

VALUETRONICS HOLDINGS LIMITED

(Incorporated in Bermuda)

(Co. Reg. No: 38813)

FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2008**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.**

	The Group		
	Year ended 31 March		
	2008	2007	Change
	HK\$'000	HK\$'000	%
Revenue	884,190	723,867	22.1%
Cost of Sales	(702,153)	(577,403)	21.6%
Gross Profit	182,037	146,464	24.3%
Other income	10,888	9,477	14.9%
Selling and distribution costs	(20,284)	(16,874)	20.2%
Administrative expenses	(72,217)	(62,429)	15.7%
Net other operating gain	192	9,096	-97.9%
Profit From Operations	100,616	85,734	17.4%
Finance costs	(343)	(328)	4.6%
Profit Before Tax	100,273	85,406	17.4%
Income tax expense	(9,734)	(11,191)	-13.0%
Profit attributable to shareholders of the Company	90,539	74,215	22.0%

Note:

The Group's profit before tax is arrived at after charging / (crediting):

	The Group	
	Year ended 31 March	
	2008	2007
	HK\$'000	HK\$'000
Depreciation	12,417	11,021
Amortisation of prepaid land lease payments and land use rights	678	50
Gain on disposals of property, plant and equipment	(436)	(174)
Reversal of inventories obsolescence	-	(9,438)
(Reversal)/Allowance for doubtful debts	(192)	342
Listing expenses	-	5,433
Interest income	(6,633)	(3,116)
Interest expenses	1	4
Bank charges	342	324
Exchange gain, net	(1,447)	(822)

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

	The Group		The Company	
	At 31.3.2008	At 31.3.2007	At 31.3.2008	At 31.3.2007
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Non-current assets				
Prepaid land lease payments and land use rights (Note 1)	24,079	18,244	-	-
Property, plant and equipment (Note 1 & 2)	97,216	38,823	-	-
Investments in subsidiaries	-	-	83,330	83,330
Deposits paid for acquisition of properties and land use rights	-	6,144	-	-
Club membership, at cost	200	200	-	-
Long term receivables (Note 1)	2,090	2,000	-	-
	123,585	65,411	83,330	83,330
Current assets				
Available-for-sale financial assets	3,850	11,610	-	-
Inventories	110,378	69,197	-	-
Trade receivables	135,577	131,624	-	-
Prepaid land lease payments and land use rights	525	392	-	-
Prepayments, deposits and other receivables	6,304	5,521	217	-
Long term receivables – current portion (Note 1)	550	-	-	-
Due from subsidiaries	-	-	110,300	28,015
Bank and cash balances	181,691	176,590	23,945	99,858
	438,875	394,934	134,462	127,873
Total assets	562,460	460,345	217,792	211,203
Current liabilities				
Trade payables	120,565	120,555	-	-
Accruals, other payables and deposits received	136,305	110,392	1,635	6,111
Current tax liabilities	6,636	4,217	-	-
	263,506	235,164	1,635	6,111
Non-current liabilities				
Deferred tax liabilities	1,371	2,058	-	-
Total liabilities	264,877	237,222	1,635	6,111
	297,583	223,123	216,157	205,092
Equity attributable to shareholders of the Company				
Share capital	35,500	35,500	35,500	35,500
Reserves	262,083	187,623	180,657	169,592
Total equity	297,583	223,123	216,157	205,092

Note 1: Net effect of exchange rate changes in consolidating subsidiaries in PRC was HK\$6.2 million: HK\$2.4 million for 'prepaid land lease payments & land use rights', HK\$3.5 million for 'property, plant & equipment' and HK\$0.2 million for 'long term receivables'. The total amount HK\$6.2 million has been credited to Translation Reserve, please see section 1(d)(i).

Note 2: The increase in Property, plant and equipment of the Group was mainly due to construction-in-progress of new factory premises in Daya Bay Economy and Technology Development District, Huizhou City, Guangdong Province, PRC.

Note 3: For the year ended 31 March 2007, the Group undertook a restructuring exercise ("Restructuring Exercise") to rationalize the structure of the Group in preparation for the listing of the Company's shares on the Singapore Exchange Securities Trading Limited ("SGX-ST"). Following the implementation of the Restructuring Exercise, the Company became the holding company of the Group on 6 February 2007 and a pooling-of-interests method of consolidation is adopted. The identifiable assets and liabilities were accounted for at their historical cost and the shares issued were recorded at par value, in a manner similar to the pooling-of-interests method of consolidation.

Under the pooling-of-interests method, the combined assets, liabilities and reserves of the pooled enterprises are recorded at their existing carrying amounts at the date of amalgamation.

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 March 2008		As at 31 March 2007	
Secured	Unsecured	Secured	Unsecured
HK\$'000	HK\$'000	HK\$'000	HK\$'000
nil	nil	nil	nil

Amount repayable after one year

As at 31 March 2008		As at 31 March 2007	
Secured	Unsecured	Secured	Unsecured
HK\$'000	HK\$'000	HK\$'000	HK\$'000
nil	nil	nil	nil

Details of any collateral

None

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

	The Group	
	Year ended 31 Mar	
	2008	2007
	HK\$'000	HK\$'000
Cash flows from operating activities		
Profit before tax	100,273	85,406
Adjustments for :		
Amortisation of prepaid land lease payments and land use rights	678	50
Equity-settled share-based payments	130	-
Depreciation	12,417	11,021
Gain on disposals of property, plant and equipment	(436)	(174)
Interest expenses	1	4
Interest income	(6,633)	(3,116)
Operating profit before working capital changes	106,430	93,191
Increase in prepaid land lease payments and land use rights	-	(9,138)
Increase in deposits paid for acquisition of properties and land use rights	-	(6,144)
Increase in long term receivable	(424)	(2,000)
Increase in inventories	(41,181)	(14,454)
Increase in trade receivables	(3,953)	(43,846)
Increase in prepayments, deposits and other receivables	(783)	(1,084)
Increase in trade payables	10	21,616
Increase in accruals, other payables and deposits received	25,913	21,671
Cash generated from operations	86,012	59,812
Income tax paid	(8,002)	(10,705)
Interest paid	(1)	(4)
Net cash generated from operating activities	78,009	49,103
Cash flows from investing activities		
Purchase of property, plant and equipment	(65,511)	(25,000)
Purchase of club membership	-	(200)
Purchase of available-for-sale financial assets	(28,306)	(7,760)
Proceeds from disposals of available-for-sale financial assets	36,066	-
Decrease in pledged fixed deposit	-	3,102
Proceeds from disposals of property, plant and equipment	575	247
Interest received	6,633	3,116
Net cash used in investing activities	(50,543)	(26,495)
Cash flows from financing activities		
Dividend paid	(22,365)	(20,000)
Net proceeds from issuance of new shares	-	97,331
Net cash (used in) / generated from financing activities	(22,365)	77,331
Net increase in cash and cash equivalents	5,101	99,939
Cash and cash equivalents at beginning of the period	176,590	76,651
Cash and cash equivalents at end of the period	181,691	176,590

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.

The Group	Attributable to the shareholders of the Company								
	Reserves								Total
	Share capital	Share premium	Share-based payment reserve	Translation reserve	Dividend reserve	Statutory reserve (note 1)	Retained earnings	Total reserves	
HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	
Balance at 1 Apr 2007	35,500	85,591	-	(15)	22,365	-	79,682	187,623	223,123
Translation difference	-	-	-	6,156	-	-	-	6,156	6,156
Net profit for the year	-	-	-	-	-	-	90,539	90,539	90,539
Share-based payments	-	-	130	-	-	-	-	130	130
Transfer to statutory reserve	-	-	-	-	-	94	(94)	-	-
Final dividend paid in respect of the previous financial year	-	-	-	-	(22,365)	-	-	(22,365)	(22,365)
Balance at 31 Mar 2008	35,500	85,591	130	6,141	-	94	170,127	262,083	297,583
Balance at 1 Apr 2006	130	402	-	(15)	-	-	74,300	74,687	74,817
Issuance of new shares pursuant to the Restructuring Exercise, adjustment, public offer & placement	35,370	85,189	-	-	-	-	(26,468)	58,721	94,091
Net profit for the year	-	-	-	-	-	-	74,215	74,215	74,215
Interim dividend	-	-	-	-	-	-	(20,000)	(20,000)	(20,000)
Proposed final dividend	-	-	-	-	22,365	-	(22,365)	-	-
Balance at 31 Mar 2007	35,500	85,591	-	(15)	22,365	-	79,682	187,623	223,123
The Company	Reserves								Total
	Share capital	Share premium	Share-based payment reserve	Contributed surplus	Dividend reserve	Retained earnings	Total reserves		
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	
Balance at 1 Apr 2007	35,500	85,591	-	67,299	22,365	(5,663)	169,592	205,092	

Net profit for the year	-	-	-	-	33,300	33,300	33,300
Share-based payments	-	-	130	-	-	130	130
Transfer to retained earnings	-	-	-	(60)	-	60	-
Final dividend paid in respect of the previous financial year	-	-	-	-	(22,365)	-	(22,365)
Balance at 31 Mar 2008	35,500	85,591	130	67,239	-	27,697	180,657
At the date of incorporation-18 August 2006	-	-	-	-	-	-	-
Arising from Restructuring Exercise	27,000	-	-	89,664	-	-	89,664
New issue of shares on public offer and placing	8,500	91,205	-	-	-	-	91,205
Share issue expenses	-	(5,614)	-	-	-	-	(5,614)
Loss for the year	-	-	-	-	(5,663)	(5,663)	(5,663)
Transfer to accumulated losses	-	-	-	(22,365)	-	22,365	-
Proposed final dividend	-	-	-	-	22,365	(22,365)	-
Balance at 31 Mar 2007	35,500	85,591	-	67,299	22,365	(5,663)	169,592

Note 1: The statutory reserve of the Group refers to the PRC statutory reserve fund. Appropriations to such reserve fund are made out of profit after tax as recorded in the statutory financial statements of the PRC subsidiaries. The amount should not be less than 10% of the profit after tax as recorded in the statutory financial statements unless the aggregate amount exceeds 50% of the registered capital of the PRC subsidiaries. The statutory reserve fund can be used to make up prior years' losses of the PRC subsidiaries.

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 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.

During the year ended 31 March 2008, the Company issued 1,000,000 share options under the Employees Share Option Scheme. None of the options were exercised.

As at 31 March 2008, there were 1,000,000 unissued ordinary shares of S\$0.225 each in respect of share options granted (31 March 2007: Nil).

	Ordinary Shares	Employee Share Option Scheme ("ESOS")
Balance at 31 March 2007	355,000,000	0
Additions	0	1,000,000
Balance at 31 March 2008	355,000,000	1,000,000

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

See 1(d)(ii) above.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable

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

The figures have not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a 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 for the current reporting period as those used in preparing for the audited consolidated financial statements for the year ended 31 March 2007.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group adopted all the new and revised International Financial Reporting Standards ("IFRSs") that are relevant to its operations and effective for accounting periods beginning on or after 1 April 2007. The adoption of these new and revised IFRSs did not result in substantial changes to the Group's accounting policies.

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.

	The Group	
	Year ended 31 March 2008	Year ended 31 March 2007
Earnings per ordinary share for the period based on the net profit for the period		
(a) Based on weighted average number of ordinary shares on issue; and	HK 25.5 cents	HK 27.4 cents
(b) On a fully diluted basis	N/A	N/A
Number of ordinary shares in issue		
Weighted average number of ordinary shares for the purpose of basic earnings per share	355,000,000	271,164,384
Effect of potentially dilutive ordinary shares – Share options	N/A	N/A
Weighted average number of ordinary shares for the purpose of diluted earnings per share	355,000,000	271,164,384

Basic earnings per share is calculated by dividing the profit attributable to the shareholders of the Company of approximately HK\$90,539,000 (2007: HK\$74,215,000) by the weighted average number of ordinary shares in issue of 355,000,000 (2007: 271,164,384).

The effects of all potential ordinary shares are anti-dilutive for the year ended 31 March 2008.

No diluted earnings per share has been presented for the year ended 31 March 2007 as the Group did not have any dilutive potential shares.

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.

	The Group		The Company	
	31/3/2008	31/3/2007	31/3/2008	31/3/2007
	HK cents	HK cents	HK cents	HK cents
Net asset value per ordinary share based on issued share capital at the end of the year:	83.8	62.9	60.9	57.8
Number of ordinary shares in issue	355,000,000	355,000,000	355,000,000	355,000,000

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.**

Revenue

Revenue increased by 22.1% or HK\$160.3 million from HK\$723.9 million for the year ended 31 March 2007 to HK\$884.2 million for the year ended 31 March 2008. The increase in revenue was mainly attributable to the increase in sales contributed by customers from both ODM and OEM segments such as Philips, Graco, Hemisphere and Transact.

OEM revenue increased by 30% to HK\$680.5 million (FY2007: HK\$523.5 million). The increase was attributed to contributions from our existing major customers that comprise a recently added customer which is a division under the Philips Group, and the commencement of shipment of new product models to Hemisphere and Transact.

ODM revenue increased by 1.7% to HK\$203.7 million (FY2007: HK\$200.3 million). Despite the slowdown of one of the Group's major ODM customer in household appliances industry, the Group still managed to register growth on the ODM segment. The increase was mainly due to commencement of shipment of new baby monitor models to Graco and portable battery chargers for private label customers.

Gross profit and gross profit margin

The increase in gross profit by 24.3% to HK\$182 million (FY2007: HK\$146.5 million) was mainly due to new revenue streams from new customers and the increased sales from existing major customers. Gross profit margin improved marginally from 20.2% to 20.6% mainly contributed by the spike in demand from high-mix low-volume industrial customers under the OEM segment. The gross margin improvement was partially offset by the provision for economic compensation in accordance with the new China Labour Contract Law during the year.

Other income

Other income increased by 14.9% to HK\$10.9 million (FY2007: HK\$9.5 million). This was due to an increase in interest income resulting from higher level of bank and cash balances, and offset by less tooling income earned during the year.

Selling and distribution costs

Selling and distribution costs increased by 20.2% to HK\$20.3 million (FY2007: HK\$16.9 million). This was mainly due to an increase in sales commission paid to our sales representatives, and was in line with the increase in revenue.

Administrative expenses

Administrative expenses increased by 15.7% to HK\$72.2 million (FY2007: HK\$62.4 million). This was mainly due to the annual salary increment for staff, bonus provisions for the year, increased administrative costs related to operating as a public company, and provision for economic compensation in accordance with the new China Labour Contract Law.

Net other operating gain

Net other operating gain decreased by HK\$8.9 million from HK\$9.1 million for the year ended 31 March 2007 to HK\$0.2 million for the year ended 31 March 2008. For the year ended 31 March 2007, there was a significant reversal of inventories obsolescence, which was not repeated in the year ended 31 March 2008.

Profit before tax

As a result of the above, on a year-on-year basis, profit before tax increased by 17.4% to HK\$100.3 million (FY2007: HK\$85.4 million).

Income tax expense

Income tax expense decreased by 13.0% to HK\$9.7 million (FY2007: HK\$11.2 million). The decrease was due to reversal of over provision of HK\$1.7 million Hong Kong profits tax in year ended 31 March 2008 in respect of FY2007.

Financial position

The Group's prepaid land lease payments and land use rights amounted to HK\$24 million as at 31 March 2008. This represented HK\$3.4 million of prepaid land lease payments of warehouse and ancillary office in Hong Kong and HK\$20.6 million of land use rights of a piece of land in Daya Bay Economy and Technology Development District, Huizhou City, Guangdong Province, PRC ("the DayaBay site") and staff quarters in Huizhou City, Guangdong Province, PRC.

The increase of HK\$58.4 million in property, plant and equipment was mainly due to purchase of plant and machinery and construction-in-progress of new factory premises in the Daya Bay site.

The Group's long term receivables (including current portion) amounted to HK\$2.6 million as at 31 March 2008. These receivables are interest-free, guaranteed by the legal representatives of the vocational schools and repayable deposit placed to a vocational training school managed by the Bureau of Education of Taihu Xian (太湖縣教育局), Anhui Province, PRC, and a vocational training school managed by the Bureau of Labour and Social Security of Taihu Xian (太湖縣勞動和社會保障局), Anhui Province, PRC, for provision of on-the-job training to selected students. These long term receivables will be repayable starting March 2009.

Available-for-sale financial assets held by the Group decreased by HK\$7.7 million from HK\$11.6 million as at 31 March 2007 to HK\$3.9 million as at 31 March 2008 due to maturity of the principal protected deposits.

The Group's inventory balance increased by HK\$41.2 million from HK\$69.2 million as at 31 March 2007 to HK\$110.4 million as at 31 March 2008. The increase was in line with our sales growth and the Group has built up certain buffered stocks for production suspension when the Group moves certain production facilities from the existing factory to its new factory premises in Daya Bay site in Q1 FY2009. Inventory turnover days stood at 57.4 days as compared to 43.7 days at 31 March 2007.

The Group's trade receivables increased by about HK\$4 million from HK\$131.6 million to HK\$135.6 million. The Days Sales Outstanding for trade receivable balances of 31 March 2008 stood at 56 days as compared to 66.5 days at 31 March 2007.

The Group's trade payables stood at HK\$120.6 million (FY2007: HK\$120.6 million).

The increase of HK\$25.9 million in accruals, other payables and deposits received was mainly due to increase in staff related cost, deposits received from customers, and provisions for economic compensation in accordance with China Labour Law.

Cash Flow Statement

The Group's cash position remains strong. Cash and cash equivalents held by the Group slightly increased by HK\$5.1 million from HK\$176.6 million as at 31 March 2007 to HK\$181.7 million as at 31 March 2008.

The net increase in cash inflow from operating activities was off-set by the outflow for higher investing activities such as construction of new plant and purchase of equipment, and the payment of final dividends in respect of the previous financial year.

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

The FY2008 announcement is in line with the prospect statement disclosed to shareholders in the Q3 FY2008 results announcement.

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 strong results in the financial year under review have demonstrated the Group's ability in meeting market demand and competition.

As the credit crunch resulting from the US subprime mortgage crisis has impacted US consumer spending, we see the trend of continued weakening demand in household appliances industry. However, we believe we will be able to mitigate some of the negative effects of this slowdown by working proactively with our diversified group of customers to develop more in-demand products across the industrial and consumer segments.

The operating landscape remains competitive and demanding. The accelerating appreciation of the RMB against USD, spikes in commodity prices, rising inflation in the PRC and the newly effective China Labour Contract Law pushed up labour and material costs as well as other manufacturing overheads. In view of these unfavourable factors and keen market competition, the Group may face greater challenges in cost management in the coming year. To counter rising costs, the Group will continue to drive efficiency, raise productivity and exercise stringent control over operating costs.

The Group will stay focus on being at the forefront of design and development of new products in partnership with its customers. For example, we will be manufacturing and shipping an energy saving luminaire for a major customer in FY2009. This is one of several new projects derived from our proactive design and development collaboration with customers.

Barring unforeseen circumstances, the directors expect the Group to remain profitable.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Yes.

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	HK 7.8 cents per ordinary share
Tax Rate	Not applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Yes.

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	HK 6.3 cents per ordinary share
Tax Rate	Not applicable

(c) Date payable

Subject to approval of the shareholders at the Annual General Meeting to be held on 28 July 2008, the proposed first and final dividend will be paid on 18 August 2008.

(d) Books closure date

Notice is hereby given that the Share Transfer Books and Register of Members of Valuetronics Holdings Limited (the "Company") will be closed on 7 August 2008 for the preparation of dividend warrants.

Duly completed instruments of transfers received by the Company's Share Transfer Agent in Singapore, B.A.C.S. Private Limited at 63 Cantonment Road, Singapore 089758 up to 5.00 p.m. on 6 August 2008 will be registered before shareholders' entitlements to the said dividend are determined.

Shareholders whose securities accounts with The Central Depository (Pte) Limited are credited with shares in the capital of the Company at 5.00 p.m. on 6 August 2008 will be entitled to the dividend.

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.**(a) Business segments**

	Year ended 31 Mar 2008 HK\$'000	Year ended 31 Mar 2007 HK\$'000
Revenue		
ODM	203,736	200,343
OEM	<u>680,454</u>	<u>523,524</u>
	<u>884,190</u>	<u>723,867</u>
Segment results		
ODM	37,808	39,209
OEM	<u>137,129</u>	<u>102,378</u>
	<u>174,937</u>	<u>141,587</u>

(b) Geographical segments

Revenue of geographical segments of principal markets are analyzed by location of customers

	Year ended 31 Mar 2008 HK\$'000	Year ended 31 Mar 2007 HK\$'000
North and Central America	462,207	303,066
Greater China	309,107	338,666
Asia Pacific	12,349	9,320
Europe	100,527	72,815
	<u>884,190</u>	<u>723,867</u>

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 item 8 above.

15. A breakdown of sales.

	Year ended 31 Mar 2008 HK\$'000	Year ended 31 Mar 2007 HK\$'000	increase/ (decrease) %
	Group	Group	Group
(a) Sales reported for first half year	439,800	365,545	20.3%
(b) Operating profit/loss after tax before deducting minority interests reported for first half year	49,234	39,493	24.7%
(c) Sales reported for second half year	444,390	358,322	24.0%
(d) Operating profit/loss after tax before deducting minority interests reported for second half year	41,305	34,722	19.0%

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 (*Refer to Para 16 of Appendix 7.2 for the required details*)

	Year ended 31 Mar 2008 HK\$'000	Year ended 31 Mar 2007 HK\$'000
Ordinary	27,690	22,365
Preference	N/A	N/A
Total:	27,690	22,365

17. Interested Person Transactions (“IPTs”)

Not applicable.

18. Use of IPO Proceeds

Up to 31 March 2008, the Group has utilized approximately S\$6.5 million for the first phase of construction of factory premises at Daya Bay site and purchase of machinery and equipment. The Group has entered contracts with equipment and machinery vendors, and is expecting deliveries and installations of equipment and machinery be completed in Q1 FY2009. The remaining sum of IPO proceeds for the first phase of construction of factory premises at Daya Bay site and purchase of machinery and equipment approximately S\$3.2 million will be fully utilized in Q1 FY2009.

BY ORDER OF THE BOARD

TSE Chong Hing
Chairman and Managing Director

26 May 2008