Full Year Financial Statement and Dividend Announcement for the year ended 31 December 2009

25 February 2010
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<td>27</td>
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<tr>
<td>17 Use of proceeds</td>
<td>28</td>
</tr>
<tr>
<td>18 Interested person transactions</td>
<td>29</td>
</tr>
</tbody>
</table>
### Full Year Financial Statement and Dividend Announcement for the year ended 31 December 2009

## 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

<table>
<thead>
<tr>
<th></th>
<th>The Group</th>
<th>The Group</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Fourth Quarter ended 31 Dec</td>
<td>Increase / (Decrease)</td>
</tr>
<tr>
<td></td>
<td>2009 $'000</td>
<td>2008 $'000</td>
</tr>
<tr>
<td>Revenue</td>
<td>33,368</td>
<td>27,598</td>
</tr>
<tr>
<td>Cost of works</td>
<td>(25,765)</td>
<td>(19,053)</td>
</tr>
<tr>
<td>Gross profit</td>
<td>7,603</td>
<td>8,545</td>
</tr>
<tr>
<td>Other income</td>
<td>92</td>
<td>65</td>
</tr>
<tr>
<td>Expenses</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Administrative</td>
<td>(3,476)</td>
<td>(4,406)</td>
</tr>
<tr>
<td>- Other</td>
<td>(20)</td>
<td>(177)</td>
</tr>
<tr>
<td>- Finance</td>
<td>(39)</td>
<td>(52)</td>
</tr>
<tr>
<td>Profit before income tax</td>
<td>4,160</td>
<td>3,975</td>
</tr>
<tr>
<td>Income tax expense</td>
<td>(530)</td>
<td>(950)</td>
</tr>
<tr>
<td>Net profit</td>
<td>3,630</td>
<td>3,025</td>
</tr>
<tr>
<td>Gross profit margin</td>
<td>22.8%</td>
<td>31.0%</td>
</tr>
<tr>
<td>Net profit margin</td>
<td>10.9%</td>
<td>11.0%</td>
</tr>
<tr>
<td>Attributable to:-</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equity holders of the Company</td>
<td>3,629</td>
<td>3,018</td>
</tr>
<tr>
<td>Minority interests</td>
<td>1</td>
<td>7</td>
</tr>
<tr>
<td></td>
<td>3,630</td>
<td>3,025</td>
</tr>
</tbody>
</table>
Consolidated statements of comprehensive income for the fourth quarter and full year ended 31 December

<table>
<thead>
<tr>
<th></th>
<th>The Group</th>
<th>The Group</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Fourth Quarter ended 31 Dec</td>
<td>Financial Year ended 31 Dec</td>
</tr>
<tr>
<td></td>
<td>2009</td>
<td>2008</td>
</tr>
<tr>
<td>Net profit for the period/year</td>
<td>$3,630</td>
<td>$3,025</td>
</tr>
<tr>
<td>Total comprehensive income for the period/year</td>
<td>$3,630</td>
<td>$3,025</td>
</tr>
<tr>
<td>Total comprehensive income attributable to:-</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equity holders of the Company</td>
<td>$3,629</td>
<td>$3,018</td>
</tr>
<tr>
<td>Minority interests</td>
<td>$1</td>
<td>$7</td>
</tr>
<tr>
<td></td>
<td>$3,630</td>
<td>$3,025</td>
</tr>
</tbody>
</table>
(i) Additional disclosures

Profit before income tax was arrived at:

<table>
<thead>
<tr>
<th>The Group</th>
<th>The Group</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Fourth Quarter ended 31 Dec</td>
</tr>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>Non-audit fee paid to the auditors of the Company</td>
<td>6</td>
</tr>
<tr>
<td>Depreciation of property, plant &amp; equipment</td>
<td>62</td>
</tr>
<tr>
<td>Directors’ remuneration</td>
<td></td>
</tr>
<tr>
<td>- Directors of the Company</td>
<td>2,366</td>
</tr>
<tr>
<td>- Other Directors</td>
<td>82</td>
</tr>
<tr>
<td>Directors’ fee</td>
<td>37</td>
</tr>
<tr>
<td>Interest paid and payable</td>
<td>39</td>
</tr>
<tr>
<td>- Finance lease liabilities</td>
<td></td>
</tr>
<tr>
<td>Loss/(Gain) on foreign exchange (net)</td>
<td>20</td>
</tr>
<tr>
<td>Loss on disposal of property, plant &amp; equipment</td>
<td></td>
</tr>
<tr>
<td>Allowance for impairment of trade receivables</td>
<td></td>
</tr>
<tr>
<td>Employee compensation costs</td>
<td>361</td>
</tr>
<tr>
<td>Fair value loss on an investment property</td>
<td></td>
</tr>
<tr>
<td>Property, plant &amp; equipment written off</td>
<td></td>
</tr>
</tbody>
</table>

After charging:

<table>
<thead>
<tr>
<th>The Group</th>
<th>The Group</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Fourth Quarter ended 31 Dec</td>
</tr>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>Interest income from bank deposits</td>
<td>28</td>
</tr>
<tr>
<td>Gain on disposal of properties, plant &amp; equipment</td>
<td>-</td>
</tr>
<tr>
<td>Reversal of allowance for impairment of trade receivables</td>
<td>-</td>
</tr>
</tbody>
</table>

Included in the cost of works are the following:

<table>
<thead>
<tr>
<th>The Group</th>
<th>The Group</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Fourth Quarter ended 31 Dec</td>
</tr>
<tr>
<td></td>
<td>2009</td>
</tr>
<tr>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>Depreciation of property, plant &amp; equipment</td>
<td>654</td>
</tr>
<tr>
<td>Employee compensation costs</td>
<td>4,684</td>
</tr>
</tbody>
</table>

n.m. – not meaningful
n.a. – not applicable

(ii) Extraordinary/Exceptional items

Nil

(iii) Adjustments for under or over-provision of tax in respect of prior years

There was a $0.2 million adjustment for over-provision of tax in respect of prior years.
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

Statements of Financial Position

<table>
<thead>
<tr>
<th>Note</th>
<th>The Group</th>
<th>The Company</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td><strong>ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>77,691</td>
<td>35,410</td>
</tr>
<tr>
<td>Trade and other receivables</td>
<td>26,200</td>
<td>25,873</td>
</tr>
<tr>
<td>Construction contracts works-in progress</td>
<td>1,903</td>
<td>1,672</td>
</tr>
<tr>
<td></td>
<td>105,794</td>
<td>62,955</td>
</tr>
<tr>
<td>Non-current assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investments in subsidiaries</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Investment in joint venture</td>
<td>50</td>
<td>-</td>
</tr>
<tr>
<td>Investment property</td>
<td>1,200</td>
<td>1,200</td>
</tr>
<tr>
<td>Property, plant &amp; equipment</td>
<td>13,646</td>
<td>10,978</td>
</tr>
<tr>
<td>Intangible assets</td>
<td>1,688</td>
<td>1,688</td>
</tr>
<tr>
<td></td>
<td>16,584</td>
<td>13,866</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>122,378</td>
<td>76,821</td>
</tr>
<tr>
<td><strong>LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Trade and other payables</td>
<td>57,089</td>
<td>28,920</td>
</tr>
<tr>
<td>Current portion of finance lease liabilities</td>
<td>1,196</td>
<td>1,528</td>
</tr>
<tr>
<td>Current income tax liabilities</td>
<td>2,909</td>
<td>2,871</td>
</tr>
<tr>
<td></td>
<td>61,194</td>
<td>33,319</td>
</tr>
<tr>
<td>Non-current liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Finance lease liabilities</td>
<td>1,505</td>
<td>2,647</td>
</tr>
<tr>
<td>Deferred income tax liabilities</td>
<td>164</td>
<td>149</td>
</tr>
<tr>
<td></td>
<td>1,669</td>
<td>2,796</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td>62,863</td>
<td>36,115</td>
</tr>
<tr>
<td><strong>NET ASSETS</strong></td>
<td>59,515</td>
<td>40,706</td>
</tr>
<tr>
<td><strong>EQUITY</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital and reserve attributable to equity holders of the Company</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Share capital</td>
<td>23,993</td>
<td>17,243</td>
</tr>
<tr>
<td>Warrants reserve</td>
<td>618</td>
<td>-</td>
</tr>
<tr>
<td>Retained earnings</td>
<td>34,307</td>
<td>22,862</td>
</tr>
<tr>
<td></td>
<td>58,918</td>
<td>40,105</td>
</tr>
<tr>
<td>Minority interests</td>
<td>597</td>
<td>601</td>
</tr>
<tr>
<td><strong>Total equity</strong></td>
<td>59,515</td>
<td>40,706</td>
</tr>
<tr>
<td><strong>Net tangible assets</strong></td>
<td>57,230</td>
<td>38,417</td>
</tr>
</tbody>
</table>
Notes to statements of financial position:

(i) Trade and other receivables comprise:

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<th></th>
<th>The Group</th>
<th></th>
<th>The Company</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade receivables</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>- Non-related parties</td>
<td>7,355</td>
<td>6,406</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>- Minority shareholder of a subsidiary</td>
<td>234</td>
<td>358</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>- Subsidiaries</td>
<td>-</td>
<td>-</td>
<td>11,949</td>
<td>6,416</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>7,589</td>
<td>6,764</td>
</tr>
<tr>
<td>Less: Allowance for impairment of receivables</td>
<td>(53)</td>
<td>(1,196)</td>
<td>(531)</td>
<td>(531)</td>
</tr>
<tr>
<td>Trade receivables - net</td>
<td>7,536</td>
<td>5,568</td>
<td>11,418</td>
<td>5,885</td>
</tr>
<tr>
<td>Construction contracts</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Due from customers</td>
<td>14,721</td>
<td>17,572</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>- Retentions</td>
<td>1,643</td>
<td>1,871</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>16,364</td>
<td>19,443</td>
<td>-</td>
<td>-</td>
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<tr>
<td>Non-trade receivables</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Minority shareholder of a subsidiary</td>
<td>6</td>
<td>6</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>- Subsidiaries</td>
<td>-</td>
<td>-</td>
<td>1,577</td>
<td>1,504</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>6</td>
<td>6</td>
</tr>
<tr>
<td>Less: Allowance for impairment of receivables</td>
<td>-</td>
<td>-</td>
<td>(1,094)</td>
<td>(1,021)</td>
</tr>
<tr>
<td>Non-trade receivables - net</td>
<td>6</td>
<td>6</td>
<td>1,577</td>
<td>1,504</td>
</tr>
<tr>
<td>Advances to suppliers</td>
<td>1,012</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Deposits</td>
<td>281</td>
<td>208</td>
<td>37</td>
<td>3</td>
</tr>
<tr>
<td>Prepayments</td>
<td>805</td>
<td>422</td>
<td>18</td>
<td>20</td>
</tr>
<tr>
<td>Other receivables</td>
<td>196</td>
<td>226</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td></td>
<td>26,200</td>
<td>25,873</td>
<td>11,957</td>
<td>6,392</td>
</tr>
</tbody>
</table>

(ii) Trade and other payables comprise:

<table>
<thead>
<tr>
<th></th>
<th>The Group</th>
<th></th>
<th>The Company</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade payables</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>- Non-related parties</td>
<td>38,156</td>
<td>19,206</td>
<td>193</td>
<td>165</td>
</tr>
<tr>
<td>Non-trade payables</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Subsidiaries</td>
<td>-</td>
<td>-</td>
<td>3,038</td>
<td>1,318</td>
</tr>
<tr>
<td>- Minority shareholder of a subsidiary</td>
<td>647</td>
<td>588</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>647</td>
<td>588</td>
<td>3,038</td>
<td>1,318</td>
</tr>
<tr>
<td>Accrued operating expenses</td>
<td>15,189</td>
<td>9,092</td>
<td>2,625</td>
<td>1,728</td>
</tr>
<tr>
<td>Advance from a customer</td>
<td>2,982</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other payables</td>
<td>115</td>
<td>34</td>
<td>5</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>57,089</td>
<td>28,920</td>
<td>5,861</td>
<td>3,211</td>
</tr>
</tbody>
</table>
Explanatory Notes:

(i) Current assets

Current assets increased by $42.8 million, from $63.0 million as at 31 December 2008 to $105.8 million as at 31 December 2009. The increase was attributable to:

(a) an increase in cash and cash equivalents of approximately $42.3 million due mainly to the inflow of proceeds from the issuance of new shares and rights issue exercise during FY2009 coupled with higher cash generated from operations as a result of strong operational performance in FY2009;

(b) an increase in trade and other receivables of approximately $0.3 million due mainly to higher amount of prepayments balance and advances made to suppliers as at 31 December 2009; and

(c) an increase in construction contracts works-in-progress of approximately $0.2 million following the increase in business revenue and activities in FY2009.

(ii) Non-current assets

The increase of $2.7 million in non-current assets was due mainly to the acquisition of the property at 30 Tagore Lane Singapore 787484 for a cash consideration of $2.05 million and the purchase of new plant & equipment, partially offset by depreciation and disposal of property, plant & equipment during FY2009.

(iii) Current liabilities

Current liabilities increased by $27.9 million, from $33.3 million as at 31 December 2008 to $61.2 million as at 31 December 2009. The increase was due mainly to:

(a) an increase in trade payables and accrued operating expenses of approximately $25.0 million arising from accrual of construction costs for some on-going projects as at 31 December 2009 and provision of bonuses for both the directors and employees for achieving the strong financial performance of the Group in FY2009;

(b) an advance received from a customer of approximately $3.0 million for an on-going project during FY2009; and

(c) partially offset by the decrease in finance lease liabilities due to repayment during FY2009.

(iv) Non-current liabilities

The decrease in non-current liabilities was due mainly to the repayment of finance lease liabilities during FY2009.

(v) Shareholders’ equity

Shareholders’ equity, comprising share capital, warrants reserve, retained earnings and minority interest increased by $18.8 million, from $40.7 million as at 31 December 2008 to $59.5 million as at 31 December 2009. The increase was largely attributable to:

(a) the profit generated from operations of approximately $11.5 million for FY2009;

(b) the increase in share capital of approximately $6.7 million resulting from the issuance of new shares; and

(c) the warrants reserve of approximately $0.6 million in relation to the rights issue exercise during FY2009.
### 1(b)(ii) Aggregate amount of group's borrowings and debt securities

(a) Amount repayable in one year or less, or on demand

<table>
<thead>
<tr>
<th></th>
<th>As at 31 Dec 2009</th>
<th>As at 31 Dec 2008</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>Secured</td>
<td>1,196</td>
<td>1,528</td>
</tr>
<tr>
<td>Unsecured</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

(b) Amount repayable after one year

<table>
<thead>
<tr>
<th></th>
<th>As at 31 Dec 2009</th>
<th>As at 31 Dec 2008</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>Secured</td>
<td>1,505</td>
<td>2,647</td>
</tr>
<tr>
<td>Unsecured</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

(c) Details of any collateral

The above secured borrowings of the Group relate to finance lease liabilities secured by way of corporate guarantees issued by the Company and charges over the property, plant & equipment under the finance leases.
1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

Statements of Cash flows

<table>
<thead>
<tr>
<th>Note</th>
<th>The Group</th>
<th>The Group</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Fourth Quarter ended 31 Dec</td>
<td>Financial Year ended 31 Dec</td>
</tr>
<tr>
<td></td>
<td>2009</td>
<td>2008</td>
</tr>
<tr>
<td></td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>Cash flows from operating activities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net profit</td>
<td>3,630</td>
<td>3,025</td>
</tr>
<tr>
<td>Adjustments for:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Income tax expense</td>
<td>530</td>
<td>950</td>
</tr>
<tr>
<td>- Depreciation of property, plant &amp; equipment</td>
<td>716</td>
<td>575</td>
</tr>
<tr>
<td>- Gain on disposal of property, plant &amp; equipment (net)</td>
<td>-</td>
<td>(140)</td>
</tr>
<tr>
<td>- Net fair value loss/ (gain) on an investment property</td>
<td>-</td>
<td>200</td>
</tr>
<tr>
<td>- Interest income</td>
<td>(28)</td>
<td>(53)</td>
</tr>
<tr>
<td>- Interest expense</td>
<td>39</td>
<td>52</td>
</tr>
<tr>
<td>Operating cash flow before working capital changes</td>
<td>4,887</td>
<td>4,609</td>
</tr>
<tr>
<td>Change in working capital</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Trade and other receivables</td>
<td>5,142</td>
<td>(1,808)</td>
</tr>
<tr>
<td>- Construction contracts work-in-progress</td>
<td>(264)</td>
<td>1,041</td>
</tr>
<tr>
<td>- Trade and other payables</td>
<td>5,985</td>
<td>905</td>
</tr>
<tr>
<td>Cash generated from operations</td>
<td>15,750</td>
<td>4,747</td>
</tr>
<tr>
<td>- Interest income</td>
<td>28</td>
<td>53</td>
</tr>
<tr>
<td>- Income tax refund/ (paid) (net)</td>
<td>166</td>
<td>37</td>
</tr>
<tr>
<td>Net cash provided by operating activities</td>
<td>15,944</td>
<td>4,837</td>
</tr>
<tr>
<td>Cash flows from investing activities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Purchase of property, plant &amp; equipment</td>
<td>(825)</td>
<td>-</td>
</tr>
<tr>
<td>- Proceeds from disposal of property, plant &amp; equipment</td>
<td>-</td>
<td>386</td>
</tr>
<tr>
<td>Net cash (used in)/ generated from investing activities</td>
<td>(825)</td>
<td>386</td>
</tr>
<tr>
<td>Cash flows from financing activities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Repayment of finance lease liabilities</td>
<td>(317)</td>
<td>(726)</td>
</tr>
<tr>
<td>- Interest expense</td>
<td>(39)</td>
<td>(52)</td>
</tr>
<tr>
<td>- Proceeds from issuance of shares</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>- Proceeds from rights issue exercise</td>
<td>618</td>
<td>-</td>
</tr>
<tr>
<td>- Dividend paid to shareholders</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net cash generated from/(used in) financing activities</td>
<td>262</td>
<td>(778)</td>
</tr>
</tbody>
</table>
Explanatory Notes:

(i) Our Group continued to enjoy positive cash flow and working capital for FY2009. We generated a net cash amount of $47.2 million from operating activities in FY2009 on the back of stronger operational performance. This is a significant increase of $28.8 million from $18.4 million in FY2008.

Net cash used in investing activities amounting to $5.0 million mainly due to purchases of new property, plant & equipment to support existing projects in FY2009.

Net cash inflow from financing activities was $2.6 million. This was mainly due to cash proceeds from the issuance of new shares and rights issue exercise of $7.4 million, which was partially offset by repayment of finance lease liabilities, interest payments and dividend payments to shareholders in FY2009 amounting to $4.8 million.

Overall, cash and cash equivalents stood at $72.2 million as at 31 December 2009. This is a significant increase of $42.3 million, from $29.9 million as at 31 December 2008. This works out to cash of 29.2 cents per share as at 31 December 2009 compared with 20.0 cents per share as at 31 December 2008.

We have a set of healthy financials and this puts us in a favourable position for future growth.

(ii) For the purpose of the consolidated cash flow statement, the consolidated cash and cash equivalents at the end of the financial year comprised the following:

| The Group |  
| --- | --- |
| **Cash at bank and on hand** | $'000 |
| 31 Dec 2009 | 12,456 |
| 31 Dec 2008 | 11,785 |
| **Short-term bank deposits** | $'000 |
| 31 Dec 2009 | 65,235 |
| 31 Dec 2008 | 23,625 |
| **Total cash and cash equivalents** | $'000 |
| 31 Dec 2009 | 77,691 |
| 31 Dec 2008 | 35,410 |
| **Short-term bank deposits pledged to banks** | $'000 |
| 31 Dec 2009 | (5,489) |
| 31 Dec 2008 | (5,481) |
| **Cash and cash equivalents in consolidated statement of cash flows** | $'000 |
| 31 Dec 2009 | 72,202 |
| 31 Dec 2008 | 29,929 |
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 |  |
| Share capital | Retained earnings | Warrants Reserve | Total | Minority interest | Total equity |
| $'000 | $'000 | $'000 | $'000 | $'000 | $'000 |

### The Group

**As at 1 Jan 2009**

17,243 22,862 - 40,105 601 40,706

Total comprehensive Income for the period  - 3,183 - 3,183 (3) 3,180

**As at 31 Mar 2009**

17,243 26,045 - 43,288 598 43,886

Issuance and allotment of new ordinary shares 6,750 - - 6,750 - 6,750

Total comprehensive income for the period  - 3,625 - 3,625 (1) 3,624

Dividend relating to 2008 paid  - (2,997) - (2,997) - (2,997)

**As at 30 Jun 2009**

23,993 26,673 - 50,666 597 51,263

Total comprehensive income for the period  - 4,005 - 4,005 (1) 4,004

**As at 30 Sep 2009**

23,993 30,678 - 54,671 596 55,267

Pursuant to warrants issue  - - 618 618 - 618

Total comprehensive income for the period  - 3,629 - 3,629 1 3,630

**As at 31 Dec 2009**

23,993 34,307 618 58,918 597 59,515
The Group (Contd…)

<table>
<thead>
<tr>
<th>As at 1 Jan 2008</th>
<th>17,243</th>
<th>16,402</th>
<th>-</th>
<th>33,645</th>
<th>527</th>
<th>34,172</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total comprehensive</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income for the period</td>
<td>-</td>
<td>2,408</td>
<td>-</td>
<td>2,408</td>
<td>54</td>
<td>2,462</td>
</tr>
<tr>
<td>As at 31 Mar 2008</td>
<td>17,243</td>
<td>18,810</td>
<td>-</td>
<td>36,053</td>
<td>581</td>
<td>36,634</td>
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<tr>
<td>Total comprehensive</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>income for the period</td>
<td>-</td>
<td>1,897</td>
<td>-</td>
<td>1,897</td>
<td>40</td>
<td>1,937</td>
</tr>
<tr>
<td>Dividend relating to 2007</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>paid</td>
<td>-</td>
<td>(2,997)</td>
<td>-</td>
<td>(2,997)</td>
<td>-</td>
<td>(2,997)</td>
</tr>
<tr>
<td>As at 30 Jun 2008</td>
<td>17,243</td>
<td>17,710</td>
<td>-</td>
<td>34,953</td>
<td>621</td>
<td>35,574</td>
</tr>
<tr>
<td>Total comprehensive</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>income for the period</td>
<td>-</td>
<td>2,134</td>
<td>-</td>
<td>2,134</td>
<td>(27)</td>
<td>2,107</td>
</tr>
<tr>
<td>As at 30 Sep 2008</td>
<td>17,243</td>
<td>19,844</td>
<td>-</td>
<td>37,087</td>
<td>594</td>
<td>37,681</td>
</tr>
<tr>
<td>Total comprehensive</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>income for the period</td>
<td>-</td>
<td>3,018</td>
<td>-</td>
<td>3,018</td>
<td>7</td>
<td>3,025</td>
</tr>
<tr>
<td>As at 31 Dec 2008</td>
<td>17,243</td>
<td>22,862</td>
<td>-</td>
<td>40,105</td>
<td>601</td>
<td>40,706</td>
</tr>
</tbody>
</table>

Attributable to Equity holders of the Company

<table>
<thead>
<tr>
<th>Share capital</th>
<th>Retained earnings</th>
<th>Warrants Reserve</th>
<th>Total</th>
<th>Minority interest</th>
<th>Total equity</th>
</tr>
</thead>
<tbody>
<tr>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
</tbody>
</table>
### Attributable to Equity holders of the Company

<table>
<thead>
<tr>
<th></th>
<th>Share capital</th>
<th>Retained earnings</th>
<th>Warrants Reserve</th>
<th>Total</th>
<th>Minority interest</th>
<th>Total equity</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>$'000</strong></td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td><strong>The Company</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>As at 1 Jan 2009</strong></td>
<td>17,243</td>
<td>3,721</td>
<td>-</td>
<td>20,964</td>
<td>-</td>
<td>20,964</td>
</tr>
<tr>
<td>Total comprehensive Income for the period</td>
<td>-</td>
<td>59</td>
<td>-</td>
<td>59</td>
<td>-</td>
<td>59</td>
</tr>
<tr>
<td><strong>As at 31 Mar 2009</strong></td>
<td>17,243</td>
<td>3,780</td>
<td>-</td>
<td>21,023</td>
<td>-</td>
<td>21,023</td>
</tr>
<tr>
<td>Issuance and allotment of new ordinary shares</td>
<td>6,750</td>
<td>-</td>
<td>-</td>
<td>6,750</td>
<td>-</td>
<td>6,750</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>1</td>
<td>-</td>
<td>1</td>
<td>-</td>
<td>1</td>
</tr>
<tr>
<td>Dividend relating to 2008 paid</td>
<td>- (2,997)</td>
<td>- (2,997)</td>
<td>-</td>
<td>(2,997)</td>
<td>-</td>
<td>(2,997)</td>
</tr>
<tr>
<td><strong>As at 30 Jun 2009</strong></td>
<td>23,993</td>
<td>784</td>
<td>-</td>
<td>24,777</td>
<td>-</td>
<td>24,777</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>64</td>
<td>-</td>
<td>64</td>
<td>-</td>
<td>64</td>
</tr>
<tr>
<td><strong>As at 30 Sep 2009</strong></td>
<td>23,993</td>
<td>848</td>
<td>-</td>
<td>24,841</td>
<td>-</td>
<td>24,841</td>
</tr>
<tr>
<td>Pursuant to warrants issue</td>
<td>-</td>
<td>-</td>
<td>618</td>
<td>618</td>
<td>-</td>
<td>618</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>7,911</td>
<td>-</td>
<td>7,911</td>
<td>-</td>
<td>7,911</td>
</tr>
<tr>
<td><strong>As at 31 Dec 2009</strong></td>
<td>23,993</td>
<td>8,759</td>
<td>618</td>
<td>33,370</td>
<td>-</td>
<td>33,370</td>
</tr>
<tr>
<td>Date</td>
<td>Share capital</td>
<td>Retained earnings</td>
<td>Warrants Reserve</td>
<td>Total</td>
<td>Minority interest</td>
<td>Total equity</td>
</tr>
<tr>
<td>--------------</td>
<td>---------------</td>
<td>-------------------</td>
<td>------------------</td>
<td>-------</td>
<td>-------------------</td>
<td>--------------</td>
</tr>
<tr>
<td>As at 1 Jan 2008</td>
<td>17,243</td>
<td>3,372</td>
<td>-</td>
<td>20,615</td>
<td>-</td>
<td>20,615</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>137</td>
<td>-</td>
<td>137</td>
<td>-</td>
<td>137</td>
</tr>
<tr>
<td>As at 31 Mar 2008</td>
<td>17,243</td>
<td>3,509</td>
<td>-</td>
<td>20,752</td>
<td>-</td>
<td>20,752</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>26</td>
<td>-</td>
<td>26</td>
<td>-</td>
<td>26</td>
</tr>
<tr>
<td>Dividend relating to 2008 paid</td>
<td>-</td>
<td>(2,997)</td>
<td>-</td>
<td>(2,997)</td>
<td>-</td>
<td>(2,997)</td>
</tr>
<tr>
<td>As at 30 Jun 2008</td>
<td>17,243</td>
<td>538</td>
<td>-</td>
<td>17,781</td>
<td>-</td>
<td>17,781</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>28</td>
<td>-</td>
<td>28</td>
<td>-</td>
<td>28</td>
</tr>
<tr>
<td>As at 30 Sep 2008</td>
<td>17,243</td>
<td>566</td>
<td>-</td>
<td>17,809</td>
<td>-</td>
<td>17,809</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>3,155</td>
<td>-</td>
<td>3,155</td>
<td>-</td>
<td>3,155</td>
</tr>
<tr>
<td>As at 31 Dec 2008</td>
<td>17,243</td>
<td>3,721</td>
<td>-</td>
<td>20,964</td>
<td>-</td>
<td>20,964</td>
</tr>
</tbody>
</table>
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.

<table>
<thead>
<tr>
<th>Share Capital</th>
<th>Number of shares</th>
<th>$</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ordinary shares issued and fully paid</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Balance as at 1 January 2009</td>
<td>149,860,940</td>
<td>17,243,071</td>
</tr>
<tr>
<td>Issuance of new shares on 26 May 2009 pursuant to Subscription Agreement</td>
<td>15,000,000</td>
<td>6,750,000</td>
</tr>
<tr>
<td>Balance as at 30 June 2009 and 30 September 2009</td>
<td>164,860,940</td>
<td>23,993,071</td>
</tr>
<tr>
<td>Issuance of Bonus Shares on 30 November 2009 pursuant to Bonus Issue</td>
<td>82,430,468</td>
<td>-</td>
</tr>
<tr>
<td>Balance as at 31 December 2009</td>
<td>247,291,408</td>
<td>23,993,071</td>
</tr>
</tbody>
</table>

On 26 May 2009, the Company allotted and issued 15 million new ordinary shares in the capital of the Company (the "Subscription Shares") at the price of $0.45 for each Subscription Share for a total consideration of $6,750,000 in cash pursuant to the Subscription Agreement dated 17 April 2009. The Subscription Shares ranked pari passu in all respects with the previously issued shares.

On 30 November 2009, the Company allotted and issued 82,430,468 new ordinary shares in the capital of the Company (the "Bonus Shares") pursuant to the bonus issue exercise on the basis of one Bonus Share for every two ordinary shares in the capital of the Company held by the entitled shareholders. The Bonus Shares ranked pari passu in all respects with the previously issued shares.

On 6 January 2010, the Company allotted and issued 61,822,852 warrants (the "Warrants") pursuant to the rights issue exercise on the basis of one Warrant for every four ordinary shares in the capital of the Company held by the entitled shareholders. The issue price of each Warrant was $0.01, with each Warrant carrying the right to subscribe for one new share (the "New Share") at an exercise price of $0.20 for each New Share.
The Warrants may be exercised within a period of three (3) years, commencing on and including the date of the issue of the Warrants and expiring on the date immediately preceding the third (3rd) anniversary of the date of issue of the Warrants (i.e. on 5 January 2013). Assuming all the Warrants are fully exercised, the number of issued ordinary shares will increase from 247,291,408 to 309,114,260.

Subsequent to the balance sheet date, of the 61,822,852 Warrants, 154,625 Warrants were exercised and 154,625 New Shares were issued during the period from 6 January 2010 to 25 February 2010.

Except as mentioned above, there have been no changes in the issued share capital of the Company since 31 December 2008.

Under the Share Buy Back Mandate which was approved by the Shareholders on 20 April 2009, no shares were bought back by the Company during the fourth quarter and full year ended 31 December 2009.

There were no outstanding convertibles issued or treasury shares held by the Company as at 31 December 2008 and 31 December 2009.

1(d)(iii) 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

<table>
<thead>
<tr>
<th></th>
<th>31 December 2009</th>
<th>31 December 2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total number of issued shares (excluding treasury shares)</td>
<td>247,291,408</td>
<td>149,860,940</td>
</tr>
</tbody>
</table>

1(d)(iv) A statement showing all sales, transfers, disposals, 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.

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

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year compared with those for the audited financial statements for FY2008.
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

In FY2009, the Group adopted the new/revised Financial Reporting Standards (“FRS”) and Interpretations of FRS (“INT FRS”) that are effective for annual periods beginning on or after 1 January 2009. Changes to the Group’s accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The following are the new or amended FRS that are relevant to the Group:

FRS 1 (Revised) Presentation of Financial Statements
FRS 108 Operating Segments

The adoption of the above FRS did not result in any substantial change to the Group’s accounting policies nor any significant impact on the financial statements.

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

Basic earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial year:

<table>
<thead>
<tr>
<th></th>
<th>The Group</th>
<th>The Group</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Fourth Quarter ended 31 Dec</td>
<td>Increase / (Decrease)</td>
</tr>
<tr>
<td></td>
<td>2009</td>
<td>2008</td>
</tr>
<tr>
<td>Net profit attributable to equity holders of the Company($'000)</td>
<td>3,629</td>
<td>3,018</td>
</tr>
<tr>
<td>Weighted average number of ordinary shares outstanding for basic earnings per share</td>
<td>238,291,408</td>
<td>224,791,408</td>
</tr>
<tr>
<td>Basic earnings per share (cents)</td>
<td>1.52</td>
<td>1.34</td>
</tr>
</tbody>
</table>

The basic earnings per share of the Group increased by 43.9% from 4.21 cents per share for FY2008 to 6.06 cents per share for FY2009.
Diluted earnings per share

For the purpose of calculating diluted earnings per share, profit attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding are adjusted for the effects of all dilutive potential shares. The Company has one category of dilutive potential ordinary shares: warrants.

<table>
<thead>
<tr>
<th>The Group</th>
<th>The Group</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fourth Quarter ended 31 Dec</td>
<td>Financial Year ended 31 Dec</td>
</tr>
<tr>
<td>2009 $'000</td>
<td>2008 $'000</td>
</tr>
<tr>
<td>Net profit attributable to equity holders of the Company($'000)</td>
<td>3,629</td>
</tr>
<tr>
<td>Weighted average number of ordinary shares outstanding for basic earnings per share</td>
<td>238,291,408</td>
</tr>
<tr>
<td>Adjustments for - warrants</td>
<td>28,787</td>
</tr>
<tr>
<td>Diluted earnings per share (cents)</td>
<td>238,320,195</td>
</tr>
<tr>
<td>1.52</td>
<td>1.34</td>
</tr>
</tbody>
</table>

The diluted earnings per share of the Group increased by 43.9% from 4.21 cents per share for FY2008 to 6.06 cents per share for FY2009.
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**

<table>
<thead>
<tr>
<th></th>
<th>The Group</th>
<th>The Company</th>
<th>Increase / (Decrease) %</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net tangible assets ($'000)</td>
<td>57,230</td>
<td>38,417</td>
<td>33,370</td>
</tr>
<tr>
<td>Number of shares</td>
<td>247,291,408</td>
<td>149,860,940</td>
<td>247,291,408</td>
</tr>
<tr>
<td>NTA per share (cents)</td>
<td>23.14</td>
<td>25.64</td>
<td>13.49</td>
</tr>
</tbody>
</table>

The Group’s net tangible assets value per share decreased by 9.8% from 25.64 cents as at 31 December 2008 to 23.14 cents as at 31 December 2009 due to an increase in the number of shares issued as at 31 December 2009.

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:-**

- 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
- any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

**Our Business**

OKP Holdings Limited is a home-grown infrastructure and civil engineering company in the region. We specialise in the construction of urban and arterial roads, expressways, vehicular bridges, flyovers, airport infrastructure and oil & gas related infrastructure for petrochemical plants and oil storage terminals as well as the maintenance of roads and roads related facilities and building construction-related works.

We have two core business segments: Construction and Maintenance.
Income Statement Review (Current Financial Year ended 31 December 2009 vs Previous Financial Year ended 31 December 2008)

<table>
<thead>
<tr>
<th></th>
<th>Current financial year ended 31 Dec 2009</th>
<th>Previous financial year ended 31 Dec 2008</th>
<th>Increase / (Decrease)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>Construction</td>
<td>98,184</td>
<td>70,910</td>
<td>27,274</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>38.5%</td>
</tr>
<tr>
<td>Maintenance</td>
<td>31,798</td>
<td>30,915</td>
<td>883</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>2.9%</td>
</tr>
<tr>
<td>Total Revenue</td>
<td>129,982</td>
<td>101,825</td>
<td>28,157</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>27.7%</td>
</tr>
</tbody>
</table>

Revenue

For the financial year ended 31 December 2009 (“FY2009”), our Group achieved a record high revenue of $130.0 million since we were listed in 2002. This was an increase of 27.7% from the $101.8 million registered in the previous corresponding year (“FY2008”). The rise in revenue was contributed by a strong revenue growth of 38.5% from the construction segment, coupled with the marginal increase in the recurring revenue from the maintenance segment.

The strong growth in revenue from the construction segment was attributable to the higher percentage of revenue recognised from a few construction projects which were in full swing and revenue from some new projects secured during FY2009.

The construction segment continued to be the major contributor to our Group’s revenue. It accounted for 75.5% (2008:69.6%) of our Group’s revenue in FY2009, with the maintenance segment making up the remaining 24.5% (2008:30.4%).

Gross profit and gross profit margin

In line with the increase in our revenue, our gross profit increased by $2.1 million from $21.3 million for FY2008 to $23.4 million for FY2009.

Our gross profit margin dropped slightly from 20.9% for FY2008 to 18.0% for FY2009. This was due mainly to the relatively higher costs accrued during the initial stages of a few new projects that started in FY2009.

Other income

The increase in other income of $0.6 million or 73.4% was largely attributable to a non-recurring reversal of allowance for impairment of trade receivables of $1.1 million during FY2009, partially offset by lower interest income from bank deposits of $0.2 million and the non-recurring loss arising from the revaluation of an investment property of $0.2 million in FY2008.
Administrative expenses

The decrease in administrative expenses of $2.0 million or 20.9% was largely attributable to a decrease in professional fees, the absence of allowance for impairment of trade receivables and a decrease in transportation expenses, which were partially offset by higher directors’ remuneration and staff bonuses to reward staff for achieving the strong financial performance of our Group in FY2009.

Other expenses

Other expenses decreased by $0.2 million due mainly to lower foreign exchange losses resulting from the weakening of the United States Dollar against the Singapore Dollar for FY2009.

Finance expenses

Finance expenses decreased marginally by $0.007 million due mainly to repayment of finance leases in FY2009.

Profit before income tax

The Group achieved a profit before income tax of $17.1 million, an increase of $4.9 million or 39.9% from FY2008. This was due mainly to an increase in our gross profit of $2.1 million and other income of $0.6 million coupled with a decrease in administrative expenses of $2.0 million, other expenses of $0.2 million and finance costs of $0.007 million as explained above.

Our profit before income tax margin increased from 12.0% for FY2008 to 13.2% for FY2009.

Income tax expense

Income tax expense for FY2009 and FY2008 remained constant at $2.7 million, representing an effective tax rate of 15.5% for FY2009 and 22.0% for FY2008. The decrease in effective tax rate for FY2009 was due mainly to a refund of an overprovision of tax amounting to $0.2 million in the fourth quarter of 2009, a reduction in corporate tax rate from 18% in FY2008 to 17% in FY2009 and certain income items which were not subject to tax.

Minority interests

Minority interests decreased due to losses incurred by a subsidiary for FY2009.

Net profit

Overall, net profit surged by 51.5% or $4.9 million to $14.4 million as compared to FY2008 following the increase in profit before income tax, as explained above.

Our net profit margin increased from 9.4% for FY2008 to 11.1% for FY2009.
Income Statement Review (Fourth Quarter ended 31 December 2009 vs Fourth Quarter ended 31 December 2008)

<table>
<thead>
<tr>
<th>The Group</th>
<th>Current fourth quarter ended 31 Dec 2009</th>
<th>Previous fourth quarter ended 31 Dec 2008</th>
<th>Increase / (Decrease)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>Construction</td>
<td>26,087</td>
<td>14,698</td>
<td>11,389</td>
</tr>
<tr>
<td>Maintenance</td>
<td>7,281</td>
<td>12,900</td>
<td>(5,619)</td>
</tr>
<tr>
<td><strong>Total Revenue</strong></td>
<td><strong>33,368</strong></td>
<td><strong>27,598</strong></td>
<td><strong>5,770</strong></td>
</tr>
</tbody>
</table>

Revenue

The construction segment contributed $26.1 million to our Group’s revenue in the fourth quarter of 2009, compared to $14.7 million in the fourth quarter of 2008. The increase in revenue from the construction segment was due to higher percentage of revenue recognition of a few key construction projects in the fourth quarter of 2009.

Revenue from the maintenance segment decreased by 43.6% to $7.3 million in the fourth quarter of 2009 from $12.9 million previously. This was due mainly to substantial completion of a few maintenance projects in the fourth quarter of 2009.

Gross profit and gross profit margin

Our gross profit decreased by $0.9 million from $8.6 million in the fourth quarter of 2008 to $7.6 million in the fourth quarter of 2009. This represented a decrease in the gross profit margin from 31.0% for the fourth quarter of 2008 to 22.8% for the fourth quarter of 2009.

The decrease in gross profit and gross profit margin was due mainly to relatively higher costs accrued during the initial stages of a few new construction projects which commenced towards the end of second quarter ended 30 June 2009 and which had spilled over to the third and fourth quarters of 2009 and the absence of variation orders for a few construction projects which resulted in a higher gross profit and gross profit margin in the fourth quarter of 2008.

Other income

Other income remained constant at approximately $0.1 million for the fourth quarter of 2008 and 2009.

Administrative expenses

The decrease in administrative expenses by $0.9 million was largely attributable to the absence of allowance for impairment of trade receivables and decrease in transportation expenses which were incurred in the fourth quarter of 2008.
Other expenses

Other expenses decreased by $0.2 million due mainly to lower foreign exchange losses resulting from the weakening of the United States Dollar against the Singapore Dollar in the fourth quarter of 2009.

Finance expenses

Finance expenses decreased marginally by $0.01 million due mainly to repayment of finance leases in the fourth quarter of 2009.

Profit before income tax

Profit before income tax increased by $0.2 million or 4.7% to $4.2 million due mainly to the decrease in administrative expenses of $0.9 million, other expenses of $0.2 and finance expenses of $0.01 million, and was partially offset by the decrease in gross profit of $0.9 million, as explained above.

Our profit before income tax margin dropped from 14.4% for FY2008 to 12.5% for FY2009.

Income tax expense

The lower income tax expense and effective tax rate in FY2009, as compared to FY2008 was the result of a refund of an overprovision of tax amounting to $0.2 million in the fourth quarter of 2009.

Minority interests

Minority interests decreased due to losses incurred by a subsidiary in the fourth quarter of 2009.

Net profit

Overall, for the fourth quarter of 2009, net profit increased by $0.6 million or 20.0%, compared to the previous corresponding period, following the increase in profit before income tax and reduction in income tax expense, as explained above.

Our net profit margin remained relatively constant at 11.0% for the fourth quarter of 2008 and 10.9% for the fourth quarter of 2009.

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

No forecast or prospect statement was previously disclosed to shareholders.
10. **A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

On 4 January 2010, the Ministry of Trade and Industry announced that Singapore’s GDP contracted by 2.1% in 2009, which is in line with the earlier official estimate of a 2% to 2.5% contraction. On 19 February 2010, the government revised the growth forecast for 2010 to 4.5% to 6.5%, up from 3% to 5%.

The outlook for the Singapore construction industry for the next twelve months remains positive. According to the Building and Construction Authority, Singapore’s construction demand for 2010 is likely to reach between $21 billion and $27 billion. Of this, the public sector is likely to remain the key construction demand driver, contributing about 65% of the industry demand to between $14 billion and $17.9 billion, fuelled by higher growth in most categories of building demand and continuing strong civil engineering construction demand led by Land Transport Authority’s MRT and related projects.

We believe that our excellent track record and leading position in public sector work puts us in a good position to benefit from the strong pipeline of large government infrastructure projects. Public projects will continue to be the mainstay of our earnings base in 2010, although we will continue to tender for both public and private civil engineering projects to strengthen our construction order book. We currently have a gross construction order book of approximately $266.6 million with contracts lasting up to FY2011.

We will continue our strategy of focusing on our traditional civil engineering business, leveraging our established track record, expertise and strengths as the preferred choice of civil engineering contractor for various industries, here and overseas.

We remain committed to establishing a presence in the Oil & Gas Sector. We will continue to hone our knowledge in the Oil & Gas Sector and to maintain relationships with our clients and industry players.

At the same time, we are actively exploring opportunities for new businesses and appropriate investments to grow our business.
11. Dividend

(a) Current Financial Period Reported On

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

<table>
<thead>
<tr>
<th>Name of Dividends</th>
<th>First and final</th>
<th>Special dividend</th>
</tr>
</thead>
<tbody>
<tr>
<td>Dividend Type</td>
<td>Cash</td>
<td>Cash</td>
</tr>
<tr>
<td>Dividend amount per share</td>
<td>$0.02</td>
<td>$0.01</td>
</tr>
<tr>
<td></td>
<td>One-tier tax exempt</td>
<td>One-tier tax exempt</td>
</tr>
</tbody>
</table>

(b) Corresponding Period of the Immediately Preceding Financial Year

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

<table>
<thead>
<tr>
<th>Name of Dividends</th>
<th>First and final</th>
</tr>
</thead>
<tbody>
<tr>
<td>Dividend Type</td>
<td>Cash</td>
</tr>
<tr>
<td>Dividend amount per share</td>
<td>$0.02</td>
</tr>
<tr>
<td></td>
<td>One-tier tax exempt</td>
</tr>
</tbody>
</table>

(c) Date payable

Payment of the said dividends, if approved by shareholders at the forthcoming Eighth Annual General Meeting of the Company to be held on 21 April 2010, will be made on 27 May 2010.

(d) Books closure date

Notice is hereby given that the Transfer Book and Register of Members of the Company will be closed on 7 May 2010 for the preparation of dividend payment. Duly completed registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd. of 50 Raffles Place, #32-01, Singapore Land Tower, Singapore 048623 up to 5.00 p.m. on 6 May 2010 will be registered to determine shareholders’ entitlement to the proposed first, final and special dividend.

Shareholders whose securities accounts with the Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 6 May 2010 will be entitled to the proposed first, final and special 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

Business Segments

The Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions.

The Group’s operating segments are its strategic business units which offer different services and are managed separately. The reportable segment presentation is based on the Group’s management and internal reporting structure used for its strategic decision-making purposes.

The Group’s activities comprise the following reportable segments:

(i) Construction – It relates to the construction of urban and arterial roads, expressways, vehicular bridges, flyovers and buildings, airports infrastructure and oil & gas-related infrastructure for petrochemical plants and oil storage terminals.

(ii) Maintenance – It relates to re-construction work performed on roads, road reserves, pavements, footpaths and kerbs, guardrails, railings, drains, signboards as well as bus bays and shelters.

<table>
<thead>
<tr>
<th>Primary Reporting- Business Segment</th>
<th>31 December 2009</th>
<th>31 December 2008</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenue and expenses</strong></td>
<td>31 December 2009</td>
<td>31 December 2008</td>
</tr>
<tr>
<td>External revenue</td>
<td>98,184</td>
<td>70,910</td>
</tr>
<tr>
<td>Inter-segment revenue</td>
<td>3,433</td>
<td>5,276</td>
</tr>
<tr>
<td>Total</td>
<td>129,982</td>
<td>76,186</td>
</tr>
</tbody>
</table>

| Elimination                         | (4,333)         | (7,723)        |
| Total                               | 126,649         | 68,463         |

| **Segment result**                  | 21 December 2009 | 21 December 2008 |
| Other income                        | 16,336          | 21,324          |
| Unallocated costs                   | 7,050           | 9,747           |
| Total                               | 23,386          | 31,071          |

| Finance expense                     | 17,290          | 12,420          |
| Profit before income tax            | 17,104          | 12,227          |
| Income tax expense                  | (2,666)         | (2,696)         |

| Net profit                          | 14,438          | 9,531           |

| Segment assets                      | 19,139          | 17,815          |
| Unallocated assets                  | 6,667           | 8,873           |
| Total                               | 25,806          | 26,688          |

| Consolidated total assets           | 122,378         | 76,821          |

| Segment liabilities                 | 39,702          | 51,476          |
| Unallocated liabilities             | 11,774          | 17,856          |
| Total                               | 51,476          | 59,322          |

| Consolidated total liabilities      | 62,863          | 84,178          |
Geographical Segments

Our Group operates predominately in Singapore.

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**

As explained under paragraph 8 above.

15. **A breakdown of sales**

<table>
<thead>
<tr>
<th></th>
<th>The Group</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Current financial year ended 31 Dec 2009</td>
<td>Previous financial year ended 31 Dec 2008</td>
<td>Increase/ (Decrease)</td>
</tr>
<tr>
<td>(a) Sales reported for first half year</td>
<td>61,496</td>
<td>50,935</td>
<td>10,561</td>
</tr>
<tr>
<td>(b) Operating profit after taxation before deducting minority interests reported for the first half year</td>
<td>6,808</td>
<td>4,304</td>
<td>2,504</td>
</tr>
<tr>
<td>(c) Sales reported for second half year</td>
<td>68,486</td>
<td>50,890</td>
<td>17,596</td>
</tr>
<tr>
<td>(d) Operating profit after taxation before deducting minority interests reported for the second half year</td>
<td>7,634</td>
<td>5,154</td>
<td>2,480</td>
</tr>
</tbody>
</table>

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**

<table>
<thead>
<tr>
<th></th>
<th>FY2009 ($'000)</th>
<th>FY2008 ($'000)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ordinary</td>
<td>7,423</td>
<td>2,997</td>
</tr>
<tr>
<td>Preference</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>7,423</td>
<td>2,997</td>
</tr>
</tbody>
</table>

The total annual dividend of $0.03 (2008: $0.02) per share based on the enlarged share capital of 247,446,033 (2008: 149,860,940) ordinary shares as at the date of this announcement amounted to $7,423,381 (2008: $2,997,219).
17. Use of proceeds

(i) Placement of 13.6 million new ordinary shares at $0.16821 completed in February 2007 raising net proceeds of $2.20 million

<table>
<thead>
<tr>
<th>Use of proceeds</th>
<th>Amount allocated ($’million)</th>
<th>Amount utilised ($’million)</th>
<th>Balance amount ($’million)</th>
</tr>
</thead>
<tbody>
<tr>
<td>To fund expansion of the Group’s oil, petrochemical and gas related business in Singapore</td>
<td>2.20</td>
<td>0.55</td>
<td>1.65</td>
</tr>
</tbody>
</table>

The balance unutilised proceeds are deposited with a bank pending deployment.

(ii) Placement of 15.0 million new ordinary shares at $0.45 completed in May 2009 raising net proceeds of $6.75 million

<table>
<thead>
<tr>
<th>Use of proceeds</th>
<th>Amount allocated ($’million)</th>
<th>Amount utilised ($’million)</th>
<th>Balance amount ($’million)</th>
</tr>
</thead>
<tbody>
<tr>
<td>To be used as working capital for the Company’s overseas business expansion</td>
<td>6.75</td>
<td>-</td>
<td>6.75</td>
</tr>
</tbody>
</table>

The balance unutilised proceeds are deposited with a bank pending deployment.

(iii) Issuance of 61,822,852 warrants at $0.01 completed in January 2010 raising net proceeds of $0.62 million

<table>
<thead>
<tr>
<th>Use of proceeds</th>
<th>Amount allocated ($’million)</th>
<th>Amount utilised ($’million)</th>
<th>Balance amount ($’million)</th>
</tr>
</thead>
<tbody>
<tr>
<td>To be used as general working capital for the Company</td>
<td>0.62</td>
<td>-</td>
<td>0.62</td>
</tr>
</tbody>
</table>

The balance unutilised proceeds are deposited with a bank pending deployment.
## Interested person transactions disclosure

<table>
<thead>
<tr>
<th>Name of interested person</th>
<th>Nature of transactions</th>
<th>Relationship</th>
<th>Aggregate value of all interested person transactions</th>
<th>Aggregate value of all interested person transactions conducted under shareholders’ mandate pursuant to Rule 920</th>
</tr>
</thead>
<tbody>
<tr>
<td>Global Law Alliance LLC</td>
<td>Provision of legal services</td>
<td>Mr Nirumalan s/o V Kanapathi Pillai, the independent director of the Company, is the Senior Director of Global Law Alliance LLC</td>
<td>$'000</td>
<td>Not applicable. The Company does not have a shareholders’ mandate under Rule 920</td>
</tr>
</tbody>
</table>

**BY ORDER OF THE BOARD**

Or Toh Wat
Group Managing Director
25 February 2010