



**HLN TECHNOLOGIES LIMITED**  
**HALF YEAR FINANCIAL STATEMENT FOR PERIOD ENDED 30 JUNE 2011**  
**(UNAUDITED)**

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

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

(In \$'000)	6 months ended 30.06.2011	6 months ended 30.06.2010	Change
<b>Revenue</b>	<b>13,969</b>	<b>14,522</b>	<b>(3.8%)</b>
Cost of Sales	<u>(9,324)</u>	<u>(9,604)</u>	<b>(2.9%)</b>
<b>Gross Profit</b>	<b>4,645</b>	<b>4,918</b>	<b>(5.6%)</b>
<b>Other Items of Income</b>			
Interest Income	7	5	40.0%
Dividend Income	3	3	0.0%
Other Credits	21	124	<b>(83.1%)</b>
<b>Other Items of Expenses</b>			
Marketing and Distribution Costs	(1,078)	(1,067)	1.0%
Administrative Expenses	(2,983)	(2,878)	3.6%
Other Charges	(130)	(169)	<b>(23.1%)</b>
Finance Costs	(34)	(17)	100.0%
Share of Loss from an Equity – Accounted Associate	(16)	-	NM
<b>Profit Before Income Tax from Continuing Operations</b>	<b>435</b>	<b>919</b>	<b>(52.7%)</b>
Income Tax Expense	(450)	(443)	1.6%
<b>(Loss)/Profit Net of Tax</b>	<b>(15)</b>	<b>476</b>	NM
<b>Other Comprehensive (Loss)/Income:</b>			
Exchange Differences on Translating Foreign Operations, Net of Tax	(244)	116	NM
Fair Value Gain on Available-for-Sale Financial Assets, Net of Tax	1	2	<b>(50.0%)</b>
<b>Other Comprehensive (Loss)/Income for the Period, Net of Tax</b>	<b>(243)</b>	<b>118</b>	NM
<b>Total Comprehensive (Loss)/Income for the Period</b>	<b>(258)</b>	<b>594</b>	NM
(Loss)/Profit Attributable to Owners of the Parent, Net of Tax	(15)	483	NM
Loss Attributable to Non-Controlling Interests, Net of Tax	-	(7)	NM
<b>(Loss)/Profit Net of Tax</b>	<b>(15)</b>	<b>476</b>	NM
Total Comprehensive (Loss)/Income Attributable to Owners of Parent, Net of Tax	(257)	607	NM
Total Comprehensive Loss Attributable to Non-Controlling Interests, Net of Tax	(1)	(13)	<b>(92.3%)</b>
<b>Total Comprehensive (Loss)/Income for the Period</b>	<b>(258)</b>	<b>594</b>	NM
<b>Earnings Per Share</b>			
Earnings Per Share Currency Unit	Cents	Cents	
<b>Basic and Diluted</b>	<b>(0.01)</b>	0.39	NM

Note: Refer to paragraph 8 - Review of the performance of the Group, found on pages 8 to 10 of this announcement.

**Profit/(loss) net of income tax is arrived at after (charging)/crediting the following:**

(in \$'000)	6 months ended 30.06.2011	6 months ended 30.06.2010	Change	Note
Depreciation of plant & equipment	(607)	(679)	(10.6%)	
Foreign exchange (loss)/gain, net	(217)	18	NM	
Reversal on inventory allowance	18	150	(88.0%)	(a)
Reversal on allowance for bad debts/(allowance for bad debts)	61	(5)	NM	(a)
Fixed assets expensed off	(9)	-	NM	
Gain/(loss) on disposal of plant & equipment	18	(4)	NM	
Net gain on disposal of quoted securities	-	98	NM	(b)
Compensation to a supplier	-	(332)	NM	(c)

NM – not meaningful

- (a) *Allowance for slow moving & obsolete inventories and bad debts in accordance with Group accounting policy.*
- (b) *The Group invested in quoted securities and some were held for trading purposes.*
- (c) *The loss arose as a result of difference in materials contract price.*

**1(b)(i) Statement of Financial Position (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year**

(in \$'000)

	<b>Group</b> <b>30.06.11</b>	<b>Group</b> <b>31.12.10</b>	<b>Company</b> <b>30.06.11</b>	<b>Company</b> <b>31.12.10</b>
<b><u>ASSETS</u></b>				
<b><u>Non-Current Assets</u></b>				
Plant and Equipment	5,154	5,425	68	62
Investments in Subsidiaries	-	-	23,516	11,395
Investment in an Associate	12,105	-	-	-
Other Financial Assets	106	105	106	105
Other Assets	-	5,928	-	5,928
<b>Total Non-Current Assets</b>	<b>17,365</b>	<b>11,458</b>	<b>23,690</b>	<b>17,490</b>
<b><u>Current Assets</u></b>				
Inventories	4,687	4,950	-	-
Trade and Other Receivables	7,042	7,719	1,721	2,524
Other Assets	855	889	53	97
Cash and Cash Equivalents	6,779	12,115	1,379	5,116
<b>Total Current Assets</b>	<b>19,363</b>	<b>25,673</b>	<b>3,153</b>	<b>7,737</b>
<b>Total Assets</b>	<b>36,728</b>	<b>37,131</b>	<b>26,843</b>	<b>25,227</b>
<b><u>EQUITY AND LIABILITIES</u></b>				
<b><u>Equity Attributable to Owners of the Parent</u></b>				
Share Capital	22,403	21,782	22,403	21,782
Retained Earnings	9,283	9,298	3,948	2,345
Other Reserves	(848)	(606)	6	5
<b>Equity Attributable to Owners of the Parent</b>	<b>30,838</b>	<b>30,474</b>	<b>26,357</b>	<b>24,132</b>
Non-Controlling Interests	28	29	-	-
<b>Total Equity</b>	<b>30,866</b>	<b>30,503</b>	<b>26,357</b>	<b>24,132</b>
<b><u>Non-Current Liabilities</u></b>				
Deferred Tax Liabilities	445	453	13	15
Provisions	32	32	-	-
Finance Leases Liabilities, Non-Current	27	-	-	-
<b>Total Non-Current Liabilities</b>	<b>504</b>	<b>485</b>	<b>13</b>	<b>15</b>
<b><u>Current Liabilities</u></b>				
Income Tax Payable	207	252	-	-
Trade and Other Payables	3,963	3,557	473	1,080
Finance Lease Liabilities	7	2	-	-
Other Financial Liabilities	1,181	2,332	-	-
<b>Total Current Liabilities</b>	<b>5,358</b>	<b>6,143</b>	<b>473</b>	<b>1,080</b>
<b>Total Liabilities</b>	<b>5,862</b>	<b>6,628</b>	<b>486</b>	<b>1,095</b>
<b>Total Equity and Liabilities</b>	<b>36,728</b>	<b>37,131</b>	<b>26,843</b>	<b>25,227</b>

*Note: Refer to paragraph 8 - Review of the performance of the Group, found on pages 8 to 10 of this announcement.*

## 1(b)(ii) Aggregate amount of Group's borrowings and debt securities

### Amount repayable in one year or less, or on demand

(In \$'000)	As at 30.06.2011		As at 31.12.2010	
	Secured	Unsecured	Secured	Unsecured
Finance lease liabilities	7	-	2	-
Borrow ings	1,181	-	2,332	-
Total	<u>1,188</u>	<u>-</u>	<u>2,334</u>	<u>-</u>

### Amount repayable after one year

(In \$'000)	As at 30.06.2011		As at 31.12.2010	
	Secured	Unsecured	Secured	Unsecured
Finance lease liabilities	27	-	-	-
Borrow ings	-	-	-	-
Total	<u>27</u>	<u>-</u>	<u>-</u>	<u>-</u>

### Details of any collateral

Finance lease liabilities refer to hire purchases for motor vehicles which are secured by a pledge of the assets and guaranteed by a director of our subsidiary in Singapore.

Bank borrowings amounting to \$1,181,000 (31 December 2010: \$2,332,000) consist of:

- \$407,000 (31 December 2010: \$417,000) revolving cash loans by one of the subsidiaries in Malaysia, secured by Corporate Guarantee from one of the subsidiaries in Singapore.
- \$774,000 (31 December 2010: \$1,915,000) short-term loans and trade finance facilities extended to our subsidiaries in China, secured by Corporate Guarantee and fixed deposit from the Company.

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

(In \$'000)

	<b>6 months ended 30-06-11</b>	<b>6 months ended 30-06-10</b>
<b><u>Cash Flows From Operating Activities</u></b>		
Profit Before Income Tax	435	919
Adjustments for :		
Dividend Income	(3)	(3)
Interest Income	(7)	(5)
Interest Expense	34	17
Depreciation of Plant and Equipment	607	679
(Gain)/Loss on Disposal of Plant and Equipment	(18)	4
Plant and Equipment Written-off	9	-
Share of Loss from an Equity - Accounted Associate	16	-
Fair Value Gain on Financial Assets Held for Trading	-	50
Gain on Disposal of Quoted Securities	-	(148)
Net Effect of Exchange Rate Changes in Consolidating Foreign Operations	(179)	152
<b>Operating Cash Flows Before Changes in Working Capital</b>	<b>894</b>	<b>1,665</b>
Inventories	263	(602)
Trade and Other Receivables	677	193
Other Financial Assets	(1)	-
Other Assets	34	-
Trade and Other Payables and Provisions	406	128
<b>Net Cash Flows From Operations</b>	<b>2,273</b>	<b>1,384</b>
Income Taxes Paid	(493)	(555)
<b>Net Cash Flows From Operating Activities</b>	<b>1,780</b>	<b>829</b>
<b><u>Cash Flows From Investing Activities</u></b>		
Purchase of Plant and Equipment	(413)	(386)
Disposal of Plant and Equipment	20	16
Disposal of Quoted Securities	-	565
Investment in Associates	(5,572)	-
Interest Received	7	5
Dividend Received	3	3
<b>Net Cash Flows (Used in)/From Investing Activities</b>	<b>(5,955)</b>	<b>203</b>
<b><u>Cash Flows From Financing Activities</u></b>		
Cash Restricted in Use	-	(704)
Interest Paid	(34)	(17)
Finance Lease Repayments	(4)	(3)
Increase from New Borrowings	973	790
Borrowings Repayments	(2,067)	(644)
Acquisition of Additional Shares from Non-Controlling Interests	-	(380)
Dividends Paid to Equity Owners	-	(221)
<b>Net Cash Flows Used in Financing Activities</b>	<b>(1,132)</b>	<b>(1,179)</b>
<b>Net Decrease in Cash and Cash Equivalents</b>	<b>(5,307)</b>	<b>(147)</b>
Cash and Cash Equivalents, Consolidated Statement of Cash Flows, Beginning Balance	11,473	10,958
<b>Cash and Cash Equivalents, Consolidated Statement of Cash Flows, Ending Balance</b>	<b>6,166</b>	<b>10,811</b>
<b>Balance as in Statement of Financial Position</b>		
Cash Restricted in Use	(613)	(704)
<b>Cash and Cash Equivalent as in Consolidated Statement of Cash Flows</b>	<b>6,166</b>	<b>10,811</b>

**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**

	Total Equity \$'000	Attributable to Parent			Non- Controlling Interests \$'000	
		Sub-Total \$'000	Share Capital \$'000	Retained Earnings \$'000		Other Reserves \$'000
<b>Group</b>						
<b>Current Year:</b>						
Opening Balance at 1 January 2011	30,503	30,474	21,782	9,298	(606)	29
Total Comprehensive Loss for the Period	(258)	(257)	-	(15)	(242)	(1)
<u>Other Movements in Equity:</u>						
Issue of Treasury Shares for the Acquisition of a Subsidiary	621	621	621	-	-	-
Dividends paid	-	-	-	-	-	-
	621	621	621	-	-	-
Closing Balance at 30 June 2011	30,866	30,838	22,403	9,283	(848)	28
<b>Previous Year:</b>						
Opening Balance at 1 January 2010	24,347	23,860	15,706	8,424	(270)	487
Total Comprehensive Income/(Loss) for the Period	594	607	-	483	124	(13)
<u>Other Movements in Equity:</u>						
Acquisition of Non-Controlling Interest Without a Change in Control	(382)	65	-	-	65	(447)
Dividends Paid	(221)	(221)	-	(221)	-	-
	(603)	(156)	-	(221)	65	(447)
Closing Balance at 30 June 2010	24,338	24,311	15,706	8,686	(81)	27
<b>Company</b>						
<b>Current Year:</b>						
Opening Balance at 1 January 2011		24,132	21,782	2,345	5	
Total Comprehensive Income for the Period		1,604	-	1,603	1	
<u>Other Movements in Equity:</u>						
Issue of Treasury Shares for the Acquisition of a Subsidiary		621	621	-	-	
		621	621	-	-	
Closing Balance at 30 June 2011		26,357	22,403	3,948	6	
<b>Previous Year:</b>						
Opening Balance at 1 January 2010		18,646	15,706	2,938	2	
Total Comprehensive Income for the Period		1,024	-	1,022	2	
<u>Other Movements in Equity:</u>						
Dividends Paid		(221)	-	(221)	-	
		(221)	-	(221)	-	
Closing Balance at 30 June 2010		19,449	15,706	3,739	4	

**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**

There was no change in the Company's share capital during the 6 months ended 30 June 2011.

The Company transferred 2,212,000 treasury shares (31 December 2010: Nil shares) to an escrow agent as partial consideration in respect of the acquisition of a 50.54% shareholding interest in Greatly Holdings Investment Limited.

As at 30 June 2011, there were 5,365,000 shares held as Treasury Shares (30 June 2010: 7,577,000 shares).

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

<u>As at 30.06.2011</u>	<u>As at 31.12.2010</u>
150,272,920	148,060,920

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

Total number of treasury shares as at 01.01.2011	7,577,000
Use of treasury share as partial consideration for acquisition of a 50.54% shareholding interest in a subsidiary	<b>(2,212,000)</b>
Total number of treasury shares as at 30.06.2011	<u>5,365,000</u>

**2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

The figures have not been audited or reviewed by external auditors.

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current period as those for the audited financial statements for the year ended 31 December 2010.

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

Not applicable.

**6. Earnings per ordinary share of the Group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

	6 months ended 30.06.2011	6 months ended 30.06.2010
Earnings per share based on profit attributable to shareholders:		
(a) Basic (in cents)	(0.01)	0.39
(b) On a fully diluted basis (in cents)	(0.01)	0.39

The basic earnings per share and fully diluted earnings per share above have been calculated based on net loss attributable to shareholders of \$15,000 (1H 2010: profit \$483,000) and the weighted average number of ordinary shares during the period was 148,659,749 (1H 2010: 123,460,920).

**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 (a) current period reported on and (b) immediately preceding financial year**

	Group	Group	Company	Company
As at	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Net Asset Value per ordinary share (cents)	20.52	20.58	17.54	16.30

The net asset value per share of the Group has been calculated based on shareholders' equity of \$30,838,000 (31 December 2010: \$30,474,000) and 150,272,920 shares (31 December 2010: 148,060,920 shares). The net asset value per share of the Company has been calculated based on shareholders' equity of \$26,357,000 (31 December 2010: \$24,132,000) and issued share capital of 150,272,920 shares (31 December 2010: 148,060,920 shares).

**8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on**

The principal activities of our Group involve the manufacture and sale of a wide range of customised precision elastomeric, polymeric and metallic components which are used in a variety of industries principally in office automation, lifestyle products, industrial application, consumer electronics and automotive industries.

Our metallic, elastomeric and polymeric component production capabilities range from material formulation and compounding as well as molding to secondary process including polymeric die-cutting, precision turning and precision machining of metallic components. We also supply machined aluminum products through our aluminum service centres. Our production facilities and sales offices are located in Singapore, Johor, Malaysia, Batam, Indonesia, Shenzhen and Suzhou, PRC. Our customers include multinational corporations with presence in South East Asia, North and East Asia, the USA and Europe.

**Income Statement**

Revenue declined by \$0.55 million or 3.8% to \$13.97 million in 1H 2011 from \$14.52 million in 1H 2010. The polymeric and metallic business units experienced substantial drop in revenue as a result of the delay of project launches of a key customer from polymeric business unit and the restructuring in its metallic business unit.

Due to lower revenue, gross profit declined by \$0.27 million or 5.6% from \$4.92 million in 1H 2010 to \$4.65 million in 1H 2011. The overall gross profit margin for 1H 2011 was 33.3% compared to 33.9% for the 1H 2010 mainly due to rising material and labour costs of the polymeric and metallic business units whilst the elastomeric business unit contributed better gross profit margins. Nevertheless, the gross profit margin remained stable at 33%.

The distribution costs and administrative expenses increased by \$0.11 million or 2.9% in 1H 2011 to \$4.06 million from \$3.95 million in 1H 2010. The increase was mainly due to the increase in staff costs and legal expenses incurred for the Project Swan acquisition. Finance costs increased by 100.0% or \$17,000 from \$17,000 in 1H 2010 to \$34,000 in 1H 2011 due to the increase in the Group's trade financing facilities in 1H 2011.

Other charges which comprised mainly of foreign exchange difference, impairment losses and accounting provisions, declined by \$0.04 million to \$0.13 million in 1H 2011 from \$0.17 million in 1H 2010. The decline was mainly due to accrual made in anticipation of settling a USA customer claim of approximately US\$0.19 million (\$0.27 million equivalent) under HLN Metal Centre, offset by the reversal on the inventory allowance of \$0.15 million in 1H 2010 and reversal on allowance for bad debts of \$0.06 million in 1H 2011. The Group recognised foreign exchange translation loss of \$0.22 million due to the stronger SGD against the USD during 1H 2011, versus a foreign exchange gain of \$0.02 million in 1H 2010.

Other credits in 1H 2011 were lower by \$103,000 declining to \$21,000 as there was no investment income in 1H 2011.

The Group recorded a share of loss from an associate of \$16,000 in 1H 2011 for the operating expenses of the Project Swan.

The Group posted lower profit before income tax of \$0.44 million for 1H 2011 compared to \$0.92 million in the previous corresponding period. Net loss after tax of \$15,000 was recorded in 1H 2011 compared to profit net of tax of \$0.48 million in 1H 2010. The higher income tax expenses in 1H 2011 was due to profitable operations in higher tax jurisdictions, however, losses incurred by subsidiaries in Singapore and the metallic business unit were not available for offset against profit generated by subsidiaries of the other business units.

The Group posted a loss attributable to owners of the Company of \$15,000 in 1H 2011, compared to profit of \$483,000 in 1H 2010.

## **Financial Position**

### **Non-current Assets**

The Group's non-current assets stood at \$17.37 million as at 30 June 2011, an increase of \$5.91 million from \$11.46 million as at 31 December 2010 mainly due to the final payment of \$5.57 million for the acquisition of a 50.54% shareholding interest in a majority stake in a BVI incorporated company that holds a 30% shareholding interest in a PRC developer in 1H 2011. The decrease of \$0.27 million arose from net book value of plant and equipment mainly due to depreciation of \$0.61 million during 1H 2011, after adjusting for additional fixed assets purchase of \$0.41 million in the same period.

### **Current Assets**

The Group's current assets amounted to \$19.36 million, a reduction of \$6.31 million compared to 31 December 2010. Trade receivables, other assets and inventories declined by \$0.97 million due to better cash flow management. Cash and cash equivalents decreased by \$5.34 million due to the final payment of \$5.57 million for the acquisition of shares in a subsidiary.

### **Total Liabilities**

Total liabilities as at 30 June 2011 was \$5.86 million, a decline of \$0.77 million from \$6.63 million in the previous corresponding period. During the period, the Group has repaid its bank borrowings of approximately \$2.07 million, increase borrowings of \$0.97 for trade finance by one of its subsidiaries and payment of income tax of \$0.05 million. Trade and related payables increased \$0.41 million due to improvement in operational efficiency. Approximately \$0.02 million under non-current liabilities was for deferred tax and the financial lease liabilities which comprised of the hire purchase creditors of \$0.03 million.

## **Total Equity**

The equity improved by \$0.37 million from \$30.50 million as at 31 December 2010 to \$30.87 million as at 30 June 2011 mainly due to gain included in equity directly from the issuance of treasury shares as partial consideration for the the acquisition of a 50.54% shareholding interest in a subsidiary in 1H 2011. In addition, the Group recorded foreign currency translation reserve losses due to the stronger Singapore Dollar relative to Indonesia Rupiah, Malaysia Ringgit and China Renminbi.

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

On 3 August 2011, the Group issued a profit guidance announcing that the Group expected to report a net loss after tax for 1H 2011. The Group's unaudited results for the period ended 30 June 2011 was in line with the guidance.

### **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**

Although our main suppliers are not affected by the natural disaster in Japan, the Group will have to continuously monitor any impact on our raw materials' requirement. If our end customers' production schedules are affected by raw materials produced at those crisis areas, it may result in push-out of orders that our customers have placed with the Group.

The political turmoils in the Middle-East have created some major concerns on the price of crude oil which may have impact on the cost of raw materials that the Group are dependent upon. Directors believe that the general business environment is still vulnerable to political uncertainties in the Middle East.

The recent crisis triggered by the debts problems of the United States and Euro zone has further clouded the future financial outlook of the Group. The ensuing decrease in demand for consumer goods in the two major trading blocs and volatile US currency rates pose challenging hurdles for the Group.

Nevertheless, the Group would continue to explore other business opportunities which can enhance long term shareholder value. These include geographical expansion, mergers and acquisitions, divestment and partnering with long term strategic investor(s) who can add depth and breadth to the Group's existing business portfolio.

### **11. Dividend**

#### ***(a) Current Financial Period Reported On***

Any dividend declared for the current financial period reported on? No

#### ***(b) Corresponding Period of the Immediately Preceding Financial Year***

Any dividend declared for the corresponding period of the immediately preceding financial year? No

#### ***(c) Date payable***

Not applicable.

#### ***(d) Books closure date***

Not applicable.

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

Not applicable.

**13. Negative Assurance Confirmation on Interim Financial Results Under Rule 705(5) of the Listing Manual**

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results of the Group and Company for the 6 months ended on 30 June 2011 to be false or misleading in any material aspect.

**BY ORDER OF THE BOARD**

Cheong Weixiong, Jeff  
Executive Director  
12 August 2011