



Miyoshi Precision Limited
 Incorporated in the Republic of Singapore
 Company Registration No. 198703979K

Full Year 2007 Financial Statement And Dividend Announcement

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF 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.

UNAUDITED RESULTS FOR THE FULL YEAR ENDED 31 AUGUST 2007

(Figures for FY2006 have been restated to account for the effects of the change in functional currency of Miyoshi Technologies Phils., Inc., a subsidiary of the Company, in the previous financial year; as well as for reclassification of certain items to conform with the current year's presentation.)

	Note	Year Ended 31 August		%
		2007	2006 (restated)	+ / (-)
		S\$'000	S\$'000	
Revenue		163,069	133,490	22.2
Other operating income	(i)	5,509	2,853	93.1
Changes in inventories of finished goods and work-in-process		2,293	(416)	NM
Raw materials and consumables used		(104,282)	(85,249)	22.3
Employee benefits expenses		(19,391)	(16,637)	16.6
Depreciation expense		(4,875)	(4,791)	1.8
Other operating expenses	(ii)	(20,026)	(17,021)	17.7
Finance costs		(534)	(403)	32.5
Share of results of associates		7	(112)	NM
Profit before income tax		21,770	11,714	85.8
Income tax expense		(4,648)	(2,234)	108.0
Profit after income tax	(iii)	17,122	9,480	80.6
Attributable to:				
Equity holders of the Company		15,242	8,244	84.9
Minority interests		1,880	1,236	52.1
		17,122	9,480	

NM = Not Meaningful

Notes:

1(a)(i) Other operating income includes the following:

	Year ended 31 August	
	2007	2006
	S\$'000	(restated) S\$'000
Gain on disposal of other investments	--	113
Gain on disposal of associate	400	--
Gain on disposal of property, plant and equipment	188	--
Income from sale of scrap	3,788	2,374
Interest income from associates	39	40
Interest income from non-related companies	214	91
Miscellaneous income	60	209
Other income	99	26
Negative goodwill on acquisition of additional interest in subsidiary	721	--
	5,509	2,853

1(a)(ii) Other operating expenses include the following:

	Year ended 31 August	
	2007	2006
	S\$'000	(restated) S\$'000
Maintenance	796	664
Professional fees	1,174	762
Supplies and services	10,305	8,897
Transportation and travelling	1,505	1,410
Utilities	2,894	2,506
Others	3,352	2,782
	20,026	17,021

1(a)(iii) In addition to the charges and credits disclosed in notes 1(a)(i) and 1(a)(ii), profit for the year is arrived at after charging/(crediting) the following:

	Year ended 31 August	
	2007	2006 (restated)
	S\$'000	S\$'000
Adjustment for underprovision of tax in respect of prior years	339	37
(Write-back) / allowance for doubtful receivables and loans receivable	(82)	131
Allowance for impairment loss in value of other investments	--	39
Diminution in value of club membership	1	--
Allowance for stock obsolescence	513	337
Bad debts written off	20	19
Foreign exchange loss (net)	661	433
Impairment of goodwill on acquisition of subsidiary	--	117
Loss on disposal of property, plant and equipment	--	38
Share-based payments expense	229	98

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.

	Group		Company	
	As at 31 August		As at 31 August	
	2007	2006 (restated)	2007	2006
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets:				
Cash and bank balances	23,439	12,906	10,838	1,646
Fixed deposits	2,784	1,803	--	--
Trade receivables	39,673	30,692	28,481	26,596
Other receivables and prepayments	3,737	4,192	2,885	4,355
Inventories	13,862	11,537	4,171	3,537
Total current assets	83,495	61,130	46,375	36,134
Non-current assets:				
Investment in associates	7	--	68	569
Investment in subsidiaries	--	--	28,425	27,257
Available for sale financial assets	30	38	9	10
Other receivables	650	--	650	--
Property, plant and equipment	34,089	32,403	9,698	9,786
Deferred tax assets	23	21	--	--
Loans receivable	2,670	2,615	2,670	2,615
Total non-current assets	37,469	35,077	41,520	40,237
Total assets	120,964	96,207	87,895	76,371
LIABILITIES AND EQUITY				
Current liabilities:				
Bank overdrafts	481	779	--	707
Trade payables	26,158	27,854	15,571	19,009
Other payables	9,584	6,883	5,528	3,497
Income tax payable	5,393	2,733	2,701	1,644
Finance leases	793	738	335	169
Bank loans	8,679	4,526	8,100	3,678
Total current liabilities	51,088	43,513	32,235	28,704
Non-current liabilities:				
Finance leases	952	931	441	177
Bank loans	1,993	1,200	--	--
Deferred tax liabilities	994	757	554	471
Total non-current liabilities	3,939	2,888	995	648
Capital and reserves:				
Share capital	37,389	22,871	37,389	22,871
Fair value reserve	(7)	--	--	--
Share options reserve	536	311	536	311
Currency translation reserve	559	(156)	--	--
Retained earnings	23,454	23,545	16,740	23,837
	61,931	46,571	54,665	47,019
Minority interest	4,006	3,235	--	--
Total equity	65,937	49,806	54,665	47,019
Total liabilities and equity	120,964	96,207	87,895	76,371

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 August 2007		As at 31 August 2006	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
950	8,522	990	4,274

Amount repayable after one year

As at 31 August 2007		As at 31 August 2006	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
2,945	Nil	2,054	77

Details of any collateral

The Group's secured borrowing comprises finance leases and long-term bank loans.

The long-term loans are secured on:

- (i) legal charge over the leasehold land and building of a subsidiary
- (ii) legal charge over the freehold land and building of a subsidiary

The finance leases are secured on the plant and machinery under finance lease. The net book value of these plant and machinery as at 31 August 2007 is S\$3,138,000 (2006: S\$2,691,000).

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	For the Year ended 31 August	
	2007	2006 (restated)
	S\$'000	S\$'000
Cash flows from operating activities:		
Profit before income tax and share of result of associates	21,762	11,826
Adjustments for:		
Allowance for impairment in goodwill on acquisition of subsidiary	--	117
Allowance for stock obsolescence	513	337
Allowance for impairment in value of other investments	--	39
Diminution in value of club membership	1	--
(Write-back) / allowance for doubtful receivables and loans receivable	(82)	131
Bad debts written off	20	19
Depreciation expense	4,875	4,791
Negative goodwill on acquisition of additional interest in subsidiary	(721)	--
Gain on disposal of associate	(400)	--
Gain on disposal of other investments	--	(113)
Interest expense	534	403
Interest income	(253)	(131)
(Gain) / Loss on disposal of property, plant and equipment	(188)	38
Share-based payments expense	229	98
Operating profit before working capital changes	26,290	17,555
Trade receivables	(9,020)	(4,708)
Other receivables	(164)	(1,379)
Inventories	(2,838)	(592)
Trade payables	(1,696)	5,286
Other payables	2,456	390
Cash generated from operations	15,028	16,552
Interest paid	(534)	(403)
Interest received	253	131
Income tax paid	(1,875)	(803)
Dividends paid to minority shareholders	(509)	(54)
Dividends paid	(1,334)	(667)
Net cash from operating activities	11,029	14,756
Cash flows from investing activities:		
Loans receivable	19	142
Purchase of additional shares of subsidiary	(67)	--
Proceeds from disposal of other investments	--	560
Proceed from disposal of associate	369	--
Proceeds from disposal of property, plant and equipment	472	142
Purchase of other investments	--	(28)
Purchase of property, plant and equipment (Note 1)	(5,306)	(4,357)
Purchase of subsidiary, net of cash acquired (Note 3)	--	--
Net cash used in investing activities	(4,513)	(3,541)
Cash flows from financing activities:		
Net proceeds from bank loans	4,946	203
Net payments for finance leases	(863)	(711)
Proceeds from issue of shares	515	--
Restricted cash	(126)	(96)
Net cash from / (used in) financing activities	4,472	(604)

	Group	
	For the Year ended 31 August	
	2007	2006 (restated)
	S\$'000	S\$'000
Net effect of exchange rate changes in consolidating subsidiaries	698	374
Net increase in cash and cash equivalents	11,686	10,985
Cash and cash equivalents at beginning of year	13,685	2,700
Cash and cash equivalents at end of year	25,371	13,685
Cash and cash equivalents at end of year includes the following:		
Cash and bank balances	23,439	12,906
Fixed deposits	2,784	1,803
Bank overdraft	(481)	(779)
	25,742	13,930
Restricted cash (Note 2)	(371)	(245)
Cash and cash equivalents at end of year	25,371	13,685

Notes:

- (1) Property, plant and equipment
During the year, the Group acquired mainly building, machinery, plant and equipment with an aggregate cost of S\$ 6,490,000 (2006: S\$6,167,000) of which S\$939,000 (2006: S\$1,008,000) was acquired by means of finance leases. S\$5,306,000 (2006: S\$4,357,000) was paid by cash while S\$245,000 (2006: S\$802,000) remained to be payable.
- (2) Restricted cash
Restricted cash pertains to fixed deposits of certain subsidiaries pledged with banks as securities for banking facilities granted.
- (3) Acquisition of subsidiary
The fair value of net liabilities of a subsidiary acquired was as follows:

	For the Year ended 31 August	
	2007	2006
	S\$'000	S\$'000
Trade receivables	--	139
Other receivables	--	1
Inventories	--	7
Cash and bank balances	--	1
Property, plant and equipment	--	58
Trade payables	--	(123)
Other payables	--	(155)
Finance leases and term loan	--	(55)
Minority interest	--	11
Net liabilities of a subsidiary acquired	--	(116)
Less: cash and bank balances	--	(1)
Add: Goodwill	--	117
Cash outflow on acquisition of subsidiary, inclusive of cash and bank balances acquired	--	0

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

GROUP	Issued Capital	Share Premium	Capital Redemption Reserve	Share Options Reserve	Fair Value Reserve	Currency Translation Reserve	Retained Earnings	Total Attributable to Equity Holders	Minority Interest	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 31 August 2005	13,891	8,643	337	277	--	272	14,789	38,209	2,023	40,232
Effect of change in functional currency of a subsidiary in the prior year	--	--	--	--	--	(408)	1,115	707	--	707
Balance at 31 August 2005 (restated)	13,891	8,643	337	277	--	(136)	15,904	38,916	2,023	40,939
Foreign exchange translation (loss)/gain arising in the year	--	--	--	--	--	(20)	--	(20)	41	21
Acquisition of subsidiary	--	--	--	--	--	--	--	--	(11)	(11)
Dividends paid to minority shareholders	--	--	--	--	--	--	--	--	(54)	(54)
Dividends	--	--	--	--	--	--	(667)	(667)	--	(667)
Share-based payments expense for the year	--	--	--	98	--	--	--	98	--	98
Share options lapsed	--	--	--	(64)	--	--	64	--	--	--
Net profit for the year	--	--	--	--	--	--	8,244	8,244	1,236	9,480
Adjustment arising from abolition of par value of shares	8,980	(8,643)	(337)	--	--	--	--	--	--	--
Balance at 31 August 2006 (restated)	22,871	--	--	311	--	(156)	23,545	46,571	3,235	49,806
Foreign exchange translation gain arising in the year	--	--	--	--	--	715	--	715	187	902
Fair value adjustment	--	--	--	--	(7)	--	--	(7)	--	(7)
Acquisition of additional interest in subsidiary	--	--	--	--	--	--	--	--	(787)	(787)
Dividends paid to minority shareholders	--	--	--	--	--	--	--	--	(509)	(509)
Dividends	--	--	--	--	--	--	(15,337)	(15,337)	--	(15,337)
Shares issued pursuant to rights issue	14,003	--	--	--	--	--	--	14,003	--	14,003
Share-based payments expense for the year	--	--	--	229	--	--	--	229	--	229
Share options lapsed	--	--	--	(4)	--	--	4	--	--	--
Issue of shares	515	--	--	--	--	--	--	515	--	515
Net profit for the year	--	--	--	--	--	--	15,242	15,242	1,880	17,122
Balance at 31 August 2007	37,389	--	--	536	(7)	559	23,454	61,931	4,006	65,937

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

During the financial year, the company had renounceable non-underwritten rights issue of up to 141,173,830 new ordinary shares in the capital of the company at an issue price of S\$0.10 for each right share, on the basis of one right share for every two existing ordinary shares held and availability of option to elect to utilise the net bonus dividend to subscribe for the right shares. As a result of right issue, 140,028,830 new ordinary shares were allotted for a total amount of S\$14,002,883.

Since the last financial year ended 31 August 2006, 2,823,000 new ordinary shares were issued at prices ranging from S\$ 0.142 to S\$ 0.252 per ordinary share, upon exercise of options granted under the Miyoshi Employees' Share Option Scheme.

Arising from a right issue during the financial year and pursuant to Rule 10 of Miyoshi Employees' Share Option Scheme, the aggregate number of outstanding shares under options has been adjusted by an increase of 1,477,000 and the exercise price under the shares options has been adjusted downwards ranging from S\$ 0.114 to S\$ 0.199 per share.

The number of ordinary shares that may be issued upon exercise of all share options outstanding at 31 August 2007 was 6,090,000 (as at the end of the previous financial year was 4,570,000).

During the financial year, 284,000 (2006: 840,000) share options were cancelled as a result of staff resignation.

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 nor reviewed by our auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)

Not applicable

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

The Group has adopted the same accounting policies and methods of computation which are consistent with those used in the most recent audited financial statements for the financial year ended 31 August 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**

Not applicable

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**

	31 August 2007	31 August 2006 (restated)
(i) Based on weighted average number of ordinary shares in issue	3.62 cents	2.36 cents
(ii) On a fully diluted basis	3.62 cents	2.36 cents

Basic earnings per share (EPS) is computed based on the weighted average number of shares in issue during the financial year. The weighted average number of ordinary shares represents the number of ordinary shares at the beginning of the financial year, adjusted for new ordinary shares issued during the financial year, multiplied by a time-weighted factor.

Fully diluted EPS is computed based on the weighted average number of ordinary shares in issue, adjusted for the effect of dilutive options during the financial year. Options that are anti-diluted are ignored in the computation

Last year's basic and fully diluted EPS have been restated to account for the effects of bonus shares issued during the current year.

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

	Group	Company
As at 31 August 2007	14.72 cents	12.99 cents
As at 31 August 2006	16.76 cents (restated)	16.92 cents

Net asset per share is calculated based on the existing number of shares in issue of 420,669,490 (31 August 2006: 277,817,660)

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

Income Statement

Revenue

Group revenue rose by 22.2% to S\$163.1m as compared with the previous financial year of S\$133.5m. Our Data Storage (DS) business segment continues to be the key revenue growth driver propelled by strong demand for hard disk drives.

Revenue from the DS segment grew from S\$66.9m in FY2006 to S\$102.9m in FY2007. The growth of 53.8% was due largely to a surge in demand for 2.5", 3.5" and server drives.

The Group reported lower revenue from the Consumer Electronics (CE) segment; a decrease of 12.1%, to S\$47.3m in FY2007 from S\$53.8m in FY2006. FY2006 saw the impact of a program which was in the mature stage of the production cycle, whilst a new program only kicked off in the later part of FY2007. The CE segment was generally operating under competitive market conditions during the year. A weaker USD also caused revenue to be eroded.

Profit

Profit attributable to the equity holders of the Company for FY2007 amounted to S\$15.2m, an increase of 84.9% from S\$8.2m in FY2006. Economies of scale from high levels of production capacity utilization along with our continuous effort to actively manage cost boosted margins. Better margins were also achieved through our Regional Business Ring Strategy which has enabled us to locate production operations in cost competitive hubs in Thailand, Malaysia, Philippines and China.

Other operating income

The Group's other operating income increased by 93.1% to S\$5.5m for FY2007 from FY2006 of S\$2.9m.

The Group realized a gain of S\$0.4m from the disposal of its stake in its associated company, PT SM Engineering, in December 2006.

Higher income from sales of scrap of S\$3.8m in FY2007, as compared to S\$2.4m in FY2006 was also reported due mainly to higher production volumes and increase in material price.

In May 2007, the Group acquired the remaining 30% stake in Miyoshi Saitoh Pte Ltd making it a wholly owned subsidiary of Miyoshi Precision Limited. Cash consideration for the acquisition was Japanese Yen 5,208,420 resulting in a negative goodwill of S\$0.7m recognized as income in the current financial year.

Changes in inventories of finished goods and work-in-process

The credit in the income statement for changes in inventory of finished goods and work-in-progress of \$2.3m arose due to higher closing inventories required to support higher production volumes as well as from higher raw material price.

Raw materials and consumables used

Raw materials and consumables cost has increased by 22.3% to S\$104.3m in FY2007 from S\$85.2m in FY2006. Higher sales and production volumes as well as raw materials price accounted for the increase experienced in FY2007.

Employee benefits expenses

In FY2007, employee benefits expenses incurred by the Group amounted to S\$19.4m, as compared to S\$16.6m in FY2006. The increase of 16.6% was due to higher staff headcount needed to cater for the increase in business activities.

Other operating expenses

Other operating expenses for FY2007 amounted to S\$20.0m, as compared to S\$17.0m for FY2006. Additional cost has been incurred to handle the increase in business activities.

Share of results of associates

In December 2007, the Group has disposed its entire stake in an associated company, PT SM Engineering.

During FY2006, the Group increased its shareholding in iNovuus Technologies Pte Ltd from 38% to 91.5%.

Income tax expense

Income tax expenses for the FY2007 increased by S\$2.4m over the FY2006 mainly due to higher earnings. Also, in FY2006, the Group's operations in Thailand enjoyed certain tax concessions whereby, during the tax holiday period, its profits were substantially exempted from tax.

Balance Sheet

Total equity attributable to the shareholders of the Group grew by 32.8% to S\$61.9m as at 31 August 2007, as compared to S\$46.6m as at 31 August 2006. Issued share capital grew by S\$14.5m or 63.5% due mainly to the capitalisation of retained earnings through a rights issue made during the year. Retained earnings fell by S\$0.1m due to the net effect of the current year earnings of S\$15.2m, the transfer of S\$14.0m from retained earnings to share capital and a dividend payment of S\$1.3m.

The Group's total cash & bank balances and fixed deposits amounted to S\$26.2m, compared to S\$14.7m as at 31 August 2006.

Inventories and trade receivables have also increased on the back of expanded operations.

Borrowings increased from S\$8.2m as at 31 August 2006, to S\$12.9m as at 31 August 2007. The increase was largely used to fund investments in our subsidiary, Wuxi Miyoshi Precision Co., Ltd. located in Wuxi, China; for a new premises for our Malaysian subsidiary as well as for investment in plant & machinery.

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

In the announcement of our results for the full year of FY2006, we said that "Barring any unforeseen circumstances and further hikes in raw materials prices, we remain positive in the outlook for FY2007".

In the announcement of our results for the 1st half of FY2007, we said that "Barring any unforeseen circumstances, we maintain a positive outlook on the overall performance of the Group for the next half year ending 31 August 2007".

These comments are consistent with the results for the year under review.

10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

We are generally positive about the prospects for our Data Storage segment in line with industry outlook, feedback from customers as well as general economic conditions. Data Storage products will remain our key growth driver for the next financial year. In the Consumer Electronic segment, competitive market conditions may constraint growth in the near-term, while we will continue our efforts to grow the Automotive & Other segment.

Fluctuations in raw material prices and foreign currency exchange rates continue to be a concern for us which we see continuing into the next financial year.

Overall, barring significant raw materials price escalations and other unforeseen circumstances, we are positive in our outlook for the next financial year.

11. Dividend**(a) Current Financial Year Reported On**

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

Name of Dividend	Interim	Final	Final Special
Dividend Type	Cash	Cash	Cash
Dividend Rate	6.1 cents per share	0.4 cents per share	0.1 cents per share
Tax Rate	18%	Tax exempt (one-tier) dividend	Tax exempt (one-tier) dividend

(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	Final	Final Special
Dividend Type	Cash	Cash
Dividend Rate	0.4 cents per share	0.2 cents per share
Tax Rate	20%	20%

(c) Date payable

The proposed final and final special dividends will be paid on 29 January 2008 if approved at the Annual General Meeting to be held on 27 December 2007.

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 11 January 2008 for the purpose of determining shareholders' entitlements to the dividend which will be proposed at the Annual General Meeting of the Company to be held on 27 December 2007. Duly completed transfers in respect of the shares in the Company received by the Company's Share Registrar in Singapore, BOARDROOM CORPORATE & ADVISORY SERVICES PTE. LTD. At 3 Church Street #08-01 Samsung Hub Singapore 049483 up to the close of business at 5.00 p.m. on 10 January 2008, will be registered to determine shareholders' entitlements to the proposed dividend. In respect of shares in securities accounts with The Central Depository (Pte) Limited ("CDP"), the said dividend will be paid by the Company to the CDP which will in turn distribute entitlements to holders of the shares in accordance with its practice.

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

ANALYSIS BY BUSINESS SEGMENTS	Data Storage		Consumer Electronics		Automotive & Others		Elimination		Group	
	2007	2006 (restated)	2007	2006 (restated)	2007	2006 (restated)	2007	2006 (restated)	2007	2006 (restated)
Revenue	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
External sales	102,922	66,865	47,263	53,766	12,884	12,859	--	--	163,069	133,490
Inter-segment sales	--	--	--	--	--	--	--	--	--	--
Total revenue	102,922	66,865	47,263	53,766	12,884	12,859	--	--	163,069	133,490
Results										
Profit from operations	16,675	6,600	2,585	4,193	2,784	1,305	--	--	22,044	12,098
Interest expense									(534)	(403)
Interest income									253	131
Share of result of associates									7	(112)
Profit before tax and minority interest									21,770	11,714
Income tax expense									(4,648)	(2,234)
Profit after tax									17,122	9,480
Attributable to:										
Equity Holders of the Company									15,242	8,244
Minority Interests									1,880	1,236
									17,122	9,480

ANALYSIS BY GEOGRAPHICAL SEGMENTS	Revenue		Total Assets		Capital Expenditure	
	2007	2006 (restated)	2007	2006 (restated)	2007	2006 (restated)
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Singapore	29,055	26,304	48,133	43,267	1,781	1,175
Malaysia	28,452	30,218	13,674	7,500	2,312	2,437
Thailand	40,526	34,884	41,906	29,583	1,549	1,305
Philippines	12,526	11,663	10,562	10,808	776	888
China	49,043	28,508	6,689	5,049	72	362
Others	3,467	1,913	--	--	--	--
Total	163,069	133,490	120,964	96,207	6,490	6,167

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

Business Segment

The Data Storage (DS) business segment was the key contributor to revenue and earnings growth for the Group fuelled by strong demand for hard disk drives. DS turnover grew by \$36.1m or 53.8% and profit by S\$10.1m or 152.7%. The locating of production to low cost manufacturing hubs and high utilization of production capacity were the main reasons for the improved performance.

For the Consumer Electronics segment, revenue decreased by \$6.5m or 12.1% and profit by S\$1.6m or 38.3% mainly due to competitive market conditions.

15. A breakdown of sales

Group	Latest FY 2007	Previous FY 2006 (restated)	Increase/ (Decrease)
	S\$'000	S\$'000	%
(a) Sales reported for first half year	81,714	65,028	25.7%
(b) Operating profit after tax before deducting minority interests reported for first half year	7,585	4,342	74.7%
(c) Sales reported for second half year	81,355	68,462	18.8%
(d) Operating profit after tax before deducting minority interests reported for second half year	9,537	5,138	85.6%

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

Total Annual Dividend

	Latest Full Year 2007	Previous Full Year 2006
	S\$'000	S\$'000
Ordinary interim dividend after tax at 18%	14,003	--
Ordinary final dividend, tax exempt (one-tier) (FY2006: 20%)	1,680	445
Special dividend, tax exempt (one-tier) (FY2006: 20%)	420	889
Total:	16,103	1,334

17. Interested Person Transactions

Interested person transactions conducted for the financial year ended 31 August 2007 were as follows:

Name of interested person	Aggregate Value of all interested person transactions during the financial period 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 the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Miyoshi Industry Co., Ltd		
Type of transactions		
Purchases	Nil	2,627,759
Sales commission	Nil	271,783
Marketing services	Nil	119,838
Total	Nil	3,019,380

BY ORDER OF THE BOARD

**SIN KWONG WAH, ANDREW
CEO**

26 October 2007