



Unaudited Third Quarter Financial Statement And Dividend Announcement For the Period Ended 31 March 2012

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

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

STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 31 MARCH 2012

	GROUP			GROUP		
	3rd Quarter FY 2012 S\$'000	FY 2011 S\$'000	Increase/ (Decrease) %	9 Months Ended 31 Mar 12 S\$'000	31 Mar 11 S\$'000	Increase/ (Decrease) %
Revenue	26,323	21,770	20.9	60,600	83,120	(27.1)
Cost of sales	(24,300)	(18,083)	34.4	(54,801)	(72,918)	(24.8)
Gross profit	2,023	3,687	(45.1)	5,799	10,202	(43.2)
Other income	3,060	2,256	35.6	6,719	13,090	(48.7)
Distribution and marketing expenses	(11)	(121)	(90.9)	(410)	(609)	(32.7)
Administrative expenses	(1,621)	(1,862)	(12.9)	(4,906)	(6,684)	(26.6)
Other operating expenses	(1,353)	(1,483)	(8.8)	(3,787)	(5,602)	(32.4)
Profit from operations	2,098	2,477	(15.3)	3,415	10,397	(67.2)
Finance costs	(184)	(202)	(8.9)	(485)	(767)	(36.8)
Profit before income tax	1,914	2,275	(15.9)	2,930	9,630	(69.6)
Income tax	-	36	n.m	(69)	6	n.m
Profit for the period	1,914	2,311	(17.2)	2,861	9,636	(70.3)
Profit attributable to: Equity holders of the Company	1,914	2,311	(17.2)	2,861	9,636	(70.3)
	1,914	2,311	(17.2)	2,861	9,636	(70.3)

STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 31 MARCH 2012

	GROUP			GROUP		
	3rd Quarter		Increase/ (Decrease) %	9 Months Ended		Increase/ (Decrease) %
	FY 2012 S\$'000	FY 2011 S\$'000		31 Mar 12 S\$'000	31 Mar 11 S\$'000	
Profit for the period	1,914	2,311	(17.2)	2,861	9,636	(70.3)
Other comprehensive income:	-	-		-	-	
Total comprehensive income for the period	1,914	2,311	(17.2)	2,861	9,636	(70.3)
Total comprehensive income attributable to:						
Equity holders of the Company	1,914	2,311	(17.2)	2,861	9,636	(70.3)
	1,914	2,311	(17.2)	2,861	9,636	(70.3)

Profit for the period is arrived at after crediting/ (charging):-

	GROUP		%
	9 Months Ended		
	31 Mar 12	31 Mar 11	Increase/
	S\$'000	S\$'000	(Decrease)
Interest income	41	47	(12.8)
Depreciation of property, plant and equipment	(2,544)	(2,484)	2.4
Allowance for doubtful debts	(5)	(38)	(86.8)
Interest expenses	(485)	(767)	(36.8)
Net foreign exchange loss	(35)	(190)	(81.6)
Gain on disposal of property, plant and equipment	1,556	6,632	(76.5)
Net income from investments	593	-	n.m.
Reversal of allowance for impairment of inventories	-	1,266	(100.0)

- 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.

STATEMENT OF FINANCIAL POSITION

	Group		Company	
	31 Mar 12	30 Jun 11	31 Mar 12	30 Jun 11
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	22,058	30,171	4,547	11,240
Financial assets at fair value through profit or loss	8	-	-	-
Trade and other receivables	17,264	9,468	52	25
Amount owing by subsidiaries	-	-	7,646	2,613
Inventories	42,452	40,047	-	-
	81,782	79,686	12,245	13,878
Assets classified as held-for-sale	-	188	-	-
Total current assets	81,782	79,874	12,245	13,878
Non-current assets				
Goodwill	1,237	1,237	-	-
Properties, plant and equipment	35,236	29,293	1	-
Investments in subsidiaries	-	-	18,708	18,708
Investment property	9,500	9,500	-	-
Golf club membership	159	159	159	159
Deferred income tax assets	50	50	-	-
Total non-current assets	46,182	40,239	18,868	18,867
Total assets	127,964	120,113	31,113	32,745
LIABILITIES				
Current liabilities				
Trade and other payables	5,978	10,380	287	1,645
Bank loans and bills payable	34,830	20,645	-	-
Deferred gain on sale of properties	2,074	2,074	-	-
Current income tax liabilities	53	382	8	8
Total current liabilities	42,935	33,481	295	1,653
Non-current liabilities				
Bank loans	6,975	8,703	-	-
Deferred gain on sale of properties	1,383	2,938	-	-
Deferred income tax liabilities	1,541	1,541	-	-
Total non-current liabilities	9,899	13,182	-	-
Total liabilities	52,834	46,663	295	1,653
Net assets	75,130	73,450	30,818	31,092
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	36,603	36,603	36,603	36,603
Retained earnings/ (Accumulated losses)	38,527	36,847	(5,785)	(5,511)
	75,130	73,450	30,818	31,092
Total equity	75,130	73,450	30,818	31,092

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debts securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year.

Amount repayable in one year or less, or on demand

As at 31 March 2012		As at 30 June 2011	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
1,059	33,771	1,472	19,173

Amount repayable after one year

As at 31 March 2012		As at 30 June 2011	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
5,257	1,718	4,290	4,413

Details of any collateral:

Property loans of S\$6.3 million is secured by mortgages over the properties and investment property of the Company's subsidiaries.

The unsecured amount consists of trust receipts and term loans held by the Company's subsidiaries arising from the ordinary course of business and bank borrowings. Certain Group borrowings are covered by corporate guarantees.

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

STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 31 MARCH 2012

	Group	
	9 Months Ended	
	31 Mar 12	31 Mar 11
	S\$'000	S\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	2,930	9,630
Adjustments for:		
Depreciation of property, plant and equipment	2,544	2,484
Gain on disposal of property, plant and equipment	(221)	(5,076)
Net income from investments	(593)	-
Amortisation of deferred gain on sale of properties	(1,556)	(1,556)
Allowance for doubtful debts	5	-
Interest expenses	485	767
Interest income	(41)	(47)
Allowance for financial assets available for sale	-	1,376
Net reversal for impairment loss in value of inventories	-	(1,266)
OPERATING CASH FLOWS BEFORE WORKING CAPITAL CHANGES	3,553	6,312
Changes in working capital:		
Trade and other receivables	(7,800)	(1,109)
Inventories	(2,405)	10,413
Financial assets at fair value through profit or loss	(8)	-
Assets classified as held-for-sale	-	740
Trade and other payables	(4,402)	(585)
CASH GENERATED (USED IN)/FROM OPERATIONS	(11,062)	15,771
Income tax paid	(398)	(400)
Income tax refund	-	146
Interest paid	(485)	(767)
Interest received	41	47
NET CASH GENERATED (USED IN)/FROM OPERATING ACTIVITIES	(11,904)	14,797
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(8,677)	(483)
Investment in subsidiary	-	(747)
Derivative financial assets	-	2,796
Proceeds from disposal of investments	593	-
Proceeds from disposal of property, plant and equipment	598	5,304
NET CASH GENERATED (USED IN)/FROM INVESTING ACTIVITIES	(7,486)	6,870
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of ordinary shares	-	46
Decrease in warrants	-	(9)
Reversed placement of fixed deposits pledged with bank	-	1,000
Funds from bank loans	10,501	13,000
Repayment of bank loans	(9,474)	(15,272)
Increase/(Decrease) in bills payable	11,431	(12,348)
Dividends paid	(1,181)	-
Repayment of finance lease liabilities	-	(34)
NET CASH GENERATED FROM/(USED IN) FINANCING ACTIVITIES	11,277	(13,617)
Net (decrease)/increase in cash and cash equivalents	(8,113)	8,050
Cash and cash equivalents at beginning of the financial year	30,171	18,202
CASH AND CASH EQUIVALENTS AT END OF PERIOD	22,058	26,252
Cash and cash equivalents at end of the period includes the following:		
Cash and bank balances	21,042	22,217
Fixed deposits	1,016	4,035
Cash and cash equivalents at end of the period	22,058	26,252

- 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.

STATEMENT OF CHANGES IN EQUITY - GROUP

	Share capital S\$' 000	Capital reserve S\$' 000	Retained earnings S\$' 000	Attributable to equity holders of the Company S\$' 000	Total equity S\$' 000
Balance as at 1 July 2011	36,603	-	36,847	73,450	73,450
Dividend paid	-	-	(1,181)	(1,181)	(1,181)
Total comprehensive income	-	-	2,861	2,861	2,861
Balance as at 31 March 2012	36,603	-	38,527	75,130	75,130
Balance as at 1 July 2010	30,258	1,914	26,925	59,097	59,097
Total comprehensive income	-	-	9,636	9,636	9,636
Issue of new shares on conversion of warrants	46	(9)	-	37	37
Non-controlling interest share of losses	-	-	(245)	(245)	(245)
Balance as at 31 March 2011	30,304	1,905	36,316	68,525	68,525

STATEMENT OF CHANGES IN EQUITY - COMPANY

	Share capital S\$' 000	Capital reserve S\$' 000	Accumulated losses S\$' 000	Total S\$' 000
Balance as at 1 July 2011	36,603	-	(5,511)	31,092
Dividend paid	-	-	(1,181)	(1,181)
Total comprehensive income	-	-	907	907
Balance as at 31 March 2012	36,603	-	(5,785)	30,818
Balance as at 1 July 2010	30,258	1,914	(3,911)	28,261
Total comprehensive (loss)	-	-	(1,574)	(1,574)
Issue of new shares on conversion of warrants	46	(9)	-	37
Balance as at 31 March 2011	30,304	1,905	(5,485)	26,724

- 1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-back, 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 previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Not applicable

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

As at 31 March 2012, the share capital of the Company was 393,781,089 ordinary shares (30 June 2011: 393,781,089 ordinary shares).

- 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 nor reviewed by the Company's 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 applied the same accounting policies and methods of computation in the financial year as those applied for the audited financial statements for the year ended 30 June 2011.

- 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.**

The Group

Earnings/(loss) per ordinary share (cents)	31-Mar-12	31-Mar-11
(i) Based on weighted average number of ordinary shares in issue	0.73	2.74
(ii) On a fully diluted basis	0.73	2.73

The earnings per share for the period ended 31 March 2012 is calculated by dividing the profit attributable to shareholders of \$2,861,000 (31 March 2011: \$9,636,000) by the weighted average number of ordinary shares of 393,781,089 (31 March 2011: 351,576,258) in issue during the financial period.

The diluted earnings per share for the period ended 31 March 2012 is calculated by dividing the profit attributable to shareholders of \$2,861,000 (31 March 2011: \$9,636,000) by the adjusted weighted average number of ordinary shares of 393,781,089 (31 March 2011: 352,428,061) in issue during the financial period.

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

	Group		Company	
	31-Mar-12	30-Jun-11	31-Mar-12	30-Jun-11
Net asset value per ordinary share based on issued shares capital as at the end of the period reported on	19.08 cents	18.65 cents	7.83 cents	7.90 cents

The net asset value per share of the Group has been calculated based on equity attributable to shareholders of \$75,130,000 (30 June 2011: S\$73,450,000) and 393,781,089 (30 June 2011: 393,781,089) ordinary shares.

The net asset value per share of the Company has been calculated based on equity attributable to shareholders of \$30,818,000 (30 June 2011: S\$31,092,000) and 393,781,089 (30 June 2011: 393,781,089) ordinary shares.

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

STATEMENT OF COMPREHENSIVE INCOME REVIEW

Review for the three months ended 31 March 2012

Revenue increased by 20.9% to \$26.3 million due mainly to increase in local sales.

Gross profit margin at 7.7% was lower as compared to 16.9% for 3QFY11 due to lower margin product mix.

Other income increased by 35.6% to \$3.1 million due mainly to gain from sale of investments and gain from disposal of fixed assets.

Distribution and marketing expenses decreased by 90.9% to \$0.01 million due mainly to reduction in carriage and freight expenses as we focus more on local sales.

Administrative expenses decreased by 12.9% to \$1.6 million due mainly to lower manpower costs.

Other operating expenses decreased by 8.8% to \$1.4 million due mainly to no fair value loss on investment properties.

Finance cost decreased by 8.9% to \$0.18 million due mainly to reduction in bank interest costs.

Hence, Group net profit after tax was lower by 17.2% to \$1.9 million.

Review for the nine months ended 31 March 2012

Revenue fell by 27.1% to \$60.6 million due mainly to a significant reduction in export sales.
Gross profit margin at 9.6% was lower due to lower margin product mix.

Other income decreased by 48.7% to \$6.7 million due mainly to absence of gain from sale of property (the property at 76 Joo Koon Circle was sold in 2QFY11) and no reversal for impairment in inventory.

Distribution and marketing expenses decreased by 32.7% to \$0.4 million due mainly to reduction in carriage and freight expenses as we focus more on local sales.

Administrative expenses decreased by 26.6% to \$4.9 million due mainly to lower manpower costs.

Other operating expenses reduced by 32.4% to \$3.8 million due mainly to no impairment in financial assets

Finance cost decreased by 36.8% to \$0.5 million due mainly to reduction in bank interest costs.

Hence, Group net profit after tax was lower by 70.3% to \$2.9 million.

STATEMENT OF FINANCIAL POSITION REVIEW

Group shareholders' equity increased marginally to \$75.1 million compared to \$73.5 million in the previous financial period.

Trade and other receivables increased to \$17.3 million from \$9.5 million. The increase can be largely attributed to higher sales volume in the third quarter. Properties, plant and equipment increased 20.3% to \$35.2 million due to purchases of steel materials to expand the rental materials business. Cash and cash equivalents reduced by 26.9% to \$22.0 million due mainly to reduction in trade and other payables and payment of dividends.

Total assets was at \$128.0 million compared to \$120.1 million in the previous financial period.

Total liabilities increased 13.2% to \$52.8 million due mainly to higher trade financing.

STATEMENT OF CASH FLOWS REVIEW

Net cash used in operating activities was \$11.9 million due mainly to lower profits and the reduction in trade and other payables.

Net cash used in investing activities was \$7.5 million due mainly to purchases of steel materials for rental.

Net cash generated from financing activities was \$11.3 million due mainly to the increase in bill payables.

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.

Although the threat of a sharp global slowdown has eased somewhat with improved economic activity in the United States and actions to manage the Euro debt crisis, the recovery of the major advanced economies is still fragile. Given this economic backdrop, demand and prices of metals will remain volatile and this is likely to further dampen our export sales.

As such, we will be focusing more on the domestic market, which is experiencing a buoyant level of activity.

Barring unforeseen circumstances, the Group expects to remain profitable in FY2012 although the level of profitability will be significantly lower than the previous 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

Not applicable

13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, statement to that effect

The Group does not have an interested person transaction ("IPT") mandate.

14 Use of warrants proceeds

Not applicable

15 Confirmation by Directors pursuant to Rule 705(5) of the SGX Listing Manual

The Directors of the Company confirm that to the best of their knowledge, nothing has come to their attention which may render these unaudited interim financial statements for the third quarter and nine months ended 31 March 2012, to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

ANG YU SENG
CEO/ EXECUTIVE DIRECTOR
10 May 2012