

# SUN BUSINESS NETWORK LTD.



## Full Year Financial Statement And Dividend Announcement

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

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

	Note	Group S\$'000		% Increase/ (Decrease)
		12 mths ended 31/03/2007	15 mths ended 31/03/2006 *	
<b>Continuing operations</b>				
<b>Revenues</b>				
Advertisement		2,656	3,386	(21.6)
Circulation		772	1,040	(25.8)
Exhibition and events		17	55	(69.1)
		<u>3,445</u>	<u>4,481</u>	(23.1)
<b>Other revenue</b>	(i)	5,581	44,679	(87.5)
<b>Cost and expenses</b>				
Direct costs:				
- Publication		(1,715)	(2,438)	(29.7)
- Exhibition and events		(20)	(60)	(66.7)
Personnel expenses		(2,606)	(3,011)	(13.5)
Amortisation & depreciation		(70)	(116)	(39.7)
Operating lease expenses		(178)	(309)	(42.4)
Loss in financial assets at fair value through profit and loss		(67,083)	-	NM
Other operating expenses	(ii)	(23,069)	(65,034)	(64.5)
Total cost and expenses		<u>(94,741)</u>	<u>(70,968)</u>	33.4
<b>Loss from operations</b>		<b>(85,715)</b>	<b>(21,808)</b>	<b>293.0</b>
Share of loss of associated company		-	(17)	(100.0)
Finance costs		(123)	(185)	(33.5)
<b>Loss before taxation</b>		<b>(85,838)</b>	<b>(22,010)</b>	
Taxation		(8)	47	NM
<b>Loss from continuing operations</b>		<b>(85,846)</b>	<b>(21,963)</b>	
<b>Discontinued operations</b>				
<b>Net loss from discontinued operations</b>	(iii)	<b>(16,504)</b>	<b>(7,664)</b>	<b>115.3</b>
<b>Total loss after taxation</b>		<b>(102,350)</b>	<b>(29,627)</b>	<b>245.5</b>
<b>(Loss) Profit attributable to:</b>				
- Shareholders		<b>(102,244)</b>	<b>(30,431)</b>	<b>236.0</b>
- Minority interests		<b>(106)</b>	<b>804</b>	<b>NM</b>

\* Comparative figures have been reclassified to conform with current year's presentation

NM - Not meaningful

**Notes to income statements:**

	<b>Group</b>		<b>% Increase/ (Decrease)</b>
	<b>S\$'000</b>		
	<b>12 mths ended 31/03/2007</b>	<b>15 mths ended 31/03/2006</b>	
<b>(i) Included in other revenue are:</b>			
Gain on disposal of properties	-	127	(100.0)
Gain on disposal of financial assets at fair value through profit and loss	-	2,707	(100.0)
Sale of contents right and licensing fees	(a) 5,129	41,127	(87.5)
Others	452	718	(37.0)
	<u>5,581</u>	<u>44,679</u>	
<b>(ii) Included in other operating expenses are:</b>			
Allowance for impairment of intangible assets	-	659	NM
Allowance for impairment of goodwill	4,353	-	NM
Allowance for impairment of associates	-	61,127	NM
Allowance for impairment of other receivables	2,950	-	NM
Loss on disposal of financial assets at fair value through profit or loss	13,043	-	NM
<b>(iii) Discontinued operations</b>			
Revenue	2,273	11,373	NM
Other income	497	457	NM
Expenses	(19,267)	(20,788)	NM
Finance expenses	-	(10)	NM
Loss before tax from discontinued operations	<u>(16,497)</u>	<u>(8,968)</u>	NM
Gain on discontinued operations	-	1,304	NM
Taxation	(7)	-	NM
Loss after tax from discontinued operations	<u>(16,504)</u>	<u>(7,664)</u>	NM

- (a) Amount relates to the remaining 6.9 million shares that is to be issued to the Group by Nextmart Inc (formerly known as Sun New Media Inc) upon meeting the performance guarantee pursuant to the Sale and Purchase Agreement entered into on 21 November 2005. The Group received the shares in April 2007.

**1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

	<b>Group</b>		<b>Company</b>	
	<b>31/03/2007 \$'000</b>	<b>31/03/2006 \$'000</b>	<b>31/03/2007 \$'000</b>	<b>31/03/2006 \$'000</b>
<b>EQUITY ATTRIBUTABLE TO SHAREHOLDERS</b>				
Share capital	92,071	88,336	92,071	88,336
(Accumulated losses) revenue reserves	(69,460)	32,784	(71,992)	(48,833)
Foreign currency translation reserves	2,488	1,539	-	-
	<u>25,099</u>	<u>122,659</u>	<u>20,079</u>	<u>39,503</u>
Minority Interests	778	884	-	-
<b>TOTAL EQUITY</b>	<b><u>25,877</u></b>	<b><u>123,543</u></b>	<b><u>20,079</u></b>	<b><u>39,503</u></b>
<b>Property, plant and equipment</b>	134	1,320	30	55
<b>Intangible assets</b>	856	11,423	-	-
<b>Goodwill</b>	102	4,456	-	-
<b>Subsidiaries</b>	-	-	24,321	27,106
<b>Associates</b>	998	28,715	998	8,000
<b>Current assets</b>				
Work-in-progress, at cost	127	146	-	-
Trade receivables	990	6,738	-	-
Other receivables, deposits and prepayments	4,060	9,843	553	6,272
Due from subsidiaries (trade)	-	-	-	332
Due from subsidiaries (non-trade)	-	-	1,029	10,552
Due from associates (non-trade)	-	7	-	7
Financial assets at fair value through profit or loss	24,277	78,230	-	-
Cash and bank balances	5,093	1,028	2,527	155
	<u>34,547</u>	<u>95,992</u>	<u>4,109</u>	<u>17,318</u>
Disposal group classified as held for sale	1,584	-	-	-
	<u>36,131</u>	<u>95,992</u>	<u>4,109</u>	<u>17,318</u>
<b>TOTAL ASSETS</b>	<b><u>38,221</u></b>	<b><u>141,906</u></b>	<b><u>29,458</u></b>	<b><u>52,479</u></b>
<b>Current liabilities</b>				
Trade payables	1,442	1,968	462	221
Other payables and accruals	2,024	12,081	1,331	2,929
Due to subsidiaries (trade)	-	-	156	-
Due to subsidiaries (non-trade)	-	-	2,480	4,749
Bank term loan, current portion	3,900	1,637	3,768	1,500
Lease obligations, current portion	91	-	81	-
Loan from a subsidiary	-	-	-	1,271
Loan from a related party	-	1,013	-	1,013
Provision for taxation	-	67	-	-
Bank overdrafts (unsecured)	871	999	683	698
	<u>8,328</u>	<u>17,765</u>	<u>8,961</u>	<u>12,381</u>
Liabilities directly associated with disposal group classified as held for sale	3,586	-	-	-
	<u>11,914</u>	<u>17,765</u>	<u>8,961</u>	<u>12,381</u>
<b>Non-current liabilities</b>				
<b>Lease obligations (non-current portion)</b>	168	-	156	-
<b>Deferred taxation</b>	262	598	262	595
<b>TOTAL LIABILITIES</b>	<b><u>12,344</u></b>	<b><u>18,363</u></b>	<b><u>9,379</u></b>	<b><u>12,976</u></b>
<b>NET ASSETS</b>	<b><u>25,877</u></b>	<b><u>123,543</u></b>	<b><u>20,079</u></b>	<b><u>39,503</u></b>

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

**Amount repayable in one year or less, or on demand**

As at 31/03/2007		As at 31/03/2006	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
132	3,859	138	2,512

**Amount repayable after one year**

As at 31/03/2007		As at 31/03/2006	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
-	168	-	-

**Details of any collateral**

Trade receivables amounting to about \$132,000 (31/03/2006: \$138,000) of a subsidiary have been pledged as security to a finance company to secure factoring loan.

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

	<b>For the 12 months ended</b>	<b>For the 15 months ended</b>
	<b>31/03/2007</b>	<b>31/03/2006</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Cash flows from operating activities</b>		
Loss before taxation and minority interest		
Continuing operations	(85,838)	(22,010)
Discontinued operations	(16,497)	(7,664)
Loss before taxation and minority interest	(102,335)	(29,674)
Adjustments for:		
Share of loss of associates	-	17
Depreciation of property, plant and equipment	358	989
Gain on disposal of property, plant and equipment	1	(7)
Gain on disposal of subsidiaries	-	(1,304)
Gain on disposal of properties	-	(127)
Loss (Gain) on disposal of financial assets at fair value through profit or loss	13,043	(2,707)
Loss on financial assets at fair value through profit or loss	67,083	-
Sale of contents right and licensing fees	(5,129)	(41,308)
Amortisation of intangible assets	510	710
Property, plant and equipment written off	129	233
Allowance for impairment of other receivables	2,950	-
Allowance for impairment of intangible assets	9,069	659
Allowance for impairment of associates	-	61,127
Allowance for impairment of goodwill	4,353	1,911
Interest expense	123	195
<b>Operating cashflow before working capital changes</b>	<b>(9,845)</b>	<b>(9,286)</b>
Work-in-progress	18	1
Trade and other receivables	12,095	(4,952)
Trade and other payables	(5,628)	(707)
<b>Cash used in operations</b>	<b>(3,360)</b>	<b>(14,944)</b>
Interest paid	(123)	(195)
Income taxes paid	(348)	(183)
<b>Net cash used in operating activities</b>	<b>(3,831)</b>	<b>(15,322)</b>
<b>Cash flows from investing activities:</b>		
Proceeds (Loss) from disposal of subsidiaries, net of cash disposed	-	2,907
Proceeds from sale of financial assets	3,318	-
Proceeds from sale of property, plant and equipment	2	32
Purchase of marketable security	(99)	-
Purchase of property, plant and equipment	(68)	(758)
Increase in investment in subsidiary	-	(770)
Capitalisation of intangible assets	-	(1)
<b>Net cash from investing activities</b>	<b>3,153</b>	<b>1,410</b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of new shares	2,100	7,200
Proceeds from issue of unsecured convertible notes	3,968	3,000
Proceeds (repayment) of hire purchase/ finance lease liabilities	259	(44)
Repayment (proceeds) from short-term bank loans	(5)	4
Proceeds from loan from related party	-	1,013
Payment of expenses on issuance of new shares	(64)	(489)
<b>Net cash from financing activities</b>	<b>6,258</b>	<b>10,684</b>
Net effect of exchange rate changes in consolidating subsidiaries	(1,128)	(434)
Net increase (decrease) in cash and cash equivalents	4,452	(3,662)
Cash and cash equivalents at beginning of the financial year/ period	29	3,691
<b>Cash and cash equivalents at end of the financial year/ period</b>	<b>4,481</b>	<b>29</b>

	<u>For the 12 months ended</u>	<u>For the 15 months ended</u>
	<u>31/03/2007</u>	<u>31/03/2006</u>
	\$'000	\$'000
<b>Cash and cash equivalents comprise</b>		
Cash and bank balances	5,352	1,028
Bank overdrafts (unsecured)	(871)	(999)
	<u><b>4,481</b></u>	<u><b>29</b></u>

**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.**

	Attributable to equity holders of the Company					Total S\$'000
	Share Capital S\$'000	Share Premium S\$'000	Revenue Reserves/ (Accumula- ted Losses) S\$'000	Foreign Currency Translation Reserve S\$'000	Minority Interests S\$'000	
<b>The Group</b>						
<u>For the year ended 31/03/2007</u>						
Balance at 01/04/2006	88,336	-	32,784	1,539	884	123,543
Issuance of shares	3,800	-	-	-	-	3,800
Expenses on issue of new shares	(65)	-	-	-	-	(65)
Loss for the financial period	-	-	(102,244)	-	(106)	(102,350)
Currency translation differences	-	-	-	949	-	949
<b>Balance at 31/03/2007</b>	<b>92,071</b>	<b>-</b>	<b>(69,460)</b>	<b>2,488</b>	<b>778</b>	<b>25,877</b>
<u>For the period ended 31/03/2006</u>						
Balance at 01/01/2005 as previously reported	31,903	16,723	63,215	1,637	367	113,845
Effect of adoption of FRS 39	-	-	2,685	-	-	2,685
<b>Balance at 01/01/2005 as restated</b>	<b>31,903</b>	<b>16,723</b>	<b>65,900</b>	<b>1,637</b>	<b>367</b>	<b>116,530</b>
Disposal of financial assets at fair value through profit or loss	-	-	(2,685)	-	-	(2,685)
Issuance of shares	14,984	25,215	-	-	-	40,199
Expenses on issue of new shares	-	(489)	-	-	-	(489)
(Loss) Profit for the financial period	-	-	(30,431)	-	804	(29,627)
Acquisition of subsidiaries	-	-	-	-	(293)	(293)
Currency translation differences	-	-	-	(98)	6	(92)
Transfer of share premium reserve to share capital account	41,449	(41,449)	-	-	-	-
<b>Balance at 31/03/2006</b>	<b>88,336</b>	<b>-</b>	<b>32,784</b>	<b>1,539</b>	<b>884</b>	<b>123,543</b>

	Attributable to equity holders of the Company					Total S\$'000
	Share Capital S\$'000	Share Premium S\$'000	Revenue Reserves/ (Accumula- ted Losses) S\$'000	Foreign Currency Translation Reserve S\$'000	Minority Interests S\$'000	
<b>The Company</b>						
<u>For the year ended 31/03/2007</u>						
Balance at 01/04/2006	88,336	-	(48,833)	-	-	39,503
Issuance of shares	3,800	-	-	-	-	3,800
Expenses on issue of new shares	(65)	-	-	-	-	(65)
Loss for the financial year	-	-	(23,159)	-	-	(23,159)
<b>Balance at 31/03/2007</b>	<b>92,071</b>		<b>(71,992)</b>	-	-	<b>20,079</b>
<u>For the period ended 31/03/2006</u>						
Balance at 01/01/2005	31,903	16,723	(14,806)	-	-	33,820
Issuance of shares	14,984	25,215	-	-	-	40,199
Expenses on issue of new shares	-	(489)	-	-	-	(489)
Loss for the financial period	-	-	(34,027)	-	-	(34,027)
Transfer of share premium reserve to share capital account	41,449	(41,449)	-	-	-	-
<b>Balance at 31/03/2006</b>	<b>88,336</b>	-	<b>(48,833)</b>	-	-	<b>39,503</b>

**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 issued 26,574,560 ordinary shares pursuant to the Equity Line of Credit Agreement dated 2 June 2005 with Cornell Capital Partners LLC with regard to advances amounting to \$1.7 million. Please refer to announcements dated 5 May 2006, 18 May 2006, 10 November 2006 and 30 January 2007 for details.

In addition, the Company issued 30,000,000 ordinary shares pursuant to a Subscription Agreement. Please refer to announcement dated 15 May 2006 for details.

As at 31 March 2007, total share capital of the Company was about \$92.08 million comprising 994,312,848 shares

**2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures are unaudited and are not reviewed by the auditors.

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

Not applicable

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

There were new Financial Reporting Standards ("FRS") that were published and mandatory for accounting periods beginning on or after 1 January 2006. The adoption of these FRS, where applicable, did not have any material impact on the financial statements for FY 2007. Apart from these, the same accounting policies and methods of computation have been consistently applied.

**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.**

Please refer to point 4 above.

**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.**

	<b>12 months ended 31/03/2007</b>	<b>15 months ended 31/03/2006</b>
<b>Continuing operations</b>		
Earnings per share (EPS) based on Group's profit after taxation and MI		
- on weighted average number of shares	(8.83) cents	(3.05) cents
- on a fully diluted basis	(8.83) cents	(3.05) cents
<b>Discontinued operations</b>	<b>31/03/2007</b>	<b>31/03/2006</b>
Earnings per share (EPS) based on Group's profit after taxation		
- on weighted average number of shares	(1.70) cents	(1.01) cents
- on a fully diluted basis	(1.70) cents	(1.01) cents

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

	<b>Group</b>		<b>Company</b>	
	<b>31/03/2007</b>	<b>31/03/2006</b>	<b>31/03/2007</b>	<b>31/03/2006</b>
Net asset value based on existing issued share capital as at the respective period	2.52 cents	13.08 cents	2.02 cents	4.21 cents

**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.

General Overview

For the period under review, the Group initiated a major restructuring program, including the divestment of its loss-making operations in Greater China as follow:

- o divestment of the Group's entire interest in Caijing Times Advertising Development Corporation Ltd and its subsidiaries and Optima Media International Limited and its subsidiaries to AIM-listed Sun 3C Media Plc ("S3C") and Sun Media Investment Holdings Limited ("SMIH") for an aggregate consideration of 1.6 million Nextmart Inc ("Nextmart", formerly known as Sun New



- Media Inc) shares and the allotment of 21.4 million S3C shares (worth approximately S\$10.4 million as at the date of this announcement);
- o the Group's interest in Wide Angle Press Limited to SMIH in exchange for the entire issued and paid-up capital in Lifestyle Magazines Publishing Pte Ltd; and
  - o the Group's interest in The Observer Star Global Publishing Holdings Limited to Nextmart for a nominal consideration of US\$1 for which Nextmart undertakes to issue 6.9 million shares to the Group pursuant to a Sale and Purchase Agreement dated 21 November 2005.

In December 2006, Sun Media Investment Holdings Limited ("SMIH") divested its direct shareholdings in the Company and concurrently Dr Bruno Wu and Ms Yang Lan stepped down as the Company's directors. Nextmart subsequently divested 150 million of the Company's shares to strategic investors in March 2007. Arising from these, SMIH, Dr Bruno Wu and Ms Yang Lan ceased to be substantial shareholders of the Company either directly or indirectly.

Also, during the period under review, we:

- o placed out 30 million shares in the issued capital of the Company at S\$0.07 each;
- o entered into a exchangeable loan agreement with US-based Cornell Capital Partners Offshore, LP ("Cornell") for US\$3 million; and
- o entered into a subscription agreement with Value Capital Asset Management Limited ("VCAM") for S\$20 million.

### Revenue

Revenue for the 12-month period ended March 31, 2007 (FY 2007) was lower as compared to the 15 months ended March 31, 2006 ("FP 2006") mainly due to the 15 months period in FP 2006. Revenue remain relatively constant comparing FY 2007 and annualized FP 2006 figures.

### Loss attributable to shareholders

Loss attributable to shareholders for the 12-month period was \$102.2 million, as compared to a loss of \$30.4 million in FP 2006. The loss in FY 2007 is mainly attributable to a S\$67.1 million impairment loss in the value of the marketable securities held by the Group, S\$16.5 million loss incurred by discontinued operations, S\$2.95 million impairment loss of other receivables and a S\$13.04 million loss incurred in the sale of marketable securities. Operating loss from continuing operations excluding allowance for impairment loss, loss incurred in the sale of marketable securities and the sale of contents rights and licensing sales is S\$3.41 million. Excluding allowance for impairment and loss incurred in the sale of marketable securities, operating expenses decreased by S\$0.5 million.

### Balance Sheet

During the period, the Group's Net Asset Value ("NAV") decreased by 79.5% to about \$25.1 million as compared to \$122.7 million in the previous year, and NAV per share decreased by 80.7% to 2.52 cents from 13.08 cents previously. The drop in NAV is mainly due to the write-down in the value of our marketable securities.

Further, the Company divested its investments in Greater China subsequent to March 31, 2007. As at March 31, 2007, the NAV of these investments stood at a negative S\$2.0 million.

As proceeds from the Greater China divestment which comprise of 21.4 million S3C shares and 1.6 million Nextmart shares were received after March 31, 2007, they will be accounted for only in the current financial year ending March 31, 2008. The aggregate value of these proceeds based on the closing price one day preceding the date of the announcement are approximately S\$10.4 million.

## Cash-flow

Cash and cash equivalents as at end of period was \$4.2 million compared to \$29,000 at the beginning of the period. Cash and cash equivalents included an amount of S\$2.3 million that was placed with an escrow agent as at March 31, 2007. The monies were released to the Company in April 2007. The increase in cash and cash equivalents during the period was due to proceeds from the sale of our marketable securities and receipt of Tranche 1 of the exchangeable loan with Cornell amounting to US\$1.5 million .

The Company has entered into a S\$20 million Subscription Agreement with VCAM in February 2007 which is pending shareholders' approval.

## Segmental Performance

- (a) Operating loss for the publishing division decreased by 77.2% to \$362,000 as compared with a loss of \$1.6 million in the prior year period, mainly due to a recovery of our Malaysia operations.
- (b) HQ and investments recorded an operating loss of \$85.3 million due mainly to the loss incurred in the divestment of marketable securities and write-down in the value of these securities.
- (c) The discontinued operations in this financial period relates to the Group's Greater China operations that were divested subsequent to March 31, 2007. Discontinued operations in the prior year period included the financial results of Auston International Group Limited that was divested by the Group during FP 2006.

**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.**

Following the successful divestment of our Greater China publishing operations and rationalization of our investments portfolio, the Group will now focus on consolidating and expanding our activities in Singapore, Malaysia and China. Further, the Company intends to diversify its revenue and earnings stream to include other media platforms such as mobile, internet and other related businesses.

Additionally, we will continue to take steps to optimize the value of our investments, strengthen our balance sheet and focus on returning the Group to profitability in the current financial year.

**11. Dividend**

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

Any dividend declared for the current financial period reported on?

None.

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

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

None.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

No dividend has been recommended.

**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.**

By business segments

	Publishing, exhibition & events S\$'000	HQ costs & Investments S\$'000	Total for continuing operations S\$'000	Discontinued operations	Total
<b><u>For year ended 31 March 2007</u></b>					
Revenue	3,445	-	3,445	2,273	5,718
Other income	123	5,458	5,581	497	6,078
Operating loss	(370)	(85,345)	(85,715)	(16,497)	(102,212)
Finance expenses			(123)	-	(123)
Taxation			(8)	(7)	(15)
Minority interest			106	-	106
<b>Loss after taxation</b>			<b>(85,740)</b>	<b>(16,504)</b>	<b>(102,244)</b>
Gain on discontinued operations			-	-	-
<b>Loss after taxation</b>			<b>(85,740)</b>	<b>(16,504)</b>	<b>(102,244)</b>
<b><u>For period ended 31 March 2006</u></b>					
Revenue	4,481	-	4,481	11,373	15,854
Other income	225	44,454	44,679	457	45,136
Operating loss	(1,588)	(20,220)	(21,808)	(8,958)	(30,766)
Finance expenses			(185)	(10)	(195)
Share of loss of associates			(17)	-	(17)
Taxation			47	-	47
Minority interest			(840)	36	(804)
<b>Loss after taxation</b>			<b>(22,803)</b>	<b>(8,932)</b>	<b>(31,735)</b>
Gain on discontinued operations			-	1,304	1,304
<b>Loss after taxation</b>			<b>(22,803)</b>	<b>(7,628)</b>	<b>(30,431)</b>

**14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

Please refer to section 8 above.

**15. A breakdown of sales**

	<b>12 mths ended 31 Mar 2007</b>	<b>15 mths ended 31 Mar 2006</b>	<b>% Increase/ (Decrease)</b>
(a) Revenue reported for first half year	1,788	4,751	(62.4%)
(b) Operating (loss) profit after tax before deducting minority interests reported for first half year	(34,982)	2,138	NM
(c) Revenue reported for second half year	7,238	44,409	(83.7%)
(d) Operating loss profit after tax before deducting minority interests reported for second half year	(67,368)	(31,765)	112.1%

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

Not applicable

**BY ORDER OF THE BOARD**

**Ricky Ang Gee Hing  
Vice-Chairman and Managing Director**

**Singapore, 28 May 2007**