



UNAUDITED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 MARCH 2007

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY RESULTS

1(a)(i) Income statements for three months ended 31 March 2007

	Note	Group		Change %
		1 Jan 2007 to 31 Mar 2007 US\$'000	1 Jan 2006 to 31 Mar 2006 US\$'000	
Sales		179,751	103,168	74.2%
Cost of sales		(139,873)	(72,852)	-92.0%
Gross profit		<u>39,878</u>	<u>30,316</u>	31.5%
Other income - net		2,320	3,324	-30.2%
Expenses				
Selling, general and administrative		(7,970)	(7,511)	-6.1%
Research and development		(4,014)	(3,715)	-8.0%
Finance		(6,549)	(1,485)	-341.0%
Other		(332)	(180)	-84.4%
Share of loss of associated companies		(1,762)	(328)	-437.2%
Profit before income tax		<u>21,571</u>	<u>20,421</u>	5.6%
Income tax (expense)/credit		(3,318)	236	-1505.9%
<b>Total profit</b>	1	<u><b>18,253</b></u>	<u><b>20,657</b></u>	<b>-11.6%</b>
<b>Attributable to:</b>				
Equity holders of the Company		18,011	20,657	-12.8%
Minority interests		<u>242</u>	<u>-</u>	NM
		<u><b>18,253</b></u>	<u><b>20,657</b></u>	<b>-11.6%</b>
		1 Jan 2007 to 31 Mar 2007 US\$'000	1 Jan 2006 to 31 Mar 2006 US\$'000	Change %
1. Total profit for the period is arrived at after crediting/(charging)				
- Government grant income		83	1,947	-95.7%
- Investment income		57	34	67.6%
- Interest income		501	220	127.7%
- Interest expense		(6,549)	(1,485)	-341.0%
- Depreciation on property, plant and equipment		(40,302)	(27,683)	-45.6%
- Amortisation of intangible assets		(894)	(275)	-225.1%
- Amortisation of deferred professional and transaction costs		(158)	-	NM
- Impairment loss of financial assets, available-for-sale		(334)	(623)	46.4%
- Fair value gain on derivative financial instruments		218	2	10800.0%
- Gain on disposal of financial assets, at fair value through profit or loss		67	249	-73.1%
- Fair value gain on financial assets, at fair value through profit or loss		116	133	-12.8%
- Allowance for doubtful non-trade receivables		(6)	-	NM
- Allowance for doubtful trade receivable written back		47	-	NM
- Allowance for inventory obsolescence		-	(85)	100.0%
- Allowance for inventory obsolescence written back		393	-	NM
- Inventory written off		(56)	-	NM
- Net foreign exchange gain		258	37	597.3%
- Gain on disposal of property, plant and equipment		18	523	-96.6%
- Adjustments for under provision of tax in respect of prior years		4	-	NM
- Sales of scrap		870	253	243.9%
- Rental income		147	308	-52.3%
- Other income from derivative financial instruments		-	200	-100.0%
- Miscellaneous income		319	41	678.0%

NM - Not meaningful



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1(a)(ii) Income statements for three months ended 31 March 2007

	Note	Group		Change %
		1 Jan 2007 to 31 Mar 2007 US\$'000	1 Oct 2006 to 31 Dec 2006 US\$'000	
Sales		179,751	184,158	-2.4%
Cost of sales		(139,873)	(136,849)	-2.2%
Gross profit		39,878	47,309	-15.7%
Other income - net		2,320	3,719	-37.6%
Expenses				
Selling, general and administrative		(7,970)	(9,349)	14.8%
Research and development		(4,014)	(3,438)	-16.8%
Finance		(6,549)	(6,624)	1.1%
Other		(332)	(554)	40.1%
Share of loss of associated companies		(1,762)	(1,588)	-11.0%
Profit before income tax		21,571	29,475	-26.8%
Income tax expense		(3,318)	(6,279)	47.2%
<b>Total profit</b>	1	<b>18,253</b>	<b>23,196</b>	<b>-21.3%</b>
<b>Attributable to:</b>				
Equity holders of the Company		18,011	22,821	-21.1%
Minority interests		242	375	35.5%
		<b>18,253</b>	<b>23,196</b>	<b>-21.3%</b>
		1 Jan 2007 to 31 Mar 2007 US\$'000	1 Oct 2006 to 31 Dec 2006 US\$'000	Change %
1. Total profit for the period is arrived at after crediting/(charging)				
- Government grant income		83	85	-2.4%
- Investment income		57	104	-45.2%
- Interest income		501	872	-42.5%
- Interest expense		(6,549)	(6,624)	1.1%
- Depreciation on property, plant and equipment		(40,302)	(39,082)	-3.1%
- Property, plant and equipment written off		-	(217)	100.0%
- Amortisation of intangible assets		(894)	(1,502)	40.5%
- Amortisation of deferred professional and transaction costs		(158)	(105)	-50.5%
- Impairment loss of financial assets, available-for-sale		(334)	(171)	-95.3%
- Gain on dilution of interests in an associated company		-	1,268	-100.0%
- Fair value gain/(loss) on derivative financial instruments		218	(542)	140.2%
- Gain on disposal of financial assets, at fair value through profit or loss		67	64	4.7%
- Fair value gain on financial assets, at fair value through profit or loss		116	193	-39.9%
- Allowance for doubtful non-trade receivable		(6)	(3)	-100.0%
- Allowance for doubtful trade receivables		-	(96)	100.0%
- Allowance for doubtful trade receivables written back		47	-	NM
- Allowance for inventory obsolescence written back		393	273	44.0%
- Inventory obsolescence written off		(56)	-	NM
- Net foreign exchange gain		258	132	-95.5%
- Gain on disposal of property, plant and equipment		18	159	-88.7%
- Adjustments for under/(over) provision of tax in respect of prior years		4	(54)	107.4%
- Sales of scrap		870	697	24.8%
- Rental income		147	220	-33.2%
- Other income from derivative financial instruments		-	333	-100.0%
- Miscellaneous income		319	305	4.6%

NM - Not meaningful



1(b)(i) Balance Sheets

	Group		Company	
	As at 31 Mar 2007 US\$'000	As at 31 Dec 2006 US\$'000	As at 31 Mar 2007 US\$'000	As at 31 Dec 2006 US\$'000
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	84,468	76,370	17,858	12,201
Financial assets, at fair value through profit or loss	17,740	17,659	-	-
Derivative financial instruments	360	142	-	-
Trade and other receivables	140,230	146,234	80,120	88,373
Inventories	34,581	33,773	12,406	12,752
Other current assets	5,723	3,919	1,824	2,069
	<u>283,102</u>	<u>278,097</u>	<u>112,208</u>	<u>115,395</u>
<b>Non-current assets</b>				
Financial assets, available-for-sale	3,530	3,894	-	-
Investment in associated companies	32,633	34,395	35,022	35,022
Investment in subsidiaries	-	-	429,126	429,046
Property, plant and equipment	697,371	690,932	411,141	406,643
Intangible assets	147,273	147,455	1,107	961
Deferred income tax assets	2,369	3,045	-	-
	<u>883,176</u>	<u>879,721</u>	<u>876,396</u>	<u>871,672</u>
<b>Total assets</b>	<u>1,166,278</u>	<u>1,157,818</u>	<u>988,604</u>	<u>987,067</u>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	122,300	114,168	60,914	44,565
Current income tax liabilities	9,387	6,494	269	286
Derivative financial instruments	21	184	10	165
Borrowings	28,517	28,099	9,974	13,577
	<u>160,225</u>	<u>148,945</u>	<u>71,167</u>	<u>58,593</u>
<b>Non-current liabilities</b>				
Borrowings	336,025	359,570	327,302	346,725
Deferred income	843	926	843	926
Deferred income tax liabilities	4,481	4,799	3,870	4,134
Post employment benefit obligations	7,941	7,542	-	-
	<u>349,290</u>	<u>372,837</u>	<u>332,015</u>	<u>351,785</u>
<b>Total liabilities</b>	<u>509,515</u>	<u>521,782</u>	<u>403,182</u>	<u>410,378</u>
<b>NET ASSETS</b>	<u>656,763</u>	<u>636,036</u>	<u>585,422</u>	<u>576,689</u>
<b>EQUITY</b>				
<b>Capital and reserves attributable to equity holders of the Company</b>				
Share capital and share premium	542,076	539,701	542,076	539,701
Other reserves	21,618	21,518	20,644	20,859
Retained earnings	89,059	71,048	22,702	16,129
	<u>652,753</u>	<u>632,267</u>	<u>585,422</u>	<u>576,689</u>
Minority interests	4,010	3,769	-	-
<b>Total equity</b>	<u>656,763</u>	<u>636,036</u>	<u>585,422</u>	<u>576,689</u>



**1(b)(ii) Group's borrowings**

	<b>Group</b>	
	<b>As at 31 Mar 2007</b>	<b>As at 31 Dec 2006</b>
	<b>US\$'000</b>	<b>US\$'000</b>
<u>Amount repayable in one year or less, or on demand</u>		
Unsecured	20,553	18,500
Secured	7,964	9,599
	<u>28,517</u>	<u>28,099</u>
<u>Amount repayable after one year</u>		
Unsecured	332,282	354,664
Secured	3,743	4,906
	<u>336,025</u>	<u>359,570</u>

**Details of any collateral**

The borrowings are secured on property, plant and equipment with a net book value of US\$29,630,000 (31 December 2006: US\$31,068,000).



1(c)(i) Cash flow statement for three months ended 31 March 2007

	Group	
	1 Jan 2007 to 31 Mar 2007 US\$'000	1 Jan 2006 to 31 Mar 2006 US\$'000
<b>Cash flows from operating activities</b>		
Total profit	18,253	20,657
Adjustments for:		
- Income tax	3,318	(236)
- Depreciation of property, plant and equipment	40,302	27,683
- Amortisation of deferred professional and transaction costs	158	-
- Amortisation of intangible assets	894	275
- Net gain on disposal of property, plant and equipment	(18)	(523)
- Interest income	(501)	(220)
- Investment income	(57)	(34)
- Government grant income	(83)	(1,947)
- Interest expense	6,549	1,485
- Gain on disposal of financial assets, at fair value through profit or loss	(67)	(249)
- Fair value gain on derivative financial instruments	(218)	(2)
- Fair value gain on financial assets, at fair value through profit or loss	(116)	(133)
- Impairment loss of financial assets, available-for-sale	334	623
- Share option expenses	86	389
- Performance share expenses	690	-
- Share of loss of associated companies	1,762	328
- Unrealised translation losses	355	42
Operating cash flow before working capital changes	71,641	48,138
Change in operating assets and liabilities:		
- Derivative financial instruments	(29)	-
- Trade and other receivables	5,962	(1,372)
- Inventories	(747)	(570)
- Other current assets	(1,849)	(965)
- Trade and other payables	(3,133)	(6,387)
- Post employment benefit obligations	399	(24)
- Currency translation difference	1	17
Cash generated from operations	72,245	38,837
Income tax paid	(131)	(196)
<b>Net cash provided by operating activities</b>	72,114	38,641
<b>Cash flows from investing activities</b>		
Purchases of property, plant and equipment	(39,459)	(89,081)
Purchases of intangible assets	(712)	(98)
Proceeds from disposal of property, plant and equipment	3,860	566
(Purchases of)/Proceeds from disposal of financial assets, at fair value through profit or loss	(236)	10,408
Investment income received	57	34
Interest received	544	188
<b>Net cash used in investing activities</b>	(35,946)	(77,983)
<b>Cash flows from financing activities</b>		
Proceeds from issuance of ordinary shares	1,534	5,461
Proceeds from borrowings	30,028	119,110
Repayment of borrowings	(53,264)	(41,906)
Repayment of finance lease liabilities	(2,889)	(3,011)
Interest paid	(3,476)	(1,410)
<b>Net cash (used in)/provided by financing activities</b>	(28,067)	78,244
<b>Net increase in cash and cash equivalents</b>	8,101	38,902
Cash and cash equivalents at the beginning of the financial period	76,144	49,398
<b>Cash and cash equivalents at the end of the financial period</b>	84,245	88,300
<b>Cash and cash equivalents in the Group's balance sheet</b>	84,468	88,601
Less: Cash subject to restrictions	(223)	(301)
<b>Cash and cash equivalents in consolidated cash flow statement</b>	84,245	88,300



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1(d)(i) Statement of changes in equity

(a) Consolidated statement of changes in equity for the quarter ended 31 March 2007

	← Attributable to equity holders of the Company →								
	Share capital and share premium US\$'000	Equity component of convertible bonds US\$'000	Share compensation reserve US\$'000	Fair value reserve US\$'000	Hedging reserve - cashflow hedge US\$'000	Currency translation reserve US\$'000	Retained earnings US\$'000	Minority interests US\$'000	Total equity US\$'000
<b>Balance at 1 January 2007</b>	539,701	16,535	5,383	(223)	(214)	37	71,048	3,769	636,036
Fair value loss on financial assets, available-for-sale	-	-	-	(31)	-	-	-	-	(31)
Cash flow hedge	-	-	-	-	195	-	-	-	195
Currency translation differences	-	-	-	-	-	1	-	-	1
Net (loss)/gains recognised directly in equity	-	-	-	(31)	195	1	-	-	165
Net profit	-	-	-	-	-	-	18,011	242	18,253
<b>Total recognised income/(expenses)</b>	-	-	-	(31)	195	1	18,011	242	18,418
Employee share option scheme:									
- Value of employee services	-	-	86	-	-	-	-	-	86
- Proceeds from shares issued	2,375	-	(841)	-	-	-	-	-	1,534
Performance share expense	-	-	690	-	-	-	-	-	690
Acquisition of a subsidiary	-	-	-	-	-	-	-	(1)	(1)
<b>Balance at 31 March 2007</b>	<b>542,076</b>	<b>16,535</b>	<b>5,318</b>	<b>(254)</b>	<b>(19)</b>	<b>38</b>	<b>89,059</b>	<b>4,010</b>	<b>656,763</b>

(a) Consolidated statement of changes in equity for the quarter ended 31 March 2006

	← Attributable to equity holders of the Company →					
	Share capital and share premium US\$'000	Share compensation reserve US\$'000	Fair value reserve US\$'000	Currency translation reserve US\$'000	Retained earnings/(accumulated losses) US\$'000	Total equity US\$'000
<b>Balance at 1 January 2006</b>	529,373	5,928	(270)	(61)	(5,102)	529,868
Fair value gain on financial assets, available-for-sale	-	-	57	-	-	57
Currency translation differences	-	-	-	17	-	17
Net gains recognised directly in equity	-	-	57	17	-	74
Net profit	-	-	-	-	20,657	20,657
<b>Total recognised income</b>	-	-	57	17	20,657	20,731
Employee share option scheme:						
- Value of employee services	-	389	-	-	-	389
- Proceeds from shares issued	7,824	(2,363)	-	-	-	5,461
<b>Balance at 31 March 2006</b>	<b>537,197</b>	<b>3,954</b>	<b>(213)</b>	<b>(44)</b>	<b>15,555</b>	<b>556,449</b>



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1(d)(i) Statement of changes in equity

(b) Statement of changes in equity for the quarter ended 31 March 2007 - Company

	← Attributable to equity holders of the Company →					
	Share capital and share premium US\$'000	Equity component of convertible bonds US\$'000	Share compensation reserve US\$'000	Hedging reserve - cashflow hedge US\$'000	Retained earnings US\$'000	Total equity US\$'000
<b>Balance at 1 January 2007</b>	539,701	16,535	4,538	(214)	16,129	576,689
Cash flow hedge	-	-	-	195	-	195
Net gains recognised directly in equity	-	-	-	195	-	195
Net profit	-	-	-	-	6,573	6,573
<b>Total recognised income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>195</b>	<b>6,573</b>	<b>6,768</b>
Employee share option scheme:						
- Value of employee services	-	-	86	-	-	86
- Proceeds from shares issued	2,375	-	(841)	-	-	1,534
Performance share expense	-	-	345	-	-	345
<b>Balance at 31 March 2007</b>	<b>542,076</b>	<b>16,535</b>	<b>4,128</b>	<b>(19)</b>	<b>22,702</b>	<b>585,422</b>

(b) Statement of changes in equity for the quarter ended 31 March 2006 - Company

	← Attributable to equity holders of the Company →			
	Share capital and share premium US\$'000	Share compensation reserve US\$'000	Retained earnings/ (accumulated losses) US\$'000	Total equity US\$'000
<b>Balance at 1 January 2006</b>	529,373	5,844	(9,523)	525,694
<b>Total recognised income</b>	<b>-</b>	<b>-</b>	<b>16,475</b>	<b>16,475</b>
Employee share option scheme:				
- Value of employee services	-	389	-	389
- Proceeds from shares issued	7,824	(2,363)	-	5,461
<b>Balance at 31 March 2006</b>	<b>537,197</b>	<b>3,870</b>	<b>6,952</b>	<b>548,019</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.**

**Share Capital**

Details of movement in the Company's share capital for the financial period are as follows:

	<b>Shares</b>
<b><u>Issued and fully paid</u></b>	
Balance as at 1 January 2007	1,493,749,447
Ordinary shares issued during the period pursuant to the exercise of share option	5,938,339
	<hr/>
Balance as at 31 March 2007	<u>1,499,687,786</u>

**Share options**

(a) Options granted/exercised

During the financial period, 5,938,339 shares of the Company were allotted and issued by virtue of the exercise of options under the Equity Incentive Plan, Employee Share Option Scheme and Replacement Option Scheme.

(b) Options outstanding

As at 31 March 2007, there were unexercised options for 500,000, 8,525,660, 10,398,356 and 14,251,792 of unissued ordinary shares at exercise price of S\$0.70, S\$0.59, US\$0.2484 and US\$0.1875 respectively. As at 31 March 2006, there were unexercised options for 11,270,660, 17,722,275 and 18,463,225 of unissued ordinary shares at exercise price of S\$0.59, US\$0.2484 and US\$0.1875 respectively.

- 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 auditors.

- 3 **Where the figures have been audited or reviewed, the auditors' report (including any qualification 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 accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements.

- 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 Earning 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>1 Jan 2007 to 31 Mar 2007</b>	1 Jan 2006 to 31 Mar 2006
Basic earning per share (US cents)	<u>1.20</u>	<u>1.40</u>
Diluted earning per share (US cents)	<u>1.16</u>	<u>1.37</u>

- 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 current financial period reported on and immediately preceding financial year.**

	<b>As at 31 Mar 2007</b>	<b>As at 31 Dec 2006</b>
Net asset value per ordinary share based on issued share capital as at the end of the reporting period (US cents)		
- Group	<u>43.79</u>	<u>42.58</u>
- Company	<u>39.04</u>	<u>38.61</u>

- 8 Review of the performance of the group.**

Revenue increased by 74.2% to \$179.8 million in 1Q07 from \$103.2 million in 1Q06 due to higher sales from assembly and test services from our customers as well as the acquisition of UTAC Thai Limited ("UTL"). In 1Q07, revenue from test service amounted to \$82.8 million or 46.1% of total revenue, revenue from assembly and module services in 1Q07 amounted to \$96.9 million or 53.8% while other revenue amounted to \$0.1 million or 0.1%.

1Q07 revenue from mixed signal segment amounted to \$71.3 million or 39.6% of total revenue compared to 1Q06 revenue of \$41.7 million or 40.4% of total revenue; while 1Q07 revenue from memory segment amounted to \$74.2 million or 41.3% of total revenue compared to \$61.2 million or 59.4% of total revenue in 1Q06. 1Q07 revenue from analog and discrete product segment amounted to \$34.2 million or 19.0% of total revenue. 1Q07 other



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revenue amounted to \$0.1 million or 0.1% of total revenue compared to 1Q06 other revenue of \$0.3 million or 0.2% of total revenue.

Depreciation expense in cost of sales increased by 54.6% to \$39.8 million in 1Q07 from \$25.7 million in 1Q06 due to the purchase of new machinery and equipment to cater for the increasing orders from our customers and from the acquisition of UTL. Other components of the cost of sales such as overheads, raw materials and labour costs increased in line with the revenue increase in 1Q07.

Operating expenses in 1Q07 increased by 46.4% to \$18.9 million as compared to \$12.9 million in 1Q06 due to increase in sales activities and acquisition of UTL.

Selling, general and administration expenses in 1Q07 increased by 6.1% to \$8.0 million compared to \$7.5 million in 1Q06 due to increase in sales activities and acquisition of UTL.

Research and development expenses in 1Q07 increased by 8.0% to \$4.0 million compared to \$3.7 million in 1Q06 due to increase in engineering activities to develop new packages and acquisition of UTL.

The finance cost in 1Q07 increased by 341.0% to \$6.5 million compared to \$1.5 million in 1Q06 primarily due to higher borrowings inclusive of convertible bonds issued to acquire UTL.

Other gains in 1Q07 declined by 30.2% to \$2.3 million compared to \$3.3 million in 1Q06 due primarily to government grant income of \$1.9 million in Q106, offset by higher sales of scrap of \$0.9 million in Q107.

Net profit after minority interest for 1Q07 declined by 12.8% to \$18.0 million from \$20.7 million in 1Q06 primarily due to higher finance cost in view of higher borrowings to acquire UTL.

Revenue declined by 2.4% to \$179.8 million in 1Q07 from \$184.2 million in 4Q06 due to slight softness in our memory and analog segments due to seasonality though this was partially mitigated by some growth from mixed-signal segment.

Capital expenditure for equipment committed in 1Q07 was \$79.3 million principally for new capabilities and production equipment. As at 31 March 2007 the Group had 1332 wire bonders and 803 testers.

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

For 1Q07, UTAC had earlier guided for revenue to be -6% to 0% of 4Q06. The revenue posted in 1Q07 is within the guidance.

**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.**

1Q07 progressed as expected in line with seasonality and slower industry inventory digestion. The DRAM market experienced more severe price erosion than expected in the first quarter which in turn added some pressure on our DRAM ASPs. DRAM volumes should remain healthy but we expect to see some additional ASP erosion in the second quarter. To



mitigate this, we have intensified our cost improvement programmes. The flash memory market was generally weak in 1Q07 but picked up in March. The outlook for flash memory in 2Q07 is much improved.

We believe that inventory levels in the mixed-signal and radio-frequency segments are fairly low. Going forward, we expect to see the demand grow gradually, and possibly accelerate in the second half of the year. Six of UTAC Singapore mixed-signal test services customers have completed or are in the process of qualifying our packaging solutions in UTL. Initial ramp-up will be measured but should accelerate when our third Thailand facility is ready in the second half of the year.

We expect UTAC's revenue for 2Q07 to be flattish at 0% ± 3% vis-à-vis 1Q07.

*This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies and venues for the sale/distribution of goods and services, shifts in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, and governmental and public policy changes. You are cautioned not to place undue reliance on these forward looking statements, which are based on current view of management on future events.*

**11 Dividend**

Not applicable.

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

No dividends have been paid, declared or recommended since the end of the Company's preceding financial year.

**13 Statement Pursuant to Rule 705(4) of the Listing Manual**

The Directors confirm that taking into account the matters announced and publicly disclosed by the Company prior to the date of this confirmation and the prevailing accounting policies adopted by the Company in accordance with the Singapore Financial Reporting Standards, to the best of the knowledge of the Board of Directors of the Company, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited interim financial results of the Group and the Company as at 31 March 2007 to be false or misleading.

Signed by Mr Charles Chen Chih Yuan and Mr Lee Joon Chung on behalf of the Board of Directors

**BY ORDER OF THE BOARD**

**Lareina Yap Chu Han**  
**Company Secretary**  
**25 April 2007**