



Full Year 2009 Financial Statements and Dividend Announcement

UNAUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2009

The Board of Directors of Gallant Venture Ltd announces the following unaudited results of the Group for the period ended 31 December 2009.

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

	GROUP					
	Quarter ended 31 December			YTD 31 December		
	4th Qtr 2009 S\$'000	4th Qtr 2008 S\$'000	Incr/ (Decr) %	Full year 2009 S\$'000	Full year 2008 S\$'000	Incr/ (Decr) %
Revenue	45,682	56,273	(18.8)	187,573	225,173	(16.7)
Cost of sales	(38,557)	(42,894)	(10.1)	(154,847)	(167,984)	(7.8)
Gross profit	7,125	13,379	(46.7)	32,726	57,189	(42.8)
General and administrative expenses	(2,677)	(3,858)	(30.6)	(10,249)	(11,592)	(11.6)
Other operating expenses	(9,502)	(11,608)	(18.1)	(27,131)	(31,320)	(13.4)
Other (expenses)/income	(1,110)	1,649	(167.3)	1,801	3,014	(40.2)
Interest income	473	1,903	(75.1)	2,070	4,117	(49.7)
Finance costs	(429)	(506)	(15.2)	(2,780)	(2,778)	0.1
Exchange (loss)/gain	(549)	(851)	(35.5)	6	(1,031)	(100.6)
Share of associated company's profit	53	193	(72.5)	124	330	(62.4)
(Loss)/profit before tax	(6,616)	301	(2,298.0)	(3,433)	17,929	(119.1)
Taxation	(948)	(2,581)	(63.3)	(9,233)	(18,866)	(51.1)
(LOSS)/PROFIT AFTER TAX FOR THE PERIOD	(7,564)	(2,280)	231.8	(12,666)	(937)	1,251.8
Other comprehensive income/(loss):						
Exchange differences on translating foreign operations	903	(976)	(192.5)	51	(306)	(116.7)
Other comprehensive income/(loss) for the period	903	(976)	(192.5)	51	(306)	(116.7)
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD	(6,661)	(3,256)	104.6	(12,615)	(1,243)	914.9
(Loss)/profit attributable to:						
Equity holders of the Company	(6,254)	(1,963)	218.6	(10,500)	557	(1,985.1)
Non-controlling interest	(1,310)	(317)	313.2	(2,166)	(1,494)	45.0
	(7,564)	(2,280)	231.8	(12,666)	(937)	1,251.8
The comprehensive (loss)/income attributable to:						
Equity holders of the Company	(5,421)	(2,884)	88.0	(10,494)	307	(3,518.2)
Non-controlling interest	(1,240)	(372)	233.3	(2,121)	(1,550)	36.8
	(6,661)	(3,256)	104.6	(12,615)	(1,243)	914.9

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*Note:**Certain comparative figures have been reclassified to conform with the current year presentation.***1(a)(ii). Profit before taxation is arrived at after charging/(crediting) the following significant items.**

	Group			
	Quarter ended		YTD	
	31 December		31 December	
	4th Qtr 2009 S\$'000	4th Qtr 2008 S\$'000	Full year 2009 S\$'000	Full year 2008 S\$'000
Amortisation of intangible assets	36	47	199	150
Depreciation of property, plant and equipment	8,955	8,689	34,464	33,079
Depreciation of investment properties	5,532	5,576	22,185	22,543
Loss/(gain) on disposal of property, plant and equipment	43	(115)	11	(45)
Gain from sale of investment properties	-	-	(160)	-
Provision for impairment loss on trade receivables	4,435	895	4,435	895



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.

	Group		Company	
	31.12.09 S\$'000	31.12.08 S\$'000	31.12.09 S\$'000	31.12.08 S\$'000
Non-current assets				
Intangible assets	1,397	1,483	7	7
Property, plant and equipment	361,240	368,879	359	343
Investment properties	276,591	295,209	-	-
Subsidiaries	-	-	1,207,642	1,207,642
Associated companies	14,998	802	-	-
Deferred tax assets	5,409	6,507	-	-
Loan receivables	60,000	62,046	-	-
Other non-current assets	2,547	2,944	-	-
	<u>722,182</u>	<u>737,870</u>	<u>1,208,008</u>	<u>1,207,992</u>
Current assets				
Land inventories	552,808	549,918	-	-
Other inventories	11,226	15,588	-	-
Trade and other receivables	43,242	70,593	128,873	102,285
Cash and bank balances	118,717	89,867	357	1,124
	<u>725,993</u>	<u>725,966</u>	<u>129,230</u>	<u>103,409</u>
Total assets	<u>1,448,175</u>	<u>1,463,836</u>	<u>1,337,238</u>	<u>1,311,401</u>
Non-current liabilities				
Deposits from tenants/golf membership	35,194	36,100	-	-
Employee benefits liabilities	7,319	5,527	-	-
Deferred tax liabilities	1,168	583	-	-
Loans and borrowings	34,593	34,420	33,093	34,420
	<u>78,274</u>	<u>76,630</u>	<u>33,093</u>	<u>34,420</u>
Current liabilities				
Trade and other payables	47,451	50,617	4,047	3,573
Current tax payable	1,172	7,637	-	-
Current portion of loans and borrowings	56,444	51,441	97,126	67,746
	<u>105,067</u>	<u>109,695</u>	<u>101,173</u>	<u>71,319</u>
Total liabilities	<u>183,341</u>	<u>186,325</u>	<u>134,266</u>	<u>105,739</u>
Equity				
Share capital	1,207,642	1,207,642	1,207,642	1,207,642
Translation reserves	(974)	(980)	-	-
Retained profits/(accumulated losses)	29,359	39,859	(4,670)	(1,980)
Equity attributable to equity holders of the Company	<u>1,236,027</u>	<u>1,246,521</u>	<u>1,202,972</u>	<u>1,205,662</u>
Non-controlling interest	<u>28,807</u>	<u>30,990</u>	<u>-</u>	<u>-</u>
Total equity	<u>1,264,834</u>	<u>1,277,511</u>	<u>1,202,972</u>	<u>1,205,662</u>
Total liabilities and equity	<u>1,448,175</u>	<u>1,463,836</u>	<u>1,337,238</u>	<u>1,311,401</u>

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

	Group	
	31.12.09	31.12.08
	S\$'000	S\$'000
(i) Amount payable in one year or less, or on demand		
Secured	55,200	32,900
Unsecured	1,244	18,541
	56,444	51,441
(ii) Amount repayable after one year		
Secured	34,593	34,420
Unsecured	-	-
	34,593	34,420
TOTAL	91,037	85,861

(iii) Details of any collaterals

The following assets of the Group were mortgaged to lenders to secure credit facilities for the Company and the Group:

- a. Assignment of refundment guarantees of the vessels during the construction;
- b. Assignment of hull and machinery and protection and indemnity insurances with respect to the vessels;
- c. All-monies first preferred mortgage on the vessels upon completion;
- d. Pledge of shares in the capital of PT Batamindo Investment Cakrawala ("PT BIC");
- e. Deed of assignment and charge, whereby the companies have assigned and charged to the bank all its rights, title and interest in dividends arising from; inter alia, the shares pledged as mentioned in (d) above;
- f. Assignment of accounts receivable of PT BIC and the related bank account with United Overseas Bank Limited ("UOBL") which is maintained for the collections of such accounts receivables;
- g. Deed of debenture creating a fixed and floating charge over Bintan Resorts Ferries Pte Ltd ("BRF")'s assets both present and future including goodwill and uncalled capital;
- h. First legal mortgage on BRF's vessels;
- i. Corporate Guarantee from PT Bintan Resort Cakrawala ("PT BRC");
- j. A "hull and machinery and war" insurance on BRF's vessels; and
- k. Credit agreement between the Group and its banker.

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

	Group	
	31.12.09 S\$'000	31.12.08 S\$'000
(Loss)/profit before taxation	(3,433)	17,929
Adjustments for:		
Amortisation of intangible assets	199	150
Depreciation of property, plant and equipment	34,464	33,079
Depreciation of investment properties	22,185	22,543
Currency translation difference	(331)	(913)
Provision for employee benefits	1,856	1,048
Provision for impairment loss on trade receivables	4,435	895
Gain from sale of investment properties	(160)	(1,584)
Loss on disposal of property, plant & equipment	11	45
Share of associated companies' profits	(124)	(330)
Interest expense	2,780	2,778
Interest income	(2,070)	(4,117)
Cash from operations before changes in working capital	59,812	71,523
Changes in working capital		
Increase in land inventories	(2,890)	(3,437)
Decrease/(increase) in other inventories	4,362	(5,085)
Decrease/(increase) in operating receivables	13,712	(9,420)
Increase in operating payables	2,951	3,532
Cash generated from operating activities	77,947	57,113
Income tax paid	(17,657)	(17,527)
Employee benefits paid	(65)	(914)
Interest paid	(5,254)	(5,349)
Interest received	13,320	3,461
Deposits (refunded to)/received from tenants/golf members	(906)	711
Net cash generated from operating activities	67,385	37,495
Cash flows from investing activities		
Acquisition of intangible assets	(113)	(185)
Acquisition of property, plant and equipment	(31,711)	(22,145)
Acquisition of investment properties	(898)	(1,819)
Proceeds from disposal of property, plant and equipment	2,482	34
Proceeds from sale of investment properties	210	4,500
Investment in associated company	(14,166)	-
Dividends from associated companies	150	330
Deposits received/(paid)	397	422
Net cash used in investing activities	(43,649)	(18,863)
Cash flows from financing activities		
Decrease/(increase) in fixed deposits pledged with a bank	11,413	(8,137)
Loan from financial institutions	46,533	19,464
Repayment of bank loan	(41,357)	(33,077)
Dividends paid	(62)	(67)
Net cash generated from/(used in) financing activities	16,527	(21,817)
Net increase/(decrease) in cash and cash equivalents	40,263	(3,185)
Cash and cash equivalents at beginning of period	78,454	81,639
Cash and cash equivalents at end of period	118,717	78,454

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	Group	
	31.12.09 S\$'000	31.12.08 S\$'000
Cash and bank balances	118,717	89,867
Less: Bank deposits pledged	-	(11,413)
Cash and cash equivalents	118,717	78,454

1(d)(i). *A statement (for the issuer and group) showing either (i) all the changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.*

Consolidated statement of changes in equity for the period ended 31 December 2009:

	Share capital S\$'000	Translation reserves S\$'000	Retained profits S\$'000	Attributable to equity holders of the Company S\$'000	Non- controlling interest S\$'000	Total S\$'000
Balance as at 1 January 2008	1,207,642	(730)	39,302	1,246,214	32,606	1,278,820
Total comprehensive income/ (expense) for the period	-	671	2,520	3,191	(1,178)	2,013
Dividend received by minority interest	-	-	-	-	(66)	(66)
Balance as at 30 September 2008	1,207,642	(59)	41,822	1,249,405	31,362	1,280,767
Total comprehensive income/ (expense) for the period	-	(921)	(1,963)	(2,884)	(372)	(3,256)
Balance as at 31 December 2008	1,207,642	(980)	39,859	1,246,521	30,990	1,277,511
Balance as at 1 January 2009	1,207,642	(980)	39,859	1,246,521	30,990	1,277,511
Total comprehensive income/ (expense) for the period	-	(827)	(4,246)	(5,073)	(881)	(5,954)
Balance as at 30 September 2009	1,207,642	(1,807)	35,613	1,241,448	30,109	1,271,557
Total comprehensive income/ (expense) for the period	-	833	(6,254)	(5,421)	(1,240)	(6,661)
Dividend received by minority interest	-	-	-	-	(62)	(62)
Balance as at 31 December 2009	1,207,642	(974)	29,359	1,236,027	28,807	1,264,834



Statement of changes in equity of the Company for the period ended 31 December 2009:

	Share Capital S\$'000	(Accumulated losses)/retained profits S\$'000	Total S\$'000
Balance as at 1 January 2008	1,207,642	(16,635)	1,191,007
Total comprehensive income for the period	-	16,569	16,569
Balance as at 30 September 2008	1,207,642	(66)	1,207,576
Total comprehensive expense for the period	-	(1,914)	(1,914)
Balance as at 31 December 2008	1,207,642	(1,980)	1,205,662
Balance as at 1 January 2009	1,207,642	(1,980)	1,205,662
Total comprehensive expense for the period	-	(1,228)	(1,228)
Balance as at 30 September 2009	1,207,642	(3,208)	1,204,434
Total comprehensive expense for the period	-	(1,462)	(1,462)
Balance as at 31 December 2009	1,207,642	(4,670)	1,202,972

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 issue of equity securities, issue of shares for cash or 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 end of the current financial period reported on and as at end of the corresponding period of the immediately preceding financial year.

None

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

The total number of issued shares excluding treasury shares as at 31 December 2009 and 31 December 2008 was 2,412,482,556.

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.

None.



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

The financial statements have not been audited nor reviewed by the auditor.

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

Not applicable.

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

Except as disclosed in paragraph 5 below, the Group has applied accounting policies and methods of computation in the financial statements for the current reporting period consistent with those of the audited financial statements as at 31 December 2008.

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 reason for, and the effect of, the change.

The Group adopted the new/revised FRS and Interpretations of FRS ("INT FRS") that were 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 respective FRS and INT FRS.

The adoption of new/revised FRS and INT FRS did not result in any substantial changes to the Group's accounting policies nor had any significant impact on the Group's financial statements, except for the disclosure of a statement of comprehensive income in accordance with the FRS 1 (Revised) Presentation of Financial Statements and the disclosure of operating segments in accordance with FRS 108 (Revised) Operating Segments.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding year, after deducting any provision for the preference dividends; (a) Based on weighted average number of shares and (b) On a fully diluted basis (detailing any adjustments made to the earnings)

Earnings/(loss) per ordinary share for the period based on profit attributable to shareholders:

	Group			
	4th Quarter 2009	4th Quarter 2008	Full year 2009	Full year 2008
	S\$'000	S\$'000	S\$'000	S\$'000
Earnings/(loss)	(6,254)	(1,963)	(10,500)	557
Based on weighted number of ordinary shares in issue – 2,412,482,556 in 2009 and 2008 respectively	(0.26) cents	(0.08) cents	(0.44) cents	0.02 cents

There was no dilutive effect on Earnings per Share.



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.**

	<u>Group</u>		<u>Company</u>	
	<u>31.12.09</u>	<u>31.12.08</u>	<u>31.12.09</u>	<u>31.12.08</u>
Net asset value per ordinary share	51.23 cents	51.67 cents	49.86 cents	49.98 cents

The net asset value per ordinary share is calculated using the Group's net assets value as at end of each period divided by the share capital of 2,412,482,556 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 (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.**

4th Quarter 2009 (4Q2009) vs. 4th Quarter 2008 (4Q2008)

In 4Q2009, the Group reported loss before tax of S\$6.6 million as compared to 4Q2008's profit before tax of S\$0.3 million. The loss before tax for 4Q2009 was mainly due to the following:

- Lower revenue from utilities business as a result of lower demand for power generation and lower electricity tariff charged in 4Q2009;
- Lower revenue from industrial park business due to absence of factory sales in 4Q2009 as compared to S\$2.5million factory sales in 4Q2008 and lower rental revenue from factory and dormitory due to lower occupancy and lower rental rate in 4Q2009;
- Allowance for doubtful trade receivables, amounted to S\$4.4 million, as compared to 4Q2008's provision of S\$0.9 million; and
- Lower interest rate has contributed to lower interest income as compared to previous corresponding period.

The loss was partially offset by lower general and administrative expenses and other operating expenses in 4Q2009 of S\$2.7 million and S\$9.5 million, respectively, as compared to 4Q2008's S\$3.9 million and S\$11.6 million respectively. The reduction in overheads was mainly due to various cost control measures initiated by the Group.

In line with lower revenue and compressed profit margin, the Group reported lower taxation in 4Q2009 of S\$0.9 million as compared to 4Q2008's S\$2.6 million.

Accordingly, the Group reported a net loss attributable to shareholders of S\$6.3 million in 4Q2009 as compared 4Q2008's net loss of S\$2.0 million.

12 months 2009 (FY2009) vs. 12 months 2008 (FY2008)

The Group's FY2009 revenue was S\$187.6 million, which was 16.7% lower than FY2008's S\$225.2 million. Lower revenue was mainly due to:

- Lower utility revenue as a result of decreased demand, arising from global economic crisis in 1H2009, from Industrial Parks' tenants and Resort operators;



- Lower rental rates, and reduced occupancy of ready-built factories in Batam and Bintan (total 647,000 sqm) from 560,000 sqm to 535,000 sqm; and
- Lack of factory and land sale in FY2009 as compared to FY2008's S\$5.0 million.

In line with the lower power production, the Group's cost of sales decreased from FY2008's S\$168.0 million to S\$154.8 million in FY2009. With compressed profit margin, the Group reported lower gross profit of S\$32.7 million in FY2009 as compared to FY2008's S\$57.2 million.

The Group's FY2009 general and administrative expenses and other operating expenses of S\$10.2 million and S\$27.1 million, respectively, were 11.6% and 13.4% lower than FY2008's S\$11.6 million and S\$31.2 million, respectively. This was mainly due to savings from various cost saving initiatives, lower repair and maintenance related expenses, and reduction in salary and marketing related expenses.

Following a review of the Group's trade and other receivables, the Group has deemed it prudent to make a provision for doubtful trade receivables, amounted to S\$4.4 million in FY 2009, as compared to FY 2008's provision of S\$0.9 million.

The Group recognised lower other income (net of other expenses) of S\$1.8 million in FY2009 as compared to FY2008's S\$3.0 million. This was mainly due to provision for amortisation of fair value on membership deposits, and partially offset by receipt of government grants (Job's Credit Scheme) and higher service income from telecommunication business.

Lower interest rate has contributed to lower interest income of S\$2.1 million in FY2009 as compared to FY2008's S\$4.1 million.

The Group's FY2009 tax expense of S\$9.2 million was 51.1% lower than YTD Dec 2008's S\$18.9 million. This was mainly due to one-time S\$2 million withholding tax payment in 1H2008 and lower revenue in FY2009. Significant portion of the Group's Indonesia-sourced income is taxed on a 10% final tax basis (i.e. corporate final taxation is 10% of gross rental and service revenue). In addition, tax losses in loss-making subsidiaries are not available for offset against taxable profit in profitable subsidiaries.

In line with lower revenue and compressed margin, the Group recognised a net loss attributable to shareholders of S\$10.5 million in FY2009 as compared to FY2008's profit attributable to shareholders of S\$0.5 million.

Balance Sheet

During the period under review, the Group made the following investments:

1. Acquisition of two new generation ferries, amounted to approximately S\$31.6 million, for overall improvement in travel time and comfort between Singapore and Bintan, Indonesia; and
2. A US\$9.8 million (or S\$14.2 million) Convertible Bond investment, through Gallant Power and Resources Limited, in PT Sebuk Iron Lateritic Ores ("PT SILO"). The bond is convertible for an effective equity stake of 29.4% in PT SILO.

As at 31 December 2009, the Group's other inventories was S\$11.2 million as compared to S\$15.6 million in FY2008. This was due to reduction in fuel and spare parts inventory level. With improved debt collections, offset by provision of doubtful debts, the Group's total trade and other receivables reduced from S\$70.6 million in FY 2008 to FY2009's S\$43.2 million. Consequently, the Group's total



cash and bank balances increased from FY 2008's S\$89.9 million to S\$118.7 million as at 31 December 2009.

In line with lower taxation for the period under review, the Group's current tax payable reduced from S\$7.6 million in FY2008 to S\$1.2 million in FY2009.

The Group's loans and borrowings increased by S\$5.2 million, as compared to FY2008, and was mainly due to additional bank borrowings for purchase of ferries offset by regular repayment of bank borrowings.

Cash Flow

In FY2009, the Group's net cash flow from operations was S\$67.4 million and was mainly due to improved collections from trade and interest receivables and lower inventory level.

For the period under review, the Group incurred S\$43.6 million in investing activities, which includes purchase of new ferries and acquisition of convertible bond issued by PT SILO. The Group's capital expenditures were partially funded with external bank borrowings and, accordingly, the Group's net borrowing (new borrowings from financial institutions less repayment of bank loans) increased by S\$5.2 million.

With improved cash flow from operations, the Group's total cash and bank balances were S\$118.7 million, representing a S\$28.9 million increase from FY2008's S\$89.9 million.

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 has been previously disclosed.

10. *A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.*

The effect of the global economic crisis has lingered and the investors' confidence has not been fully restored. Our resort operations business is faced with competitive pressure to reduce rate. Our utilities and industrial park businesses will remain challenging as well and the Group is hopeful on future contributions from land sales in our property development business.

11. *If a decision regarding dividend has been made.*

Not applicable.

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

No dividend has been declared (recommended) for the quarter ended 31 December 2009.

13. *Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited financial statements with comparative information for the immediately preceding year.*



Financial year ended 31 December 2009

Group	Industrial park S\$'000	Utilities S\$'000	Resort operations S\$'000	Property Development S\$'000	Corporate S\$'000	Total S\$'000
OPERATING REVENUE						
Total sales	47,618	116,974	22,981	-	-	187,573
SEGMENT RESULTS						
Segment results	(3,136)	19,510	(10,829)	(4,343)	(1,855)	(653)
Finance costs						(2,780)
Profit before taxation						(3,433)
Taxation						(9,233)
Profit for the year before non-controlling interest						(12,666)
Attributable to:						
Shareholders						(10,500)
Non-controlling Interest						(2,166)
						(12,666)

Financial year ended 31 December 2008

Group	Industrial park S\$'000	Utilities S\$'000	Resort operations S\$'000	Property Development S\$'000	Corporate S\$'000	Total S\$'000
OPERATING REVENUE						
Total sales	58,509	141,577	24,561	526	-	225,173
SEGMENT RESULTS						
Segment results	8,766	30,263	(9,457)	(6,265)	(2,600)	20,707
Finance costs						(2,778)
Profit before taxation						17,929
Taxation						(18,866)
Profit for the year before non-controlling interest						(937)
Attributable to:						
Shareholders						557
Non-controlling Interest						(1,494)
						(937)

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.

The review of the Group's performance by business segments is as follows:

**Industrial Parks**

Industrial Parks' results reduced from profit of S\$8.8 million in FY 2008 to loss of S\$3.1 million in FY 2009. This was mainly due to:

- Lower revenue from factory and dormitory rental due to lower rental rates and reduced occupancy of ready-built factories in Batam and Bintan (total 647,000 sqm) from 560,000 sqm to 535,000 sqm amounted to S\$6.3 million; and
- Lack of factory sale in FY 2009 as compared to FY 2008's S\$4.5 million factory sales.

Utilities

Segmental income from Utilities operations reduced from FY 2008's S\$30.3 million to S\$19.5 million in FY 2009. This was mainly due to lower utilities demand in 1H2009 as a result of global economic crisis.

Resort Operations

Segmental loss from Resort Operations increased from FY 2008's S\$9.5 million to FY 2009's \$10.8 million and was mainly due to lower revenue from ferry and travel services of S\$1.0 million and lower resorts rental income of S\$0.8 million.

Property Development

Segmental loss from Property Development segment was S\$4.3 million in FY 2009 as compared to FY 2008's S\$6.3 million. This was mainly due to:

- lack of land sale in FY 2009 as compared to S\$0.5 million land sale in FY 2008; and
- higher marketing and operating expenses related to the development of Lagoi Bay.

Corporate

Segmental loss from Corporate Division reduced from FY 2008's \$2.6 million to S\$1.8 million in FY 2009. This was mainly due to savings from cost saving initiatives, lower legal and professional fees and lower corporate communication expenses.

15. A breakdown of sales as follows:

The breakdown of sales of the Group is as follows:

	GROUP		
	Full year 2009 S\$'000	Full year 2008 S\$'000	+ / (-) %
(a) Revenue reported for the first half year	94,648	112,063	(15.5)
(b) Profit after tax before non-controlling interest reported for the first half year	(1,893)	1,611	(217.5)
(c) Revenue reported for second half year	92,925	113,110	(17.8)
(d) Profit after tax before non-controlling interest reported for second half year	(10,773)	(2,548)	(322.8)



16. ***A breakdown of the total annual dividends (in dollar value) for the issuer's latest full year and its previous full year as follows:- (a) Ordinary, (b) Preference, and (c) Total***

Not applicable.

17. ***Pursuant to Rule 920 of the SGX-ST Listing Manual, details of the aggregate value of the interested person transactions transacted.***

The aggregate value of the interested person transactions for the financial period ended 31 December 2009 was as follows:

Name of interested person	Aggregate value of all interested person transactions during the period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
PURCHASES		
Sembcorp Parks Management Pte Ltd Marketing services fee	-	2,563
Riau Infrastructure Management Services Pte Ltd Technical assistance fees	-	263
PT Herwido Rintis Management fee	-	273
PT Tunas Karya Management fee	-	227
PT Asuransi Central Asia Insurance premiums Claims received	-	649 (1,604)
SALES		
PT Alam Indah Bintan Sales Extension of Convertible Bond	- (60,000)	(3,338) -
PT Straits CM Village Sales	-	(3,915)

BY THE ORDER OF THE BOARD

CHOO KOK KIONG
COMPANY SECRETARY
23 February 2010