

KODA LTD
Full Year Financial Statement and Dividend Announcement

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 period

Consolidated Profit and Loss Statement – 4Q09 and 12 months ended 30 June 2009

	3 months ended 30/6/2009 ("4Q09") US\$'000	3 months ended 30/6/2008 ("4Q08") US\$'000	Change %	12 months ended 30/6/2009 US\$'000	12 months ended 30/6/2008 US\$'000	Change %
Revenue	8,018	10,289	(22.1)	37,775	54,944	(31.2)
Cost of sales	(5,859)	(7,365)	(20.4)	(27,887)	(38,930)	(28.4)
Gross profit	2,159	2,924	(26.2)	9,888	16,014	(38.3)
Other operating income	670	234	187.6	934	600	55.7
Selling and distribution costs	(906)	(993)	(8.8)	(3,772)	(4,051)	(6.9)
Administrative expenses	(1,917)	(2,308)	(16.9)	(6,958)	(7,090)	(1.9)
Other operating expense	(1)	(1)	NA	(94)	(206)	(54.4)
Finance costs	(28)	(55)	(49.1)	(141)	(188)	(25.0)
(Loss) / Profit before income tax	(23)	(199)	(87.9)	(143)	5,079	NA
Income tax expense	(45)	(109)	(58.7)	(133)	(415)	(68.0)
(Loss) / Profit after current year income tax provision	(68)	(308)	(77.6)	(276)	4,664	NA
Income tax – underprovision in prior years (due to change in tax laws)	-	(365)	NA	-	(365)	NA
(Loss) / Profit after income tax	(68)	(673)	(89.7)	(276)	4,299	NA
Attributable to:						
Equity holders of the parent	(82)	(518)	(86.1)	(297)	4,200	NA
Minority interest	14	(155)	NA	21	99	(78.8)
	(68)	(673)	(89.7)	(276)	4,299	NA

Notes to Profit and Loss account

	3 months ended 30/06/2009 ("4Q09") US\$'000	3 months ended 30/06/2008 ("4Q08") US\$'000	12 months ended 30/06/2009 US\$'000	12 months ended 30/06/2008 US\$'000
<u>Other operating income</u>				
Rental income	40	47	174	174
Interest income	41	57	127	207
Dividend income from available-for-sale investments	1	2	1	2
Exchange gain	136	40	186	-
Gain on disposal of fixed assets	449	-	423	-
Gain on disposal of available-for-sale investments	-	-	-	108
Other	3	89	23	109
	670	235	934	600

Other operating expenses

Foreign exchange loss	-	-	-	(96)
Provision for slow-moving stocks	(1)	-	(18)	-
Bad debts written off	-	-	(67)	-
Provision for impairment on investments	-	-	-	(92)
Loss on disposal of fixed assets	-	-	-	(18)
Other	-	(1)	(9)	-
	(1)	(1)	(94)	(206)

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

As at 30 June	Group		Company	
	2009 US\$' 000	2008 US\$' 000	2009 US\$' 000	2008 US\$' 000
ASSETS				
Current assets				
Cash and Fixed Deposits	3,488	5,105	643	1,847
Trade receivables	3,964	4,255	5,128	5,169
Other receivables and prepayments	3,100	4,315	6,500	5,345
Inventories	9,458	8,574	1,034	982
Total current assets	20,010	22,249	13,305	13,343
Non-current assets				
Investment in subsidiaries	-	-	11,669	11,518
Property, plant and equipment	13,272	13,528	736	770
Intangible assets	373	461	-	-
Available-for-sale investment and other assets	769	767	678	700
Goodwill on consolidation	728	728	-	-
Total non-current assets	15,142	15,484	13,083	12,988
Total assets	35,152	37,733	26,388	26,331
LIABILITIES AND EQUITY				
Current liabilities				
Bank overdrafts and bills payable	406	103	406	33
Trade payables	3,447	3,207	4,412	12,537
Other payables and accruals	2,126	2,390	962	1,224
Income tax payable	256	619	61	105
Finance lease obligations: current portion	250	387	26	31
Long-term bank loans: current portion	380	380	380	380
Total current liabilities	6,865	7,086	6,247	14,310
Non-current liabilities				
Finance lease obligations	499	977	52	79
Long-term bank loans	95	475	95	475
Deferred tax liabilities	-	-	-	-
Total non-current liabilities	594	1,452	147	554
Capital and reserves				
Issued capital	4,040	4,040	4,040	4,040
Capital reserves	2,193	229	17	38
Currency translation reserve	298	886	-	-
Retained earnings	20,197	22,931	15,937	7,389
Equity attributable to shareholders	26,728	28,086	19,994	11,467
Minority interests	965	1,109	-	-
Total equity	27,693	29,195	19,994	11,467
Total Liabilities and Equity	35,152	37,733	26,388	26,331

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

Amount repayable in one year or less, or on demand

As at 30/06/2009 (US\$'000)		As at 30/06/2008 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
1,036	-	870	-

Amount repayable after one year

As at 30/06/2009 (US\$'000)		As at 30/06/2008 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
594	-	1,452	-

Borrowings and gearing ratio

Total borrowings of US\$1.6 million as at 30 June 2009 consist of short-term borrowings, term loans and finance lease obligations. Total borrowings fell by US\$0.7 million or 29.8% due mainly to redemption of long-term finance lease obligations as a result of the disposal of a vacant industrial land and one of our factory buildings in Vietnam.

The Group's gearing ratio improved to 0.06 times as at 30 June 2009 compared to 0.08 times as at 30 June 2008.

Details of any collateral

The bank facilities of the Company are currently secured by a legal mortgage on the Company's leasehold building ("the Property") and a negative pledge on the Company's assets. Our banker has agreed to discharge the said legal mortgage on the Property and is in the midst of completing the redemption.

The bank facilities of subsidiaries are secured by a legal mortgage on the subsidiary's leasehold land and buildings and guaranteed by the Holding Company.

The Group's finance lease obligations are secured by the lessors' charge over the leased assets.

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

Consolidated Cash Flows Statement

	3 months ended 30/06/2009 ("4Q09") US\$'000	3 months ended 30/06/2008 ("4Q08") US\$'000	12 months ended 30/06/2009 US\$'000	12 months ended 30/06/2008 US\$'000
Cash flows from operating activities				
(Loss) Profit before income tax	(23)	(199)	(143)	5,079
Adjustments for:				
Allowance for doubtful trade receivable	67	122	67	122
Allowance for doubtful other receivable	-	15	-	15
Allowance for slow-moving inventories	4	-	18	-
Impairment of available-for-sale investments	-	-	-	92
Depreciation and amortization expenses	591	227	1,098	881
Dividend income from available-for-sale investments	(1)	(2)	(1)	(2)
Interest income	(41)	(57)	(127)	(207)
Interest expense	29	54	141	188
Loss / (Gain) on disposal of fixed assets	(449)	3	(423)	18
Gain on disposal of available-for-sale investments	-	-	-	(108)
Operating profit before working capital changes	177	163	630	6,078
Trade receivables	(1,605)	(1,665)	224	887
Other receivables and prepayments	(385)	581	626	(533)
Inventories	(1,766)	634	(903)	(366)
Trade payables	1,541	187	239	(504)
Other payables	342	159	(264)	(597)
Cash (used in) generated from operations	(1,696)	59	552	4,965
Dividends paid	-	-	(452)	(1,222)
Dividends paid to minority shareholders of subsidiaries	(81)	(129)	(127)	(129)
Interest paid	(29)	(54)	(141)	(188)
Interest received	41	57	127	207
Income tax paid	(29)	(107)	(660)	(513)
Net cash (used in) and generated from operating activities	(1,794)	(174)	(701)	3,120
Cash flows from investing activities				
Net (Purchase of) / proceeds from disposal of fixed assets	759	403	377	(3,167)
Net (Purchase of) / proceeds from disposal of available-for-sale investments	(39)	(122)	23	191
Dividend received from available-for-sale investments	1	2	1	2
Purchase of intangible assets	-	(458)	-	(488)
Translation of foreign subsidiaries	228	(342)	(625)	180
Net cash from (used in) from investing activities	949	(517)	(224)	(3,282)
Cash flows from financing activities				
Net increase / (decrease) in short-term borrowings	479	309	166	103
Repayment of long-term bank loans	(499)	(416)	(858)	(673)
Net cash used in financing activities	(20)	(107)	(692)	(570)
Net (decrease) in cash and cash equivalents	(865)	(798)	(1,617)	(732)
Cash and cash equivalents at beginning of period / year	4,353	5,903	5,105	5,837
Cash and cash equivalents at end of period / year	3,488	5,105	3,488	5,105
Represented by:				
Cash and bank balances (inclusive of Fixed Deposit)	3,488	5,105	3,488	5,105
Bank Overdraft	-	-	-	-
	3,488	5,105	3,488	5,105

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

Statement of Changes in Equity

	Issued capital	Capital reserves	Currency translation reserve	Retained earnings	Attributable to equity holders	Minority interests	Total
US\$'000							
Group							
Balance as at 1/7/2008	4,040	229	886	22,931	28,086	1,109	29,195
Movement during the year	-	(21)	-	-	(21)	-	(21)
Currency translation differences	-	-	(588)	-	(588)	(38)	(626)
Net loss for the year	-	-	-	(297)	(297)	21	(276)
Capitalization of retained earnings of a subsidiary	-	1,985	-	(1,985)	-	-	-
Dividend paid	-	-	-	(452)	(452)	(127)	(579)
Balance as at 30/6/2009	4,040	2,193	298	20,197	26,728	965	27,693
Company							
Balance as at 1/7/2008	4,040	38	-	7,389	11,467	-	11,467
Movement during the year	-	(21)	-	-	(21)	-	(21)
Net profit for the year	-	-	-	9,000	9,000	-	9,000
Dividend paid	-	-	-	(452)	(452)	-	(452)
Balance as at 30/6/2009	4,040	17	-	15,937	19,994	-	19,994

	Issued capital	Capital reserves	Currency translation reserve	Retained earnings	Attributable to equity holders	Minority interests	Total
US\$'000							
Group							
Balance as at 1/7/2007	4,040	187	482	19,953	24,662	1,120	25,782
Currency translation differences	-	-	404	-	404	19	423
Gain on revaluation of leasehold Property	-	191	-	-	191	-	191
Transfer to profit and loss on sale of available-for-sale investments	-	(89)	-	-	(89)	-	(89)
Loss on available-for-sale investments	-	(60)	-	-	(60)	-	(60)
Net profit for the year	-	-	-	4,200	4,200	99	4,299
Dividend paid	-	-	-	(1,222)	(1,222)	(129)	(1,351)
Balance as at 30/6/2008	4,040	229	886	22,931	28,086	1,109	29,195
Company							
Balance as at 1/7/2007	4,040	187	-	4,641	8,868	-	8,868
Transfer to profit and loss on sale of available-for-sale investments	-	(89)	-	-	(89)	-	(89)
Loss on available-for-sale investments	-	(60)	-	-	(60)	-	(60)
Net profit for the year	-	-	-	3,970	3,970	-	3,970
Dividend paid	-	-	-	(1,222)	(1,222)	-	(1,222)
Balance as at 30/6/2008	4,040	38	-	7,389	11,467	-	11,467

- 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 were no changes in the Company's share capital during the period under review.

- (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.**

As at	30/6/2009	30/6/2008
Total number of issued shares (excluding treasury shares)	133,689,597	133,689,597

- (iv) A statement showing all sales, transfer, disposal, 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**

The Company has applied the same accounting policies and methods of computations as in the Company's latest audited financial statements for the period ended 30 June 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 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**

	3 months ended 30/6/2009 ("4Q09")	3 months ended 30/6/2008 ("4Q08")	12 months ended 30/6/2009	12 months ended 30/6/2008
(Loss) Earnings per ordinary share (US cents)	(0.06)	(0.39)	(0.22)	3.14

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		Company	
	30/6/2009	30/6/2008	30/6/2009	30/6/2008
Net asset value per ordinary share (US cents)	20.00	21.83	14.96	8.58

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**

Revenue and Net Profit attributable to equity holders of the parent ("Net Profit")

On May 4, 2009, we advised stakeholders that we would make a loss for 3Q2009 as a result of the global recession which had led to a severe downturn in consumer confidence and demand for our furniture particularly from the US and EU markets. However, in our 3Q2009 earnings announcement we noted that there were certain encouraging signs particularly amongst US retailers who have generally de-stocked to a level that they would have to buy again though the new orders which were likely to be for smaller quantities and for shorter lead times. We also noted that despite the recession our sales at the series of international furniture shows were proving more resilient than expected. The following table shows a breakdown of financial performance for each quarter in FY2009:

	3 months ended 30/9/2008 ("1Q09") US\$'000	3 months ended 31/12/2008 ("2Q09") US\$'000	3 months ended 31/3/2009 ("3Q09") US\$'000	3 months ended 30/6/2009 ("4Q09") US\$'000
Revenue	11,503	11,787	6,466	8,018
Gross profit	2,935	3,087	1,707	2,159
Net profit after tax	410	365	(983)	(68)

Attributable to:

Equity holders of the parent	411	334	(960)	(82)
Minority interest	(1)	31	(23)	14
	410	365	(983)	(68)

Note: Net profit after Tax in 4Q2009 included a capital gain of US\$0.4m on disposal of fixed assets

Revenue fell by 31.2% or US\$17.1 million to US\$37.8 million year-on-year due mainly to lower sales to our key markets in US and EU, and as explained in the above. The weakness of the Vietnamese Dong also translated the Dong-denominated retail sales into lower equivalent US-dollar sales. The lower Revenue in FY2009 was also caused by our tighter credit policies and management's reluctance to extend credit particularly to clients who were not long standing clients.

Gross Profit fell by 38.3% or US\$6.1 million to US\$9.9 million in FY2009 and gross margin of 26.2% in FY2009 was about 2.9 percentage points lower compared to FY2008 despite the fact that we did not offer significant price discounts. The decline in gross margin was due to:

- our decision to change product mix by offering our clients less luxurious materials and upholstery to reflect the declining purchasing power in the consumer markets;
- higher R&D investments and in particular to fund our newly recruited designers from Italy and America and their work and which resulted in higher cost of sales;
- lower utilization of capacity and thus less output on which to spread overheads. That is to say we suffered negative economies of scale as compared to 2007 and 2008. Total fixed factory overheads were also generally higher due to our expansion in the form of new factory buildings in Vietnam.
- Other operating income rose 55.7% or US\$0.3 million due mainly to a net gain derived from the disposal of fixed assets – being a vacant lot and one of our factory buildings – in Vietnam. As previously announced in July 2009, the rationale for such a disposal stems from our decision to consolidate operations and improve logistics.
- Selling and Distribution Costs and Administrative Expenses fell by 6.9% and 1.9% respectively. Selling Cost did not fall significantly as we continued to believe that in such times we need to spend more on selling our products. Administrative Expenses are mostly fixed cost and as such could not fall proportionately to Revenue. Other operating expenses fell by US\$0.1 million as there was previously a provision for impairment on investment in FY2008.
- Finance cost continued to fall paralleling falling interest rates.

Given the above-mentioned, we made a net loss of US\$0.3 million for FY2009. While we view our net loss incurred in FY2009 as disappointing, it was encouraging to note the quarterly trend as shown above and in particular the significant improvements in both our Revenue and bottom-line in 4Q2009 over that of 3Q2009.

Financial Position

Assets

Current Assets fell by US\$2.2 million to US\$20.1 million. Significant movements in Current Assets during the year under review were:

- Cash at bank (inclusive of fixed deposits) fell by US\$1.6 million to US\$3.5 million. The fall was considered modest given current year net loss, dividend payment, income tax payment and redemption of lease obligations which arose from the disposal of properties in Vietnam.
- Trade receivables fell by US\$0.3 million to US\$4.0 million due mainly to lower Revenue. Trade receivable turnover period of 38 days as at 30 June 2009, however was 10 days longer than that as at 30 June 2008.
- Other receivables and prepayments fell by US\$1.2 million due mainly to receipts of VAT refund from the Vietnamese tax office.
- Inventories rose by US\$0.9 million due mainly to management's strategic decision to build buffer materials stock in order to meet the increasingly short delivery times demanded by clients and as explained in our business update on 4 May 2009.

Non-Current Assets fell by US\$0.5 million due mainly to a reclassification of long-term prepayment of US\$1.2 million to property, plant and equipment; an addition to machinery and equipment of US\$0.8 million, a reversal of an accumulated net book value of some US\$1.2 million on disposal of properties in Vietnam, depreciation and amortization expense of US\$1.1 million; and disposal of available-for-sale investment of US\$0.1 million.

Total Liabilities

Current Liabilities fell by US\$0.2 million to US\$6.9 million due mainly to repayment of lease obligations and lower income tax provisions. Non-Current Liabilities fell sharply by US\$1.0 million to US\$0.6 million as a result of full redemption of finance lease obligation on disposal of properties in Vietnam and continual repayment other long-term loans.

Shareholders' equity

Equity Attributable to Shareholders fell by US\$1.4 million to US\$26.8 million as at 30 June 2009. The Net Loss during the year of US\$0.3 million, currency translation deficit of US\$0.6 million and dividend payment of US\$0.5 million caused Equity Attributable to Shareholders to fall.

Minority interests

Minority interests remained relatively constant at US\$1.0 million, reflecting the cumulative share of net asset by Rossano's other shareholder, who owns 30% of Rossano.

Cash Flows

Cash Generated from Operations remained a positive US\$0.6 million despite a net loss for the year. We paid a total US\$1.3 million in dividends, interests and income tax which resulted in us recording a US\$0.7 million Net Cash used in Operating Activities. We repaid some US\$0.9million in finance lease obligations and bank loans during the year. Given that, our cash at bank fell by US\$1.6 million to US\$3.5 million.

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

On May 4, 2009, the Board of Directors wrote to stakeholders to inform them that the Group would record a loss in 3Q2009. The Group reported a net loss of US\$0.96 million for 3Q2009. In the 3Q2009 announcement, the Board was of the opinion that given the expanded size of operations and the recently added capacity in Vietnam, a certain time lag was inevitable before the pick-up in the markets would be reflected in our bottom-line. The Board of Directors also stated that the financial position of the Group would remain strong.

Despite recording a loss in 4Q2009, the Group reported a set of improved quarterly results in 4Q2009 over that of 3Q09. Revenue increased by 24.4% to US\$8.0 million during this period under review while the Net Loss fell from US\$0.96 million in 3Q2009 to US\$0.08 million in 4Q2009 reflecting a pick-up in clients' orders (refer to Table 1 below).

Table 1

	3 months ended 30/6/2009 ("4Q09") <u>US\$'000</u>	3 months ended 31/3/2009 ("3Q09") <u>US\$'000</u>	Change %
Revenue	8,018	6,466	24.4
Gross profit	<u>2,159</u>	<u>1,707</u>	26.5
Net profit after tax	<u>(68)</u>	<u>(983)</u>	(93.1)
Attributable to:			
Equity holders of the parent	(82)	(960)	(91.5)
Minority interest	<u>14</u>	<u>(23)</u>	-
	<u>(68)</u>	<u>(983)</u>	(93.1)

Note: we made a net capital gain of US\$0.4 million in 4Q09 on disposal of properties in Vietnam.

As at 30 June 2009, the Group had US\$3.5 million in cash and a gross gearing ratio of only 0.06 times.

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

The Directors continue to note the weak pattern of consumption in the Group's major markets of the US and UK. The weak pound sterling is a further negative with respect to our sales to the UK.

However, there are very concrete signs of recovery in confirmed orders from our major markets, in particular, USA. These orders are however of smaller quantities and require shorter lead times but the number of confirmed orders have risen and is rising.

Given these trends the Board of Directors are hopeful that 2010 will be an improvement over 2009. Barring any unforeseen circumstances, the Group should return to profitability for the whole of 2010. The financial position of the Group is expected to remain strong.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Yes

<u>Name of Dividend</u>	<u>Final Dividend</u>
Dividend Type	Cash
Dividend Rate	
- per share (in US cents)*	0.35 per ordinary share
- per share (in S cents)	0.5 cent per ordinary share

* Note: Equivalent amounts in US\$ for dividend per share have been provided for comparative purposes, based on a closing rate as at 30 June 2009 of US\$1 = S\$1.447

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Yes

<u>Name of Dividend</u>	<u>Interim Dividend</u>	<u>Final Dividend</u>
Dividend Type	Cash	Cash
Dividend Rate		
- per share (in US cents)*	0.37 per ordinary share	0.37 per ordinary share
- per share (in S cents)	0.5 cent per ordinary share	0.5 cent per ordinary share

* Note: Equivalent amounts in US\$ for dividend per share have been provided for comparative purposes, based on a closing rate as at 30 June 2008 of US\$1 = S\$1.360

(c) **Date payable**

To be announced at a later date

(d) **Books closure date**

To be announced at a later date

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**

The Group is primarily engaged in four business segments, namely wood-based chairs & tables, outdoor & garden furniture, occasional & other furniture and bedroom furniture. The Group adopts these four business segments as the basis for its primary segment information. Primary segment information for the Group based on business segments are as follows:

Primary reporting format - business segments

	30 June 2009			30 June 2008		
	Revenue US\$'000	%	Segment result US\$'000	Revenue US\$'000	%	Segment result US\$'000
Chairs & tables	27,254	72.1	(867)	37,065	67.5	3,031
Outdoor & garden	1,352	3.6	146	2,731	4.9	428
Occasional & others	7,403	19.6	(30)	12,410	22.6	1,161
Bedroom sets	1,766	4.7	(91)	2,738	5.0	253
Total Revenue	37,775	100.0	(842)	54,944	100.0	4,873
Other operating income			934			600
Other operating expenses			(94)			(206)
Profit from operations			(2)			5,267
Finance cost			(141)			(188)
(Loss) Profit before income tax			(143)			5,079
Less: Income tax			(133)			(780)
(Loss) Profit after tax before minority interest			(276)			4,299
Minority Interest			(21)			(99)
Net (loss) profit for the year			(297)			4,200

The geographical locations of the customers of the Group principally comprise the United Kingdom, Asia-Pacific, Europe, North America and other locations.

	30 June 2009	%	30 June 2008	%	Change
	US\$'000		US\$'000		US\$'000
United Kingdom	6,275	16.7	12,628	23.0	(6,353)
Europe	4,698	12.4	6,222	11.3	(1,524)
America	13,148	34.8	17,328	31.5	(4,180)
Canada	3,109	8.2	4,960	9.0	(1,851)
Asia-Pacific	9,754	25.8	13,168	24.0	(3,414)
Others	791	2.1	638	1.2	153
Total Revenue	37,775	100.0	54,944	100.0	(17,169)

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

Segment information – Products

Chairs and tables remained as our main products contributing 72.1% of our total Revenue. Revenue for all the products range fell for the reasons as explained in Section 8 above.

Segment information – Markets

US and Canada continued to be our major market accounting for 43% of our overall Revenue while UK/Europe declined in its importance contributing just below 30% of the revenue pie. Elsewhere outside the US and UK/Europe, namely Vietnam, Australia and New Zealand (Asia Pacific) where we have retail operations, contribution from these countries to our total Revenue did not change much accounting for about one-quarter of total Revenue.

Please refer to Section 8 – Review of performance – for further details.

15. A breakdown of sales

	30 June 2009	30 June 2008	% of change
	US\$'000	US\$'000	
Sales reported for first half year	23,291	34,966	(33.4)
Sales reported for second half year	14,484	19,978	(27.5)
	37,775	54,944	(31.2)

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

	Latest Full Year	Latest Full Year	Previous Full Year	Previous Full Year
	(US\$'000)*	(S\$'000)	(US\$'000)**	(S\$'000)
Ordinary	462	668	983	1,337

- * Equivalent amount in US\$ for dividend per share have been provided for comparative purposes, based on a closing rate as at 30 June 2009 of US\$1 = S\$1.447
- ** Equivalent amount in US\$ for dividend per share have been provided for comparative purposes, based on a closing rate as at 30 June 2008 of US\$1 = S\$1.360

**BY ORDER OF THE BOARD
JAMES KOH JYH GANG
Managing Director
27 August 2009**