



**G. K. GOH HOLDINGS LIMITED**  
Financial Statements  
And Dividend Announcement  
For The Year Ended 31 December 2010

(Co. Reg. No. 199000184D)

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## **REVIEW OF PERFORMANCE OF THE GROUP**

### Results for the 3 months ended December 2010

The Group's 4<sup>th</sup> quarter attributable net profits rose by 24% to S\$10.3 million, while total comprehensive income increased to S\$9.8 million. Earnings per share for the quarter amounted to 3.26 cents.

The 4<sup>th</sup> quarter results included profits of S\$1.7 million from G. K. Goh Financial Services (S) Pte Ltd ("GKGFS"), the Group's foreign exchange and financial futures business. In October, GKGFS launched a new online trading platform and was quickly able to capture a significantly higher amount of business from wholesale clients. This resulted in commission and broking revenues of S\$4.9 million, compared to S\$0.3 million in the preceding quarter. Market penetration has improved much faster than expected; we had earlier anticipated profits only in mid-2011. This is purely an agency business, and GKGFS does not take proprietary trading risks.

Earnings were also boosted by strong investment returns. Investment income amounted to S\$6.5 million, more than doubling the income in 4Q 2009. At the end of the quarter, our short-term investment portfolio amounted to S\$66.8 million, approximately 4% less than the value at the end of September 2010, but 52% higher than that at the end of December 2009.

Profits were boosted by the reversal of a S\$2.6 million provision made just a year ago against the value of the shophouses that we own in Tanjong Pagar. As the broader property market has rebounded, the value of our shophouses recovered back to S\$26.0 million, based on the latest independent valuation done at the end of November 2010.

Operating expenses rose because of performance-linked compensation and expenses relating to the GKGFS launch.

In aggregate our associates had a flat quarter with S\$2.3 million of profits. Boardroom Ltd ("Boardroom") delivered a strong December quarter, boosted by its recent buyout of NewReg Pty Ltd ("NewReg") in Australia. Eastern & Oriental Bhd ("E&O") continues to book profits from its successful Penang and Kuala Lumpur developments. Value Monetization Ltd recorded a small loss because of mark-to-market valuations of some listed assets.

Taxation remained low because income could be offset against prior years' losses.

### Results for the 12 months ended December 2010

For 2010, the Group's revenues grew by 33% to S\$30.4 million and net profits rose by more than 9 times to S\$29.4 million. Earnings per share amounted to 9.16 cents, and the Group's net assets have risen to 98.6 cents per share (2009: 91.4 cents). For the 2010 financial year, your Directors are recommending a first and final dividend of 3 cents (2009: 1.5 cents).

Investment income of S\$22.3 million was a marked improvement from the S\$16.0 million earned in 2009.

Although GKGFS reported a loss of S\$0.7 million for the year, it was able to eliminate two-thirds of the S\$2.4 million losses it had accumulated in the first nine months of year following the successful launch of its new online forex trading platform.

## **REVIEW OF PERFORMANCE OF THE GROUP (CONT'D)**

Associates contributed S\$12.8 million, compared to a loss of S\$1.2 million last year. This was largely due to a S\$6.8 million profit from Boardroom, of which \$3.6 million relates to a non-cash gain recorded when its associated company, NewReg, became a subsidiary. A profit of S\$2.9 million was also recognised at the Group level for the sale of its stake in NewReg to Boardroom. E&O contributed S\$3.8 million to Group profits, compared to an operating loss of S\$2.2 million in the preceding year. Platinum Holdings Company Ltd, the Hong Kong-based investment house, contributed associate earnings of S\$1.8 million over the year (2009: \$0.8 million).

Total comprehensive income rose by 100% to S\$29.8 million. Other comprehensive income showed a small gain of S\$0.4 million for the year.

The Group's balance sheet remains robust with net current assets of S\$116.9 million. The steep increase in trade creditors relates to increased margins placed by clients with GKGFS; this is also reflected in the increase in cash and bank balances.

## **VARIANCE BETWEEN PREVIOUS PROSPECT STATEMENT AND ACTUAL RESULTS**

None

## **COMMENTARY ON PROSPECTS**

Equity markets have already rebounded very substantially from crisis levels and we should not expect the investment returns of 2010 to be easily replicated.

Overall, we expect the Group to be profitable in 2011.

# Financial Statements

## INCOME STATEMENT

(Amounts in Singapore dollars)  
(These figures have not been audited)

	Note	Group 3 months ended			Group Year ended		
		31 Dec 2010 \$'000	31 Dec 2009 \$'000	+ / (-) %	31 Dec 2010 \$'000	31 Dec 2009 \$'000	+ / (-) %
<b>Continuing operations</b>							
<b>Revenue</b>							
Commission and broking income		4,902	401	1,122	5,856	1,686	247
Investment income		6,514	2,450	166	22,259	16,033	39
Other income		504	2,450	(79)	2,267	5,129	(56)
Total revenue		<u>11,920</u>	<u>5,301</u>	125	<u>30,382</u>	<u>22,848</u>	33
<b>Cost and expenses</b>							
Commission paid to agents		(1,321)	(78)	1,594	(1,669)	(259)	544
Employees' compensation and related costs		(3,005)	(1,269)	137	(8,845)	(4,406)	101
Office and equipment rental costs		(242)	(148)	64	(815)	(581)	40
Depreciation		(177)	(179)	(1)	(684)	(793)	(14)
Technology and information service costs		(330)	(310)	6	(1,094)	(838)	31
(Loss) / gain on foreign currency exchange		(139)	(33)	321	817	(4,276)	NM
Reversal / (provision) of impairment of investment property		2,573	-	NM	2,573	(2,594)	NM
Provision for doubtful debts		(197)	(21)	838	(760)	(71)	970
Other operating expenses		(694)	(504)	38	(2,286)	(1,956)	17
Total cost and expenses		<u>(3,532)</u>	<u>(2,542)</u>	39	<u>(12,763)</u>	<u>(15,774)</u>	(19)
<b>Profit from continuing operating activities</b>		<b>8,388</b>	<b>2,759</b>	204	<b>17,619</b>	<b>7,074</b>	149
Finance costs		(88)	(44)	100	(287)	(188)	53
Share of profit / (loss) of associated companies		2,264	1,695	34	12,795	(1,156)	NM
Loss on dilution of equity interest in associated companies		-	(7,768)	NM	-	(7,768)	NM
Negative goodwill arising from the acquisition of associated companies		-	6,567	NM	127	6,567	(98)
Write-back of impairment of associated companies		-	2,515	NM	-	-	NM
<b>Profit before taxation</b>	B	<b>10,564</b>	<b>5,724</b>	85	<b>30,254</b>	<b>4,529</b>	568
Taxation	C	(229)	1,010	NM	(839)	(1,614)	(48)
<b>Profit for the year</b>		<b>10,335</b>	<b>6,734</b>	53	<b>29,415</b>	<b>2,915</b>	909
Profit / (loss) attributable to:							
Members of the Company		10,335	8,364	24	29,072	5,487	430
Minority interest		-	(1,630)	NM	343	(2,572)	NM
		<u>10,335</u>	<u>6,734</u>	53	<u>29,415</u>	<u>2,915</u>	909
<b>Earnings per share</b>							
<b>Basic and diluted:</b>	E	<b>3.26 cents</b>	<b>2.63 cents</b>		<b>9.16 cents</b>	<b>1.72 cents</b>	
- continuing operations:		<b>3.26 cents</b>	<b>2.63 cents</b>		<b>9.16 cents</b>	<b>1.72 cents</b>	

# Financial Statements

## STATEMENT OF COMPREHENSIVE INCOME

(Amounts in Singapore dollars)

(These figures have not been audited)

	Group 3 months ended			Group Year ended		
	31 Dec 2010 \$'000	31 Dec 2009 \$'000	+ / (-) %	31 Dec 2010 \$'000	31 Dec 2009 \$'000	+ / (-) %
<b>Profit net of tax</b>	<b>10,335</b>	<b>6,734</b>	53	<b>29,415</b>	<b>2,915</b>	909
<b>Other comprehensive income / (loss)</b>						
Net gain / (loss) on fair value changes of available-for-sale financial assets	1,034	(5,328)	NM	(270)	10,802	NM
Share options in associated company	78	124	(37)	(47)	123	NM
Foreign currency translation	(1,672)	61	NM	721	1,063	(32)
<b>Other comprehensive income / (loss) for the year, net of tax</b>	<b>(560)</b>	<b>(5,143)</b>	(89)	<b>404</b>	<b>11,988</b>	(97)
<b>Total comprehensive income for the year</b>	<b>9,775</b>	<b>1,591</b>	514	<b>29,819</b>	<b>14,903</b>	100
Total comprehensive income / (loss) attributable to:						
Members of the Company	9,775	3,129	212	28,490	17,700	61
Minority interest	-	(1,538)	NM	1,329	(2,797)	NM
	<b>9,775</b>	<b>1,591</b>	514	<b>29,819</b>	<b>14,903</b>	100

NM : Not meaningful

# Financial Statements

## BALANCE SHEETS

(Amounts in Singapore dollars)  
(These figures have not been audited)

	Note	Group		Company	
		31 Dec 2010 \$'000	31 Dec 2009 \$'000	31 Dec 2010 \$'000	31 Dec 2009 \$'000
<b>Non-current assets</b>					
Property, plant and equipment		246	388	-	-
Investment properties		25,818	23,652	-	-
Subsidiary companies		-	-	46,091	36,759
Associated companies		106,588	112,501	5,688	5,635
Long-term investments		72,041	64,828	-	-
Amounts receivable from subsidiary companies		-	-	6,500	-
Deferred tax asset		712	989	-	-
Other receivables		1,201	1,037	-	-
<b>Current assets</b>					
Amounts receivable from subsidiary companies		-	-	183,338	186,032
Amounts receivable from associated company		656	842	-	-
Trade debtors		7,687	3,619	-	-
Other debtors		1,229	926	93	6
Financial assets		66,802	43,895	-	-
Cash and bank balances		144,955	83,330	31,397	32,514
		<b>221,329</b>	<b>132,612</b>	<b>214,828</b>	<b>218,552</b>
<b>Current liabilities</b>					
Trade creditors		87,463	24,838	-	-
Other creditors		6,631	3,160	659	674
Bank borrowings	D	9,237	650	-	-
Provision for taxation		1,134	619	428	85
		<b>104,465</b>	<b>29,267</b>	<b>1,087</b>	<b>759</b>
<b>Net current assets</b>		<b>116,864</b>	<b>103,345</b>	<b>213,741</b>	<b>217,793</b>

# Financial Statements

## BALANCE SHEETS (Continued)

	Note	Group		Company	
		31 Dec 2010 \$'000	31 Dec 2009 \$'000	31 Dec 2010 \$'000	31 Dec 2009 \$'000
<b>Non-current liabilities</b>					
Bank borrowings	D	(10,454)	(11,104)	-	-
Deferred tax liability		(354)	(178)	(117)	(140)
<b>Net assets</b>		<u>312,662</u>	<u>295,458</u>	<u>271,903</u>	<u>260,047</u>
<b>Equity</b>					
Share capital		183,112	183,112	183,112	183,112
Capital reserve		609	362	137	137
Revenue reserve		132,887	110,825	88,654	76,798
Fair value adjustment reserve		2,163	2,433	-	-
Foreign currency translation reserve		(6,109)	(5,800)	-	-
		<u>312,662</u>	<u>290,932</u>	<u>271,903</u>	<u>260,047</u>
Minority interest		-	4,526	-	-
<b>Total equity</b>		<u>312,662</u>	<u>295,458</u>	<u>271,903</u>	<u>260,047</u>



# Financial Statements

## STATEMENTS OF CHANGES IN EQUITY

(Amounts in Singapore dollars)

(These figures have not been audited)

2010 Group	Attributable to Members of the Company								
	Equity Total \$'000	Equity attributable to Members of the Company \$'000	Share Capital \$'000	Revenue Reserve \$'000	Other Reserves \$'000	Capital Reserve \$'000	Fair Value Adjustment Reserve \$'000	Foreign Currency Translation Reserve \$'000	Minority Interests \$'000
<b>Opening balance at 1 January 2010</b>	295,458	290,932	183,112	110,825	(3,005)	362	2,433	(5,800)	4,526
Profit for the year	29,415	29,072	-	29,072	-	-	-	-	343
<u>Other comprehensive income / (loss)</u>									
Net loss on fair value changes of available-for-sale financial assets	(270)	(270)	-	-	(270)	-	(270)	-	-
Share options in associated company	(47)	(3)	-	-	(3)	(3)	-	-	(44)
Foreign currency translation	721	(309)	-	-	(309)	-	-	(309)	1,030
Other comprehensive income / (loss) for the year	404	(582)	-	-	(582)	(3)	(270)	(309)	986
<b>Total comprehensive income / (loss) for the year</b>	<b>29,819</b>	<b>28,490</b>	<b>-</b>	<b>29,072</b>	<b>(582)</b>	<b>(3)</b>	<b>(270)</b>	<b>(309)</b>	<b>1,329</b>
<u>Contributions by and distributions to owners</u>									
Change in equity share of associated companies	(1,380)	(1,380)	-	(1,630)	250	250	-	-	-
Shares re-purchased	(622)	(622)	-	(622)	-	-	-	-	-
Dividends on ordinary shares paid	(4,758)	(4,758)	-	(4,758)	-	-	-	-	-
Total contributions by and distribution to owners	(6,760)	(6,760)	-	(7,010)	250	250	-	-	-
<u>Changes in ownership interests in subsidiaries that do not result in loss of control</u>									
Acquisition of minority interests	(5,855)	-	-	-	-	-	-	-	(5,855)
Total changes in ownership interests in subsidiaries	(5,855)	-	-	-	-	-	-	-	(5,855)
<b>Total transactions with owners in their capacity as owners</b>	<b>(12,615)</b>	<b>(6,760)</b>	<b>-</b>	<b>(7,010)</b>	<b>250</b>	<b>250</b>	<b>-</b>	<b>-</b>	<b>(5,855)</b>
<b>Closing balance at 31 December 2010</b>	<b>312,662</b>	<b>312,662</b>	<b>183,112</b>	<b>132,887</b>	<b>(3,337)</b>	<b>609</b>	<b>2,163</b>	<b>(6,109)</b>	<b>-</b>

# Financial Statements

## STATEMENTS OF CHANGES IN EQUITY (Continued)

2009 Group	Attributable to Members of the Company								
	Equity Total	Equity attributable to Members of the Company	Share Capital	Revenue Reserve	Other Reserves	Capital Reserve	Fair Value Adjustment Reserve	Foreign Currency Translation Reserve	Minority Interests
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Opening balance at 1 January 2009</b>	<b>282,162</b>	<b>277,045</b>	<b>183,112</b>	<b>109,151</b>	<b>(15,218)</b>	<b>270</b>	<b>(8,369)</b>	<b>(7,119)</b>	<b>5,117</b>
Profit for the year	2,915	5,487	-	5,487	-	-	-	-	(2,572)
<u>Other comprehensive income / (loss)</u>									
Net gain on fair value changes of available-for-sale financial assets	10,802	10,802	-	-	10,802	-	10,802	-	-
Share options in associated company	123	92	-	-	92	92	-	-	31
Foreign currency translation	1,063	1,319	-	-	1,319	-	-	1,319	(256)
Other comprehensive income / (loss) for the year	11,988	12,213	-	-	12,213	92	10,802	1,319	(225)
<b>Total comprehensive income / (loss) for the year</b>	<b>14,903</b>	<b>17,700</b>	<b>-</b>	<b>5,487</b>	<b>12,213</b>	<b>92</b>	<b>10,802</b>	<b>1,319</b>	<b>(2,797)</b>
<u>Contributions by and distributions to owners</u>									
Shares re-purchased	(631)	(631)	-	(631)	-	-	-	-	-
Dividends on ordinary shares paid	(3,182)	(3,182)	-	(3,182)	-	-	-	-	-
Total contributions by and distribution to owners	(3,813)	(3,813)	-	(3,813)	-	-	-	-	-
<u>Changes in ownership interests in subsidiaries that do not result in loss of control</u>									
Shares issuance to minority shareholders	2,206	-	-	-	-	-	-	-	2,206
Total changes in ownership interests in subsidiaries	2,206	-	-	-	-	-	-	-	2,206
<b>Total transactions with owners in their capacity as owners</b>	<b>(1,607)</b>	<b>(3,813)</b>	<b>-</b>	<b>(3,813)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,206</b>
<b>Closing balance at 31 December 2009</b>	<b>295,458</b>	<b>290,932</b>	<b>183,112</b>	<b>110,825</b>	<b>(3,005)</b>	<b>362</b>	<b>2,433</b>	<b>(5,800)</b>	<b>4,526</b>

# Financial Statements

## STATEMENTS OF CHANGES IN EQUITY (Continued)

2010 Company	Equity Total \$'000	Share Capital \$'000	Revenue Reserve \$'000	Other Reserves \$'000
<b>Opening balance at 1 January 2010</b>	<b>260,047</b>	<b>183,112</b>	<b>76,798</b>	<b>137</b>
Profit for the year	17,236	-	17,236	-
Other comprehensive income for the year	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>17,236</b>	<b>-</b>	<b>17,236</b>	<b>-</b>
<u>Contributions by and distributions to owners</u>				
Shares re-purchased	(622)	-	(622)	-
Dividends on ordinary shares paid	(4,758)	-	(4,758)	-
<b>Total transactions with owners in their capacity as owners</b>	<b>(5,380)</b>	<b>-</b>	<b>(5,380)</b>	<b>-</b>
<b>Closing balance at 31 December 2010</b>	<b>271,903</b>	<b>183,112</b>	<b>88,654</b>	<b>137</b>

2009 Company	Equity Total \$'000	Share Capital \$'000	Revenue Reserve \$'000	Other Reserves \$'000
<b>Opening balance at 1 January 2009</b>	<b>244,934</b>	<b>183,112</b>	<b>61,685</b>	<b>137</b>
Profit for the year	18,926	-	18,926	-
Other comprehensive income for the year	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>18,926</b>	<b>-</b>	<b>18,926</b>	<b>-</b>
<u>Contributions by and distributions to owners</u>				
Shares re-purchased	(631)	-	(631)	-
Dividends on ordinary shares paid	(3,182)	-	(3,182)	-
<b>Total transactions with owners in their capacity as owners</b>	<b>(3,813)</b>	<b>-</b>	<b>(3,813)</b>	<b>-</b>
<b>Closing balance at 31 December 2009</b>	<b>260,047</b>	<b>183,112</b>	<b>76,798</b>	<b>137</b>

# Financial Statements

## CONSOLIDATED STATEMENT OF CASH FLOW

(Amounts in Singapore dollars)  
(These figures have not been audited)

	Group Year ended	
	31 Dec 2010 \$'000	31 Dec 2009 \$'000
<b>Cash flow from operating activities:</b>		
Profit before taxation	30,254	4,529
Adjustments for :-		
Depreciation of property, plant and equipment	684	793
Loss on disposal of property, plant and equipment	1	-
Negative goodwill on acquisition of minority interests	(693)	-
Loss on disposal of an associated company	570	1,206
Interest expense	287	188
Interest income	(1,532)	(1,023)
Dividend income	(2,445)	(1,716)
(Gain) / loss on sale of long-term investments	(3,346)	8,465
Provision of allowance for doubtful debts	760	71
Fair value adjustment	(914)	(15,503)
(Reversal) / provision of impairment of investment property	(2,573)	2,594
Reversal of tax indemnity provision on disposal of stockbroking businesses	-	(4,134)
Share of (profit) / loss of associated companies	(12,795)	1,156
Loss on dilution of equity interest in associated company	-	7,768
Negative goodwill arising from the acquisition of associated companies	(127)	(6,567)
<b>Operating profit / (loss) before reinvestment in working capital</b>	8,131	(2,173)
(Increase) / decrease in debtors	(4,925)	3,014
Increase in short-term investments	(20,878)	(20,773)
Increase / (decrease) in creditors	66,077	(28,985)
<b>Cash flow from / (used in) operations</b>	48,405	(48,917)
Interest paid	(268)	(180)
Interest received	1,361	700
Income tax paid	(7)	(436)
<b>Net cash from / (used in) operating activities</b>	49,491	(48,833)

# Financial Statements

## CONSOLIDATED STATEMENT OF CASH FLOW (Continued)

	Group Year ended	
	31 Dec 2010 \$'000	31 Dec 2009 \$'000
<b>Cash flow from investing activities:</b>		
Purchase of property, plant and equipment	(152)	(113)
Purchase of long-term investments	(19,931)	(23,655)
Proceeds from sale of long-term investments	16,952	18,488
Investment in associated company	(995)	(12,412)
Proceeds from disposal of associated companies	13,206	10,781
Net dividend received from associated companies	4,108	3,119
Dividend income	2,344	707
<b>Net cash from / (used in) investing activities</b>	<u>15,532</u>	<u>(3,085)</u>
<b>Cash flow from financing activities:</b>		
Dividends paid	(4,758)	(3,182)
Proceeds from issuance of shares to minority shareholders	-	2,206
Acquisition of minority interests	(5,185)	-
Shares re-purchased	(622)	(631)
Proceeds from / (repayment of) bank borrowings	7,937	(650)
<b>Net cash used in financing activities</b>	<u>(2,628)</u>	<u>(2,257)</u>
Net increase / (decrease) in cash and cash equivalents	62,395	(54,175)
Effect of exchange rate changes in opening cash and cash equivalents	(770)	2,493
Cash and cash equivalents at beginning of year	83,330	135,012
<b>Cash and cash equivalents at end of year</b>	<u>144,955</u>	<u>83,330</u>

Cash and bank balances of the Group include fixed deposits of \$28,752,000 (2009: \$30,472,000) and other cash and bank balances of \$21,596,000 (2009: \$5,531,000) of a subsidiary company which are segregated under SGX-DT Rules and represent funds deposited by customers and accruing to customers as a result of trades or contracts in SGX-DT.

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2010

(Amounts in Singapore dollars)  
(These figures have not been audited)

### A. SHARE CAPITAL

In the year ended 31 December 2010, a total of 1,000,000 (2009: 1,500,000) shares were purchased by the Company and no (2009: Nil) shares were issued in the same year. The Company does not hold any treasury shares as at 31 December 2010 and 2009.

### B. REVENUE AND EXPENSES

Profit before taxation includes the following:

	Group Year ended	
	31 Dec 2010 \$'000	31 Dec 2009 \$'000
Commission and broking income –		
Commission	885	628
Forex broking income	4,971	1,058
Investment income –		
Fair value adjustment for short-term investments	2,029	11,123
Fair value adjustment for long-term investments	(1,115)	4,273
Reversal of impairment loss for other receivables	-	107
Gain on sale of short-term investments	14,022	6,256
Gain / (loss) on sale of long-term investments	3,346	(8,465)
Gross dividend income :		
- Quoted investments	2,445	1,716
Interest income :		
- Fixed deposits	229	353
- Others	1,303	670
Other income –		
Service income	334	631
Rental income	1,796	1,561
Reversal of tax indemnity provision on disposal of stockbroking businesses	-	4,134
Finance cost –		
Interest expense -		
Bank loans and overdrafts	(237)	(146)
Others	(50)	(42)

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### C. TAX

	<b>Group Year ended</b>	
	<b>31 Dec 2010</b>	<b>31 Dec 2009</b>
	\$'000	\$'000
Current taxation		
Current year	(664)	(45)
Overprovision in respect of prior years	39	1,521
Deferred tax	(214)	(3,090)
	<u>(839)</u>	<u>(1,614)</u>

### D. AGGREGATE AMOUNT OF GROUP'S BORROWINGS

	<b>Secured</b>		<b>Unsecured</b>	
	<b>31 Dec 2010</b>	<b>31 Dec 2009</b>	<b>31 Dec 2010</b>	<b>31 Dec 2009</b>
	\$'000	\$'000	\$'000	\$'000
Amount due within one year	650	650	8,587	-
Amount due after one year	10,454	11,104	-	-
	<u>11,104</u>	<u>11,754</u>	<u>8,587</u>	<u>-</u>

The bank borrowing is secured against an investment property held by a subsidiary company.

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### E. EARNINGS PER SHARE

- (a) Basic earnings per share ("EPS") is calculated by dividing the profit attributable to shareholders after deducting minority interest of \$29,072,000 (2009: \$5,487,000) by the weighted average number of ordinary shares in issue during the period of 317,345,000 (2009: 318,429,000).
- (b) Fully diluted EPS is calculated after adjusting for those shares not yet exercised under the 2000 SOS as follows:-

	<b>Group</b>	
	<b>Year ended</b>	
	<u>31 Dec 2010</u>	<u>31 Dec 2009</u>
	'000	'000
Weighted average number of ordinary shares outstanding used in the calculation of fully diluted EPS	317,345	318,429
	<u><u>317,345</u></u>	<u><u>318,429</u></u>

There are no outstanding share options as at 31 December 2010 (2009: Nil).

### F. NET ASSET VALUE PER SHARE

	<b>Group</b>		<b>Company</b>	
	<u>31 Dec 2010</u>	<u>31 Dec 2009</u>	<u>31 Dec 2010</u>	<u>31 Dec 2009</u>
Net asset value per share based on existing issued share capital as at the end of the respective period	98.58 cts	91.44 cts	85.73 cts	81.73 cts
	<u><u>98.58 cts</u></u>	<u><u>91.44 cts</u></u>	<u><u>85.73 cts</u></u>	<u><u>81.73 cts</u></u>



# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### G. SEGMENTAL RESULTS

	Investment Holding \$'000	Futures & Foreign Exchange Broking \$'000	Elimination \$'000	Consol \$'000
<b>2010</b>				
<b>Revenue</b>				
External revenue	24,171	6,211	-	30,382
Inter-segment revenue	15	53	(68)	-
Total revenue	<u>24,186</u>	<u>6,264</u>	<u>(68)</u>	<u>30,382</u>
<b>Results</b>				
Interest income	1,203	344	(15)	1,532
Interest expense	239	63	(15)	287
Depreciation	597	87	-	684
Fair value adjustments	914	-	-	914
Reversal of impairment of investment property	2,573	-	-	2,573
Share of profit of associated companies	12,795	-	-	12,795
Negative goodwill arising from the acquisition of associated companies	127	-	-	127
Segment results	<u>30,999</u>	<u>(745)</u>	<u>-</u>	<u>30,254</u>
<b>Balance Sheet</b>				
<b>Assets</b>				
Investment in associated companies and joint ventures	106,588	-	-	106,588
Additions to non-current assets	40	112	-	152
Segment assets	<u>322,992</u>	<u>110,886</u>	<u>(6,655)</u>	<u>427,223</u>
Unallocated assets				<u>712</u>
Total assets				<u><u>427,935</u></u>
<b>Liabilities</b>				
Segment liabilities	<u>25,275</u>	<u>95,165</u>	<u>(6,655)</u>	<u>113,785</u>
Unallocated liabilities				<u>1,488</u>
Total liabilities				<u><u>115,273</u></u>

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### G. SEGMENTAL RESULTS (CONTINUED)

	Investment Holding \$'000	Futures and Foreign Exchange Broking \$'000	Elimination \$'000	Consol \$'000
<b>2009</b>				
<b>Revenue</b>				
External revenue	20,199	2,649	-	22,848
Inter-segment revenue	-	26	(26)	-
Total revenue	<u>20,199</u>	<u>2,675</u>	<u>(26)</u>	<u>22,848</u>
<b>Results</b>				
Interest income	700	323	-	1,023
Interest expense	146	42	-	188
Depreciation	564	229	-	793
Fair value adjustments	15,503	-	-	15,503
Impairment of investment property	(2,594)	-	-	(2,594)
Share of loss of associated companies	(1,156)	-	-	(1,156)
Loss on dilution of equity interest in associated companies	(7,768)	-	-	(7,768)
Negative goodwill arising from the acquisition of associated companies	6,567	-	-	6,567
Segment results	<u>6,121</u>	<u>(1,592)</u>	<u>-</u>	<u>4,529</u>
<b>Balance Sheet</b>				
<b>Assets</b>				
Investment in associated companies and joint ventures	112,487	-	-	112,487
Additions to non-current assets	82	31	-	113
Segment assets	<u>290,191</u>	<u>44,899</u>	<u>(72)</u>	<u>335,018</u>
Unallocated assets				<u>989</u>
Total assets				<u><u>336,007</u></u>
<b>Liabilities</b>				
Segment liabilities	<u>14,396</u>	<u>25,428</u>	<u>(72)</u>	<u>39,752</u>
Unallocated liabilities				<u>797</u>
Total liabilities				<u><u>40,549</u></u>

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### G. SEGMENTAL RESULTS (CONTINUED)

Revenue and non-current assets information based on the geographical location of customers and assets respectively are as follows:

	Revenue		Non-current Assets	
	2010 \$'000	2009 \$'000	2010 \$'000	2009 \$'000
Singapore	2,259	2,421	25,647	23,521
Japan	519	203	-	-
Thailand	159	135	-	-
Malaysia	20	42	-	-
Indonesia	13	5	-	-
Taiwan	42	10	-	-
Philippines	-	-	417	519
Others	3	4	-	-
Total revenue	3,015	2,820	26,064	24,040

Revenue information presented above consists of commission, service and rental income.

Non-current assets information consist of property, plant and equipment and investment properties as presented in the consolidated balance sheet.

### H. A BREAKDOWN OF SALES

	Group Year Ended		+(-) %
	31 Dec 2010 \$'000	31 Dec 2009 \$'000	
<u>First Half</u>			
Sales reported for first half year	8,028	3,873	107
Operating profit / (loss) after tax before deducting minority interests reported for first half year	6,984	(13,804)	NM
<u>Second Half</u>			
Sales reported for second half year	22,354	18,975	18
Operating profit after tax before deducting minority interests reported for second half year	22,431	16,719	34

# Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### I. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The accounting policies have been consistently applied by the Company and by the Group and are consistent with those used in the previous financial year.

### DIVIDENDS

	Group and Company Year ended	
	31 Dec 2010 '000	31 Dec 2009 '000
Final dividends paid, 1.5 cents per ordinary share, one-tier tax exempt (2009: 1 cent per ordinary share)	4,758	3,182

The Directors propose that a first and final dividend of 3 cents per ordinary share (one-tier tax exempt) be paid in respect of the current financial year. The proposed dividend will amount to approximately \$9,515,000.

Payment of the dividend is subject to the approval of the shareholders of the Company at the forthcoming Annual General Meeting. Notice will be given at a later date on the payment date of dividend.

### AUDIT

These Financial Statements have not been audited or reviewed by the Auditors.

### CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(4)

The Board of Directors hereby confirm that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the unaudited Financial Statements of the Company and of the Group for the year ended 31 December 2010 to be false or misleading in any material aspect.

### BY ORDER OF THE BOARD

**Tan Cher Liang**  
Company Secretary

24 February 2011  
Singapore