	% Increase/ (Decrease)	2009 US$'000	2008 US$'000	% Increase/ (Decrease)
Revenue		31,934	40,648	(21.4%)	77,205	111,365	(30.7%)
Cost of sales		(24,464)	(32,433)	(24.6%)	(59,795)	(89,111)	(32.9%)
Gross profit		7,470	8,215	(9.1%)	17,410	22,254	(21.8%)
Other operating income		110	439	(74.9%)	361	820	(56.0%)
Distribution expenses		(584)	(1,019)	(42.7%)	(1,475)	(2,944)	(49.9%)
Administrative expenses		(5,400)	(6,439)	(16.1%)	(16,699)	(19,565)	(14.6%)
Finance costs		(66)	(111)	(40.5%)	(212)	(388)	(45.4%)
Profit/(Loss) before income tax	(1)	1,530	1,085	41.0%	(615)	177	(447.5%)
Income tax expense		(181)	(590)	(69.3%)	(617)	(969)	(36.3%)
Profit/(Loss) after income tax		1,349	495	172.5%	(1,232)	(792)	55.6%

Note (1)

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

	Three months / third quarter ended 30 September		Nine months ended 30 September	
	2009 US$'000	2008 US$'000	2009 US$'000	2008 US$'000
Depreciation	943	968	2,872	2,876
Interest income	(44)	(46)	(120)	(170)
Net foreign exchange loss (Note a)	185	208	168	769
Allowance for inventories	246	447	357	869
Under-provision of income tax expense in respect of prior year	-	-	87	-
Loss on disposal of property, plant and equipment	6	7	169	40
Change in the fair value of derivate financial instruments	-	(77)	-	135

Note a: The foreign currency exchange loss for the nine months ended 30 September 2009 comprised mainly unrealized net loss on translating monetary assets less monetary liabilities in foreign currencies, 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 statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
As at 30 September 2009

	The Group		The Company	
	As at 30 September 2009 US$'000	As at 31 December 2008 US$'000	As at 30 September 2009 US$'000	As at 31 December 2008 US$'000
ASSETS				
Current Assets:				
Cash and bank balances	32,658	29,877	102	132
Trade receivables	19,116	24,935	-	-
Other receivables and prepayments	2,641	3,628	929	1,455
Prepaid lease payments	9	9	-	-
Income tax recoverable	21	167	-	-
Inventories	7,879	10,628	-	-
Pledged bank deposits (Note b)	1,648	1,295	-	-
Total current assets	63,972	70,539	1,031	1,587
Non-current assets				
Goodwill	1,516	1,516	-	-
Available-for-sale investments	936	886	-	-
Held-to-maturity investment	976	979	-	-
Other assets	559	881	-	-
Amount due from a subsidiary	-	-	17,997	17,927
Prepaid lease payments	453	462	-	-
Property, plant and equipment	23,772	25,619	-	-
Subsidiaries	-	-	10,735	10,624
Total non-current assets	28,212	30,343	28,732	28,551
Total assets	92,184	100,882	29,763	30,138
LIABILITIES AND EQUITY				
Current liabilities				
Bank and other borrowings	14,671	11,232	-	-
Trade payables	17,610	25,597	-	-
Other payables and accruals	3,818	4,807	161	175
Current portion of obligation under finance leases	224	358	-	-
Income tax payable	406	480	-	-
Total current liabilities	36,729	42,474	161	175
Non-current liabilities				
Bank and other borrowings	1,359	1,170	-	-
Obligation under finance leases	379	543	-	-
Retirement benefit obligations	856	728	-	-
Deferred tax liabilities	744	778	-	-
Total non-current liabilities	3,338	3,219	-	-
Capital and reserves				
Issued capital	10,087	10,110	10,087	10,110
Reserves	42,030	45,079	19,515	19,853
Total equity	52,117	55,189	29,602	29,963
Total liabilities and equity	92,184	100,882	29,763	30,138

Note b: As at 30 September 2009, the Group's bank deposits of approximately US$1,648,000 (31 December 2008: US$1,295,000) were pledged to financial institutions to secure banking facilities 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 30 September 2009		As at 31 December 2008	
	Secured US$'000	Unsecured US$'000	Secured US$'000	Unsecured US$'000
Bank and other borrowings	-	14,671	1,287	9,945
Obligation under finance leases	224	-	358	-
Total	224	14,671	1,645	9,945

Amount repayable after one year

	As at 30 September 2009		As at 31 December 2008	
	Secured US$'000	Unsecured US$'000	Secured US$'000	Unsecured US$'000
Bank and other borrowings	-	1,359	-	1,170
Obligation under finance leases	379	-	543	-
Total	379	1,359	543	1,170

Details of collateral

As at 30 September 2009, the Group's bank deposits of approximately US$1,648,000 (31 December 2008: US$1,295,000) were pledged to financial institutions to secure banking facilities granted to the Group. The carrying amount of the Group's property, plant and equipment includes an amount of US$1,300,000 (31 December 2008: US$1,587,000) in respect of assets held under finance leases which are secured by the lessor's title to the leased assets.

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 period ended 30 September 2009

	Three months / third quarter ended 30 September		Nine months ended 30 September	
	2009 US$'000	2008 US$'000	2009 US$'000	2008 US$'000
OPERATING ACTIVITIES				
Profit/(Loss) before income tax	1,530	1,085	(615)	177
Adjustments for				
Share-based payment expenses	-	67	111	161
Allowance for inventories	246	447	357	869
Depreciation	943	968	2,872	2,876
Amortization of prepaid lease payments	3	3	9	8
Interest income	(44)	(46)	(120)	(170)
Interest expenses	66	111	212	388
Loss on disposal of property, plant and equipment	6	7	169	40
Loss on disposal of other assets	-	-	3	-
Retirement benefit obligations	40	51	120	(112)
Change in fair value of derivate financial instruments	-	(77)	-	135
Operating cash flows before movements in working capital	2,790	2,616	3,118	4,372
Trade receivables, other receivables and prepayments	(5,882)	(2,293)	6,290	478
Inventories	1,068	1,837	2,392	678
Trade payables, other payables and accruals	3,151	651	(8,976)	(1,143)
Cash from operations	1,127	2,811	2,824	4,385
Income tax paid	(142)	(104)	(739)	(871)
Income tax refunded	139	16	139	23
Interest paid	(66)	(111)	(212)	(388)
Net cash from operating activities	1,058	2,612	2,012	3,149
INVESTING ACTIVITIES				
Proceeds from loan receivable	260	-	516	-
Proceeds from disposal of property, plant and equipment	6	16	307	243
Proceeds from disposal of other assets	-	-	4	-
Decrease/(Increase) in other assets	141	(40)	301	(6)
Purchase of available-for-sale investments	(5)	(4)	(11)	(10)
Purchase of property, plant and equipment (Note c)	(999)	(350)	(1,480)	(1,901)
Interest income received	44	46	120	170
Net cash used in investing activities	(553)	(332)	(243)	(1,504)
FINANCING ACTIVITIES				
Payment of share purchases	(4)	-	(61)	-
(Increase)/decrease in pledged bank deposits	(108)	17	(353)	(241)
Proceeds from bank and other borrowings	34,631	72,321	115,790	149,491
Repayment of obligation under finance leases	(90)	(131)	(296)	(430)
Repayment of bank and other borrowings	(34,590)	(72,223)	(111,886)	(153,672)
Dividend paid	-	(2,026)	(2,017)	(2,532)
Net cash (used in)/from financing activities	(161)	(2,042)	1,177	(7,384)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	344	238	2,946	(5,739)
NET EFFECT OF CURRENCY TRANSLATION DIFFERENCES	698	(525)	(165)	940
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	31,616	24,997	29,877	29,509
CASH AND CASH EQUIVALENTS AT END OF PERIOD	32,658	24,710	32,658	24,710

Note c: During 9M2009, the Group acquired property, plant and equipment with aggregate cost of approximately US$1,480,000 (9M2008: US$2,472,000) of which no property, plant and equipment (9M2008: US$571,000) was acquired by means of finance leases. Cash payments of approximately US$1,480,000 (9M2008: US$1,901,000) were made to purchase property, plant and equipment.

1(d) A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediate preceding financial year.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the period ended 30 September 2009

	Three months / third quarter ended 30 September			Nine months ended 30 September		
	2009 US$'000	**2008 US$'000**	**% Increase/ (Decrease)**	**2009 US$'000**	**2008 US$'000**	**% Increase/ (Decrease)**
Profit/(Loss) after income tax	1,349	495	172.5%	(1,232)	(792)	55.6%
Other comprehensive income:						
Currency translation gain	689	226	204.9%	115	3,108	(96.3%)
Available-for-sale financial assets	(92)	(25)	268.0%	12	(131)	(109.2%)
Other comprehensive income for the periods, net of tax	597	201	197.0%	127	2,977	(95.7%)
Total comprehensive income/(expense) for the periods, net of tax	1,946	696	179.6%	(1,105)	2,185	(150.6%)
Total comprehensive income/(expense) attributable to equity holders of the Company	1,946	696	179.6%	(1,105)	2,185	(150.6%)

1(e)(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	Treasury Shares 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$'000	Total US$'000
Balance as at 1 January 2009	10,110	19,009	-	175	(7,020)	4,513	307	1,167	-	9,204	17,724	55,189
Total comprehensive income/(expense) for the period	-	-	-	-	-	-	-	-	130	(851)	(1,995)	(2,716)
Share-based payment expense	-	-	-	66	-	-	-	-	-	-	-	66
Cancellation of purchased shares under Share Purchase Mandate	(23)	(15)	-	-	-	-	-	-	-	-	-	(38)
Balance as at 31 March 2009	10,087	18,994	-	241	(7,020)	4,513	307	1,167	130	8,353	15,729	52,501
Total comprehensive (expense)/income for the period	-	-	-	-	-	-	-	-	(26)	277	(586)	(335)
Share-based payment expense	-	-	-	45	-	-	-	-	-	-	-	45
Dividend Paid	-	-	-	-	-	-	-	-	-	-	(2,017)	(2,017)
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	(19)	-	-	-	-	-	-	-	-	(19)
Balance as at 30 June 2009	10,087	18,994	(19)	286	(7,020)	4,513	307	1,167	104	8,630	13,126	50,175
Total comprehensive (expense)/income for the period	-	-	-	-	-	-	-	-	(92)	689	1,349	1,946
Appropriations	-	-	-	-	-	46	1	1	-	-	(48)	-
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	(4)	-	-	-	-	-	-	-	-	(4)
Balance as at 30 September 2009	10,087	18,994	(23)	286	(7,020)	4,559	308	1,168	12	9,319	14,427	52,117

1(e)(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	Treasury shares 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$'000	Total US$'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
Total comprehensive (expense)/income for the period	-	-	-	-	-	-	-	-	(206)	2,603	(635)	1,762
Share-based payment expense	-	-	-	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
Total comprehensive income for the period	-	-	-	-	-	-	-	-	100	279	(652)	(273)
Transfer on cancellation of share option	-	-	-	(265)	-	-	-	-	-	-	265	-
Share-based payment expense	-	-	-	23	-	-	-	-	-	-	-	23
Dividend paid	-	-	-	-	-	-	-	-	-	-	(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
Total comprehensive (expense)/income for the period	-	-	-	-	-	-	-	-	(25)	226	495	696
Share-based payment expense	-	-	-	67	-	-	-	-	-	-	-	67
Dividend Paid	-	-	-	-	-	-	-	-	-	-	(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

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	Treasury shares US$'000	Share option reserve US$'000	Retained earnings US$'000	Total US$'000
Balance as at 1 January 2009	10,110	19,009	-	175	669	29,963
Total comprehensive expense for the period	-	-	-	-	(131)	(131)
Share-based payment expense	-	-	-	66	-	66
Cancellation of purchased shares under Share Purchase Mandate	(23)	(15)	-	-	-	(38)
Balance as at 31 March 2009	10,087	18,994	-	241	538	29,860
Total comprehensive income for the period	-	-	-	-	1,841	1,841
Share-based payment expense	-	-	-	45	-	45
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	(19)	-	-	(19)
Dividend Paid	-	-	-	-	(2,017)	(2,017)
Balance as at 30 June 2009	10,087	18,994	(19)	286	362	29,710
Total comprehensive expense for the period	-	-	-	-	(104)	(104)
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	(4)	-	-	(4)
Balance as at 30 September 2009	10,087	18,994	(23)	286	258	29,602

	Share Capital US$'000	Share premium of the Company US$'000	Treasury shares 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
Total comprehensive expense for the period	-	-	-	-	(159)	(159)
Share-based payment expense	-	-	-	71	-	71
Balance as at 31 March 2008	10,128	19,022	-	284	629	30,063
Total comprehensive income for the 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
Total comprehensive income for the 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

1(e)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Share Capital

As at 31 March 2009, the Company’s issued and fully paid up share capital was US$10,087,084 represented by 504,354,221 ordinary shares of US$0.02 each. During the first quarter ended 31 March 2009, the Company purchased 1,151,000 ordinary shares of US$0.02 each under the Share Purchase Mandate.

During the second quarter ended 30 June 2009, the Company purchased 500,000 ordinary shares of US$0.02 each and held them as treasury shares. As at 30 June 2009, the Company’s issued and fully paid up share capital was US$10,087,084 represented by 503,854,221 ordinary shares (30 June 2008: 506,405,221), and 500,000 treasury shares (30 June 2008: Nil), making a total number of 504,354,221 shares of US$0.02 each.

During the third quarter ended 30 September 2009, the Company purchased 100,000 ordinary shares of US$0.02 each and held them as treasury shares. As at 30 September 2009, the Company’s issued and fully paid up share capital was US$10,087,084 represented by 503,754,221 ordinary shares (30 September 2008: 506,405,221), and 600,000 treasury shares (30 September 2008: Nil), making a total number of 504,354,221 shares of US$0.02 each.

Treasury Shares

	The Company	
	Number of shares	US$’000
Purchased during the second quarter ended 30 June 2009	500,000	19
Purchased during the third quarter ended 30 September 2009	100,000	4
Balance as at 30 September 2009	600,000	23

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 majority of 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 30 September 2009 is 20,496,000 (31 December 2008: 20,496,000).

1(e)(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.

	The Company	
	As at 30 September 2009	As at 31 December 2008
Issued shares	504,354,221	505,505,221
Less: Treasury shares	(600,000)	-
Total number of issued shares excluding treasury shares	503,754,221	505,505,221

1(e)(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 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 2008.

From annual financial statements beginning on or after 1 January 2009, IAS 1 (Revised) Presentation of Financial Statements is effective and requires the Group to present all non-owner changes in equity in a Statement of Comprehensive Income. This is a change in disclosure with no impact on the financial position or financial performance of the Group.

In addition, the Group has applied, for the first time, IFRS 8 Operating Segments. IFRS 8 is effective for annual financial statements beginning on or after January 1, 2009 and supersedes IAS 14 – Segment Reporting. IFRS 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance. In contrast, IAS 14 requires an entity to identify two sets of segments (business and geographical), using a risks and rewards approach, with the entity's "system of internal financial reporting to key management personnel", serving only as the starting point for the identification of such segments. IFRS 8 intends to provide information for evaluating the nature and financial effects of the business activities in which each segment engages and the economic environments in which it operates.

As a result, following the adoption of IFRS 8, the identification of the Group's reportable segments has changed from four segments to three segments as disclosed in the paragraph 13 to this results announcement. The adoption of this standard, amendment and interpretations has no effect on the results or financial position of the Group for the current or prior account periods.

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.**

	Three months / third quarter ended 30 September		Nine months ended 30 September	
Profit/(Loss) per ordinary share for the periods based on profit/(loss) attributable to shareholders on 1(a) above	2009	2008	2009	2008
Based on weighted average number of ordinary shares in issue (US cents)				
- Basic	0.27	0.10	(0.24)	(0.16)
Weighted average number of ordinary shares for the purpose of basic earnings per ordinary share (Note d)	503,755,308	506,405,221	504,222,433	506,405,221

Note d: The weighted average number of ordinary shares is computed after adjusting for the effect of treasury shares held by the Company.

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

	30 September 2009	31 December 2008
Net assets value per ordinary share, excluding treasury shares (US cents)		
- The Group	10.35	10.92
- The Company	5.88	5.93

The calculation of the net assets value per ordinary shares is based on total of 503,754,221 (2008: 505,505,221) ordinary shares (excluding treasury shares).

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors, and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Income Statement

Total revenue in 3Q2009 increased by 30.2% to US$31.9 million from US$24.5 million in 2Q2009 as the Group was able to achieve better stability across all business segments, in particular for the Group's LCD backlight units segment as explained below. Although the volume of sale order increased in 3Q2009, the adverse global financial environment which had seriously affected the Group's revenue for the first half of the year caused a 30.7% decrease in revenue to US$77.2 million in 9M2009 as compared to the corresponding period in the previous year. Revenue for 3Q2009 also fell by 21.4% to US$31.9 million as compared to US$40.6 million in 3Q2008.

In line with the increase in total revenue, gross profit increased from US$5.7 million in 2Q2009 to US$7.5 million in 3Q2009. However, due to the lower business volume in the first half of the year, gross profit fell by 21.8% to US$17.4 million for 9M2009 as compared to the corresponding period in the previous year. Continued focus on the higher value products and effective cost management resulted in an improvement in the gross profit ratio. On a nine months basis, gross profit ratio increased 2.6% from 20.0% in 9M2008 to 22.6% in 9M2009. On quarterly basis, gross profit ratio also improved from 20.2% in 3Q2008 to 23.4% in 3Q2009.

The increase in the sale volume and better margin performances contributed to the Group's net profit of US$1.3 million for 3Q2009. Net loss of the Group was hence reduced to US$1.2 million in 9M2009.

LCD Backlight Units

Revenue from the LCD Backlight Units segment decreased by 31.8% to US$36.9 million for 9M2009 as compared to US$54.1 million in 9M2008 due to a fall in order volume.

In 9M2009, the Group manufactured a total of 18.1 million backlight units for gamesets and other handheld devices (mainly digital camera and handheld GPS) and 0.5 million backlight units for handsets as compared to 22.8 million units and 14.6 million units respectively for 9M2008. The decline in the sales of backlight units for handsets was further attributed by the Group's strategic shift in focus to the production of backlight units for gamesets and other handheld devices. Such strategy is intended to mitigate the volatile demand for backlight units for the handsets market.

Fall in revenue led to a decrease of operating profit to US$0.4 million for 9M2009 from US$1.3 million for 9M2008.

Office Automation

Revenue from Office Automation segment was down by 13.1% to US$17.9 million for 9M2009 as compared to US$20.6 million in 9M2008 as a result of a decline in consumers' expenditure on office automation equipment. As a result, this segment achieved a drop in operating profit from US$ 1.3 million in 9M2008 to US$0.8 million in 9M2009 .

LCD Parts and Accessories

Revenue from LCD Parts and Accessories segment reduced by 39.0% to US$22.4 million for 9M2009 as compared to US$36.7 million in 9M2008 owing to the fall in demand. However, with new product orders which had a higher margin, this segment recorded an operating profit of US$0.5 million in 9M2009 as compared to US$0.1 million in 9M2008.

Other operating income decreased by 56.0% to US$0.4 million for 9M2009 over the corresponding period in the previous year as a result of less scrapped metal for sales.

Distribution expenses for 9M2009 fell by 49.9% to US$1.5 million over the corresponding period in the previous year. The decrease was in line with the decline in revenue.

Administrative expenses dropped by 14.6% to US$16.7 million for 9M2009 over the corresponding period in the previous year. The drop in administrative expense was attributable to the decrease in headcounts and staff-related expenses, and rental expense incurred along with the Group's downsizing effort. In addition, the Group experienced an exchange loss amounting to US$0.2 million in 9M2009 due to appreciation of Japanese yen while such foreign exchange exposure had been mitigated by entering into derivative financial instruments in the current financial period under review.

Income tax expenses increased by 36.3% to US$0.6 million for 9M2009 over the corresponding period in the previous year. The Group had to pay an income tax expense for profit-making enterprises in China and Japan despite incurring an overall loss for 9M2009. In addition, in the current financial period, there was an underprovision of income tax in respect of financial year 2008 in PRC amounting to US$0.1 million.

Finance cost was US$0.2 million in 9M2009 and remained at low level under the Group's low debt policy.

Statement of Financial Position

As at 30 September 2009, the total assets and liabilities stood at US$92.2 million and US$40.1 million respectively.

Current assets declined by US$6.6 million to US$64.0 million as at 30 September 2009 and mainly consisted of cash and bank balance, receivables and inventories. Cash and bank balance and pledged deposit increased by 10.1% to US$34.3 million due to the net cash inflow arising from the proceeds from bank loans and receipt from accounts receivable less the payment to accounts payable. The decrease in inventories was in line with the overall fall in revenue for 9M2009 and the Group's objective to maintain the inventory at optimal level.

Non-current assets dropped by US$2.1 million to US$28.2 million. The decrease in non-current assets was mainly due to the depreciation provided for property, plant and equipment in 9M2009.

Current liabilities decreased by US$5.7 million to US$36.7 million, and mainly consisted of bank and other borrowings, payables and accruals. The decrease in accounts payable was consistent with the fall in order volume. However, additional bank loans amounting to US$3.6 million were drawn down during the period to finance the increase in order volume.

Non-current liabilities increased from US$3.2 million to US$3.3 million. The increase in non-current liabilities was due to additional bank loans mentioned in preceding paragraph.

During 9M2009, the Group purchased 1,651,000 shares in total at an average cost of 5.3 Singapore cents per ordinary share (equivalent to 3.5 US cents per ordinary share) under the Share Purchase Mandate. Out of these purchased shares, 1,151,000 shares were cancelled and 600,000 shares were held as treasury shares. The issued capital was diminished by the nominal value of these cancelled shares accordingly.

The Group's net asset value per share decreased to 10.35 US cents as at 30 September 2009 from 10.92 US cents as at 31 December 2008.

Cash Flow Statement

The Group had net cash from operating activities amounting to US$2.0 million for 9M2009 as compared to US$3.1 million in the corresponding period in the previous year.

For investing activities, the Group recorded net cash used in these activities amounting to US$0.2 million in 9M2009 as compared to net cash used in these activities amounting to US$1.5 million in the corresponding period in the previous year. During 9M2009, the Group purchased property, plant and equipment amounting to US$1.5 million as compared to US$1.9 million in the corresponding period in the previous year. In addition, the Group received a partial payment amounting to US$0.5 million from loan receivable and proceeds from disposal of property, plant and equipment and other assets amounting to US$0.6 million.

For financing activities, the Group recorded a net cash inflow amounting to US$1.2 million as compared to the net cash outflow amounting to US$7.4 million in the corresponding period in the previous year. Inclusive in the net cash used for financing activities are payment of dividend amounting to US$2.0 million and net cash from bank loans less the repayment amounting to US$3.9 million.

Statement of Comprehensive Income

Included in the Statement of Comprehensive Income is currency translation gain of US$0.7 million for 3Q2009 which offsets against currency translation loss of US$0.6 million in 1H2009, thereby resulting in currency translation gain of US$0.1 million in 9M2009. This gain mainly relates to translation of investments in Renminbi and Japanese yen to United States dollars.

In addition, there is a loss on the fair value change for available-for-sale investment of approximately US$0.1 million for 3Q2009 which offset the gain of US$0.1 million in 1H2009, thereby resulting in small amount of gain on the fair value change in 9M2009.

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 has recovered from the bottom in 1Q2009 after the outbreak of the global financial crisis in late 2008. The Group envisages a steady, albeit uncertain and uneven, increase in consumer demand for electronic handheld device and office automation equipment.

Under this economic recession and the fierce price competition in the industry, the Group has taken further steps, on top of reducing operating costs through downsizing, to cope with the current market condition and demand by lowering the production cost per unit through improving labour and production efficiency, for example, by means of re-engineering production process and increasing utilization rate, etc. The Group believes that continuing cost management would be critical.

As the Group purchases Japanese made raw materials in Japanese yen, the volatility of Japanese yen would impact on the Group's profitability. The management will continue to monitor exchange rates movements and take necessary measures to mitigate such currency exposure.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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 and Full 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.

CDW Holding Limited

Business segment for the nine months ended 30 September 2009

The Group is organized into three reportable operating segments as follows:

i) LCD backlight units – Manufacturing of LCD backlight units for LCD module
ii) Office automation – Manufacturing and trading of parts and precision accessories for office equipment and electrical appliances
iii) LCD parts and accessories – Manufacturing and trading of parts and precision accessories for LCD module

	LCD backlight units	Office automation	LCD parts and accessories	Eliminations	Consolidated
	US$'000	US$'000	US$'000	US$'000	US$'000
Revenue					
External sales	36,915	17,895	22,395		77,205
Inter-segment sales	179	2,228	3,574	(5,981)	-
Total revenue	37,094	20,123	25,969		77,205
Results					
Segment result	379	767	453		1,599
Unallocated corporate expense					(2,122)
Operating profit					(523)
Interest income					120
Interest expenses					(212)
Profit before income tax					(615)
Income tax expense					(617)
Profit after income tax					(1,232)
Assets					
Segment assets	30,540	16,566	42,089	(2,038)	87,157
Unallocated assets					5,027
Consolidated total assets					92,184
Liabilities					
Segment liabilities	10,084	6,293	6,861	(2,038)	21,200
Bank borrowings and obligation under finance leases					16,633
Unallocated liabilities					2,234
Consolidated total liabilities					40,067
Other information					
Capital expenditure	907	142	431		1,480
Depreciation of property, plant and equipment	830	377	1,665		2,872

Business segment for the nine months ended 30 September 2008 (Restated)

	LCD backlight units	Office automation	LCD parts and accessories	Eliminations	Consolidated
	US$'000	US$'000	US$'000	US$'000	US$'000
Revenue					
External sales	54,060	20,561	36,744		111,365
Inter-segment sales	1,011	1,239	1,675	(3,925)	-
Total revenue	55,071	21,800	38,419		111,365
Results					
Segment result	1,305	1,256	118		2,679
Unallocated corporate expense					(2,284)
Operating profit					395
Interest income					170
Interest expenses					(388)
Profit before income tax					177
Income tax expense					(969)
Profit after income tax					(792)
Assets					
Segment assets	36,332	13,586	45,990	(927)	94,981
Unallocated assets					5,782
Consolidated total assets					100,763
Liabilities					
Segment liabilities	14,574	5,637	9,839	(927)	29,123
Bank borrowings and obligation under finance leases					16,784
Unallocated liabilities					2,107
Consolidated total liabilities					48,014
Other information					
Capital expenditure	314	1,014	1,144		2,472
Depreciation of property, plant and equipment	903	403	1,570		2,876

Geographical Segment for the nine months ended 30 September 2009 and 2008

	Turnover		Non-Current Assets		Capital Expenditure	
	Nine months ended 30 September		Nine months ended 30 September		Nine months ended 30 September	
	2009 US$'000	2008 US$'000	2009 US$'000	2008 US$'000	2009 US$'000	2008 US$'000
Hong Kong	22,466	38,689	456	440	149	23
PRC	41,686	47,161	18,629	21,433	466	1,789
Japan	12,813	24,177	6,656	5,770	865	660
Others	240	1,338	-	-	-	-
Total	77,205	111,365	25,741	27,643	1,480	2,472

Non-current assets are mainly comprised of goodwill, prepaid lease payment and property, plant and equipment.

Information about major customer

During 9M2009, revenue from one key customer which has transactions with all segments accounted for 71% (9M2008: 57%).

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 revenue 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 29.1%, 54.0% and 16.6% of the total revenue respectively. Total revenue decreased by 30.7% to US$77.2 million for the first nine months in 2009 as compared to the corresponding period in the previous year.

As at 30 September 2009, the total non-current assets located in Hong Kong, PRC and Japan accounted for 1.8%, 72.4% and 25.8% of the total non-current assets respectively. During the first nine months in 2009, the Group invested a total capital expenditure of US$ 1.3 million mainly in the production facilities in Japan and PRC.

15. A breakdown of sales

	Nine months ended 30 September		
	2009 US$'000	2008 US$'000	% Increase / (Decrease)
Sales reported for the first quarter	20,734	34,685	(40.2%)
Sales reported for the second quarter	24,537	36,032	(31.9%)
Sales reported for the third quarter	31,934	40,648	(21.4%)
Operating (loss) after income tax for the first quarter	(1,995)	(635)	214.2%
Operating (loss) after income tax for the second quarter	(586)	(652)	(10.1%)
Operating profit after income tax for the third quarter	1,349	495	172.5%

16 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Annual Dividend (in US$'000)	**Year ended 31 December 2008**	**Year ended 31 December 2007**
Ordinary dividend		
- Interim	2,026	488
- Final	2,017	506
Total	4,043	994

17. Interested person transactions for the nine months ended 30 September 2009

	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 during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)**
Name of interested person	**US$'000**	**US$'000**
Mikuni Co., Limited		
Support services and marketing services to Tomoike Industrial Co., Limited	20	-
Total	20	-

CONFIRMATION BY THE BOARD

We, Yoshimi Kunikazu and Dy Mo Hua Cheung, Philip being two directors of CDW Holding Limited (the "Company"), do hereby confirm, to the best of their knowledge, nothing has come to the attention of the board of the directors of the Company which may render the financial results for the nine months / third quarter ended 30 September 2009 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

YOSHIMI Kunikazu
Executive Director
13 November 2009

DY MO Hua Cheung, Philip
Executive Director