Listed companies must provide the information required by Appendix 7.2 of the Listing Manual. Adequate disclosure should be given to explain any material extraordinary item either as a footnote of the material extraordinary item or in the "Review of the performance of the group".

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 year

For the financial year ended 30 June	2008	2007	change
	US$' 000	US$' 000	%
Revenue	**54,944**	**60,063**	**(8.5)**
Cost of sales	(38,930)	(42,652)	(8.7)
Gross profit	16,014	17,411	(8.0)
Other operating income	600	505	18.8
Selling and distribution costs	(4,051)	(3,631)	11.6
Administrative expenses	(7,090)	(5,684)	24.7
Other operating expense	(206)	(367)	(43.9)
Finance costs	(188)	(254)	(26.0)
Profit before income tax	5,079	7,980	(36.4)
Income tax – current year provision	(415)	(225)	84.4
Profit after current year income tax provision	**4,664**	**7,755**	**(39.9)**
Income tax – underprovision in prior years due to change in tax laws	(365)	-	NA
Profit after income tax	4,299	7,755	(44.6)
Profit after income tax attributable to:			
Equity holders of the parent	**4,200**	**7,232**	**(41.9)**
Minority interest	99	523	(81.1)
	4,299	7,755	(44.6)
Other operating income			
- rental income	174	224	
- interest income	207	220	
- dividend income	2	13	
- gain on disposal of available-for-sale investment	108	7	
- others	109	41	
	600	505	
Notes to profit and loss account			
- Depreciation and amortization	881	932	
- Stocks provision	185	63	
- Foreign exchange loss	96	211	
Included in Income Tax expense was:-			
- an underprovision for taxation in Rossano as a result of revised tax legislation in Vietnam	365	-	

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	
	2008	2007	2008	2007
	US$' 000	US$' 000	US$' 000	US$' 000
ASSETS				
Current assets				
Cash and Fixed Deposits	5,105	5,920	1,847	2,924
Trade receivables	4,255	5,325	5,169	5,081
Other receivables and prepayments	4,315	3,702	5,345	3,235
Inventories	8,573	8,207	982	1,392
Total current assets	**22,248**	**23,154**	**13,343**	**12,632**
Non-current assets				
Investment in subsidiaries	-	-	11,518	9,978
Property, plant and equipment	13,528	10,764	770	931
Intangible assets	461	-	-	-
Available-for-sale investment and other assets	905	1,179	700	989
Goodwill on consolidation	728	728	**-**	**-**
Total non-current assets	**15,622**	**12,671**	**12,988**	**11,898**
Total assets	**37,870**	**35,825**	**26,331**	**24,530**
LIABILITIES AND EQUITY				
Current liabilities				
Bank overdrafts and bills payable	103	83	33	-
Trade payables	3,207	3,668	12,537	12,811
Other payables and accruals	2,390	2,993	1,224	1,393
Income tax payable	619	347	105	103
Finance lease obligations: current portion	387	342	31	23
Long-term bank loans: current portion	380	380	380	380
Total current liabilities	**7,086**	**7,813**	**14,310**	**14,710**
Non-current liabilities				
Finance lease obligations	977	1,316	79	97
Long-term bank loans	475	855	475	855
Deferred tax liabilities	138	59	-	-
Total non-current liabilities	**1,590**	**2,230**	**554**	**952**
Capital and reserves				
Issued capital	4,040	4,040	4,040	4,040
Capital reserves	229	187	38	187
Currency translation reserve	888	484	-	-
Retained earnings	22,928	19,951	7,389	4,641
Equity attributable to shareholders	**28,085**	**24,662**	**11,467**	**8,868**
Minority interests	1,109	1,120	**-**	**-**
Total equity	**29,194**	**25,782**	**11,467**	**8,868**
Total Liabilities and Equity	**37,870**	**35,825**	**26,331**	**24,530**

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 June 2008		As at 30 June 2007	
Secured	Unsecured	Secured	Unsecured
870 (US$'000)	-	805 (US$'000)	-

Amount repayable after one year

As at 30 June 2008		As at 30 June 2007	
Secured	Unsecured	Secured	Unsecured
1,452 (US$'000)	-	2,171 (US$'000)	-

Borrowings and gearing ratio

Total Borrowings of some US$2.3 million include bills payable, term loans and finance lease obligations. Total borrowings fell sharply by some 22.0% or US$0.7 million due to additional cash profit we earned and moderate working capital investments leading to an improvement in operating cash flows.

The Gearing Ratio improved to 0.08 times as at 30 June 2008 compared to 0.12 times as at 30 June 2007.

Details of any collateral

The bank facilities of the Company are secured by a legal mortgage on the Company's leasehold building and a negative pledge on the Company's assets.

A portion of the bank facilities of our subsidiaries are secured by a legal mortgage on the subsidiary's leasehold land and buildings and guaranteed by the 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

	30 June 2008 US$'000	30 June 2007 US$'000
Cash flows from operating activities		
Profit before income tax	5,079	7,980
Adjustments for:		
Depreciation and amortization	881	932
Interest income	(207)	(220)
Interest expense	188	254
Stocks provision	185	63
(Gain) on disposal of available-for-sale investment	(108)	(7)
Loss on disposal of plant & equipment	18	53
Operating profit before working capital changes	6,036	9,055
Trade receivables	1,070	(439)
Other receivables and prepayments	(613)	460
Inventories	(551)	(3,081)
Trade payables	(461)	502
Other payables	(603)	208
Cash generated from operations	4,878	6,705
Interest received	207	220
Interest paid	(188)	(254)
Income tax paid	(445)	(37)
Dividend paid	(1,352)	(714)
Net cash from operating activities	**3,100**	**5,920**
Cash flows from investing activities		
Addition of plant & equipment (Net)	(4,064)	(1,562)
Disposal of long-term investments	400	463
Net effect of exchange rate changes in consolidating subsidiaries	404	402
Net cash used in investing activities	**(3,260)**	**(697)**
Cash flows from financing activities		
(Reduction in) long-term borrowings	(719)	(1,113)
Proceeds from (Reduction in) short-term borrowings	147	(751)
Net cash used in from financing activities	**(572)**	**(1,864)**
Net (decrease) increase in cash and cash equivalents	**(732)**	**3,359**
Cash and cash equivalents at beginning of year	**5,837**	**2,478**
Cash and cash equivalents at end of year	**5,105**	**5,837**
Represented by:		
Cash and bank balances (inclusive of fixed deposits)	**5,105**	**5,920**
Bank overdrafts	**-**	**(83)**
	5,105	**5,837**

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

Group	Issued capital US$'000	Capital reserves US$'000	Currency translation reserve US$'000	Accumulated profits US$'000	Minority Interest US$'000	Total US$'000
Balance at 1/7/2007	4,040	187	484	19,951	1,120	25,782
Currency translation differences	-	-	404	-	19	423
Gain on revaluation of leasehold property		191				191
Transfer to profit and loss on sale of available-for-sale investment		(89)				(89)
Loss on available-for-sale investment	-	(60)	-	-	-	(60)
Net profit for the year	-	-	-	4,200	99	4,299
Dividend paid	-	-	-	(1,223)	(129)	(1,352)
Balance at 30/6/2008	4,040	229	888	22,928	1,109	29,194
Company						
Balance at 1/7/2007	4,040	187	-	4,641	-	8,868
Transfer to profit and loss on sale of available-for-sale investment		(89)				(89)
Loss on available-for-sale investment	-	(60)	-	-	-	(60)
Net profit for the year	-	-	-	3,970	-	3,970
Dividend paid	-	-	-	(1,222)	-	(1,222)
Balance at 30/6/2007	4,040	38	-	7,389	-	11,467

Group	Issued capital US$'000	Capital reserves US$'000	Currency translation reserve US$'000	Accumulated profits US$'000	Minority Interest US$'000	Total US$'000
Balance at 1/7/2006	4,040	58	73	13,433	563	18,167
Currency translation differences	-	-	411	-	34	445
Gain on available-for-sale investment	-	129	-	-	-	129
Net profit for the year	-	-	-	7,232	523	7,755
Dividend paid	-	-	-	(714)	-	(714)
Balance at 30/6/2007	4,040	187	484	19,951	1,120	25,782
Company						
Balance at 1/7/2006	4,040	58	-	1,646	-	5,744
Gain on available-for-sale investment	-	129	-	-	-	129
Net profit for the year	-	-	-	3,709	-	3,709
Dividend paid	-	-	-	(714)	-	(714)
Balance at 30/6/2007	4,040	187	-	4,641	-	8,868

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

Not applicable

(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.

	30 June 2008	30 June 2007
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 standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

The figures have not been audited.

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 reporting period as compared to its audited financial statements as at 30 June 2007.

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

	30 June 2008	30 June 2007
Earnings per ordinary share (cents: US$) – basic and fully diluted	3.1	5.4
Earnings per ordinary share (cents: S$) – basic and fully diluted	4.7*	8.3**

** Note: Equivalent amounts in S$ for current year earnings per share have been provided for comparative purposes, based on an <u>average rate</u> for FY2008 of US$1 = S$1.53*

*** Note: Equivalent amounts in S$ for earnings per share in FY2007 have been re-computed for comparative purposes, based on an <u>average rate</u> for FY2008 of US$1 = S$1.53*

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 June 2008	30 June 2007	30 June 2008	30 June 2007
Net asset value per ordinary share (cents:US$)	21.0	18.4	8.7	6.6
Net asset value per ordinary share (cents:S$)	28.6	25.0**	11.8	9.0**

** Note: Equivalent amounts in S$ for net asset value per share have been provided for comparative purposes, based on a <u>closing rate</u> as at 30 June 2008 of US$1 = S$1.36*

*** Note: Equivalent amounts in S$ for net asset value per share as at 30 June 2007 have been re-computed for comparative purposes, based on a <u>closing rate</u> as at 30 June 2008 of US$1 = S$1.36*

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

Financial Performance

Revenue and Profits

On the 14 July 2008 we wrote to all our stakeholders highlighting the impact of the global economic slowdown and in particular the severe fall in housing prices and new housing starts in the USA. These events pose a challenge to us and the global furniture industry. In light of the general consumer environment, the Board feels that the results released today are credible.

For the year ended 30 June 2008, Revenue fell by 8.5% or US$5.1 million to US$54.9 million. We were able to minimise the fall in revenue despite:

- weaker US orders - our sales to USA included a full shipment of a previously delayed orders of about US$2 million without which the sales decline in this market segment would have been larger;

- weaker EU orders – our clients from the UK/Europe also adopted a cautious stance in placing their orders. The UK housing market is also suffering significant weakness; and

- our more cautious credit stance.

due mainly to increased marketing attention to:

- the broadening of our product range (we are again pushing our outdoor furniture particularly in New Zealand and Australia); and

- higher retail sales from our 70% owned Rossano Concept Stores.

Our Profit after Income Tax fell by 44.6% or US$3.4 million from US$7.7 million in FY2007 to US$4.3 million in FY2008. Gross Profit fell in line with Revenue. Profit after Income Tax fell by more than Revenue and Gross Profit for the following reasons:

	US$ million	**Comment**
Gross Profit	(1.4)	Modest decline mirroring modest fall in Revenue. Gross Profit margin, however, remained a stable 29.0%.
In Selling Costs	(0.2)	Due mainly to the opening of new Rossano showrooms (13,000 sq ft) and launching “Rossano Exclusive” in 4Q2008.
In Distribution Costs	(0.2)	Due mainly to higher fuel costs and, more importantly, congestion & terminal handling charges incurred in relation to our containers exported from and imported to Vietnam (there were no such charges in FY2007).
In Administrative Expenses	(0.7)	Due mainly to the expenses (including staff costs) incurred for our new operations in China (Dongguan), in New Zealand and in Australia. New operations in New Zealand and Australia aim to better promote the Devon range of outdoor furniture.
In Administrative Expenses	(0.6)	Due mainly to salary adjustments for Group operations in Singapore, Vietnam, China and Malaysia.
In Administrative Expenses	(0.2)	Due mainly to additional provision for severance allowance in Vietnam as a result of increased factory wages.
Tax Provision		New tax legislation was enacted by Ministry of Finance (Vietnam) and implemented in 4Q08. New concessionary tax rate is only applicable to foreign companies who export 90% of their products.

	(0.1) (0.4)	• This increases Rossano's current income tax from 7.5% (previously granted concessionary tax rate) to 15% • The new legislation is retrospective. This means that Rossano is required to pay additional income tax for its profits earned for the financial years ended 2004 – 2007 at 15% instead of 7.5%.
In Finance Cost	0.1	Interest saving due to repayment of long-term loans and more modest working capital requirement.
Other	0.3	Higher other operating income of US$0.1 million and lower other operating expenses of US$0.2 million
	---------------	
Changes	**(3.4)**	

Excluding the share of Profit after Income Tax by Minority Interest of US$0.1 million, Profit after Income Tax attributable to equity holders of the parent fell by 41.9% or US$3.0 million to US$4.2 million for the year ended 30 June 2008.

Financial Position

Assets

Non-current assets increased signficantly by US$3.0 million to US$15.6 million due mainly to additional capital investment, namely the construction costs and new plant & equipment for the newly completed factory buildings in Vietnam.

Current assets declined by US$ 0.9 million. Significant movements during the year were:-

- trade receivables fell by US$1.1 million on the back of lower revenue and an improvement in collection days. Trade receivable turnover period improved from 32 days to 28 days. We remained cautious in extending credit.

- other receivables increased by US$0.6 million due to higher refundable VAT. The tax office in Vietnam now takes a longer time to finalise and refund export VAT.

- stocks rose by some US$0.4 million due to increased finished goods. Raw materials inventory was relatively stable and WIP fell by US$0.4 million. Finished goods, however, increased as we were asked by some of our clients (mainly from USA) to delay part of their shipments.

- cash and bank balances, however, remained strong. It declined slightly by US$0.8 million to US$5.1 million.

Liabilities

Total liabilities also declined and by US$1.5 million. Significant movements during the year were:-

- Trade payables fell by US$0.5 million to US$3.2 million as a result of reduced purchases. Trade creditors' turnover remained relatively the same at about 1 month;

- Other payables fell by US$0.6 million to US$2.4 million due mainly to settlement of remaining balance owing to the land owner for our purchase of industrial land in Vietnam;

- Provision for taxation increased by US$0.3 million due mainly to additional tax liability incurred by Rossano as a result of a change in tax legislation in Vietnam and as explained above;

- Long-term liabilities – finance lease creditors and term loans – reduced by US$0.7 million due mainly to principal repayments.

The Group's gearing ratio improved further to a negligible 0.08 times as at 30 June 2008 from 0.12 times.

Equity attributable to shareholders ("Shareholder's Equity)

Shareholder's equity increased by 13.9% or US$3.4 million to US$28.1 million due mainly to increase in current year earnings.

Cash Flows

Net cash from operating activities fell by US$2.8 million to US$3.1 million for the year ended 30 June 2008 in line with the decline in Profit before Income Tax. Net cash used in investing activities was US$3.3 million as a result of our expansion plans in Vietnam (new factory buildings and equipment), partially offset by proceeds from disposal of quoted investment. Net cash used in financing activities was US$0.6 million as a result of continuous repayments of term loans and lease obligations. Given that, cash & cash quivalent declined by US$0.7 million to US$5.1 million.

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

On 14 July 2008, the Directors wrote to stakeholders to provide a business update. In it, the Directors noted that the business environment was weak and as a result FY2008 Revenues, margins and Net Profit were likely to be weaker than that achieved in FY2007.

The financial performance for FY2008 and laid out in this announcement was weaker than that of FY2007. Revenue fell by US$5.1 million to US$54.9 million, a year-on-year 8.5% decline and Net Profit after Income Tax attributable to equity holders of the parent fell by US$3.0 million to US$4.2 million, a year-on-year 41.9% decline.

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 global demand for furniture has weakened in parallel with a weaker global housing market. In our largest market, the USA, the situation has deteriorated at a speed and in a manner that was not wholly expected. Data from the US Department of Commerce and the mortgage Bankers Association shows that in less than a year:

- In March 2008, New Privately Owned Housing Units Started declined to 947,000, the worst since this statistical series started 40 years ago in 1967;
- In March 2008, New Privately Owned Housing Units Authorized (lead indicator of future housing starts) declined to 928,000, the worst since this statistical series started in 40 years ago in 1967;
- In March 2008, New Single Family Home Sales Mortgage fell to 526,000 the worst for 17 year and since 1991; and
- In Q1 2008, Mortage Delinquencies and Foreclosures Started was 6.35% a massive rise on 2006's 4.61% and the highest since this statistical series started in 1986.

The weakness in the housing market does not appear to be isolated to the US. There are signs that the EU and in particular the UK, is also likely to experience significant housing weakness. The US and the UK account for approximately 65% of the average of the last 3 years' (FY2006 to FY2008) Revenue.

The good news is that the Group has remained profitable despite the above-mentioned challenges. We believe the continuous importance in maintaining a high level of product R&D, opening new geographical markets (Asia Pacific), acquiring new customer segments (outdoor furniture and panel furniure such as wardrobes and cabinets) and expanding production capacity. Our new plant in Vietnam has the ability to produce a new line of panel furniture, such as wardrobes and cabinets. This forms an entire new product group for Koda as we were previously unable to tap this segment with the limited space available at our existing Vietnam factories. We believe the efforts are showing initial results and helped bouyed our FY2008 Revenue.

As the Group moves into the first quarter of our new financial year 2009 ("1Q09"), we have been encouraged by the number of quotes and samples we are being asked for. We believe part of these orders are due to existing and new customers seeking to 'lock in' prices for the upcoming Christmas season. We believe part of these orders are due to customers seeking non-China based production so that they can 'overcome' the problems associated with the strengthening of the RMB and sharp rise in China manufacturing costs (labour, withdrawal of VAT concessions etc).

Some stakeholders have expressed concern with respect to our Vietnam operations (both own manufacturing and Rossano retail). Whilst Vietnam has been experiencing problems most notably due to its trade balance, of our three production locations, Vietnam remains for us the best manufacturing site. It has a cost-efficient pool of young and enthusiastic workers with logistics now comparable to China. Whilst consumer spending is not as strong as in previous years, Rossano continues to do well on the back of a continued rise in affluence and the establishment of a Vietnamese middle class.

However, we have taken steps to insure against select Vietnam risks. Our natural hedging strategy in Vietnam has been successful. The current gap between Dong denominated assets and liabilities is small. Our investments are closely monitored and will remain measured. Our credit policy is unlikely to change in the near term despite having just initiated more production capacity.

Given the above, the Board of Directors believes that it would be wrong to provide investors a view of the Company's prospects. This is because as a producer reliant on the US and EU, a further significant downturn in the US and UK housing market could result in reduced Revenue and pressure on margins. Conversely, a shift in sourcing by US and EU buyers from China to Vietnam would result in a rise in Revenue and margin expansion. Barring unforeseen circumstances, the Board however, believes that the Company will continue to remain financially sound and profitable in FY2009.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Yes

Name of Dividend	Interim Dividend	Final Dividend
Dividend Type	Cash	Cash
Dividend Rate		
- per share (in US cents)*	0.37 per ordinary share (less tax)	0.37 per ordinary share (less tax)
- per share (in S cents)	0.5 cent per ordinary share (less tax)	0.5 cent per ordinary share (less tax)
Tax Rate	18%	18%

** 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*

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Yes

Name of Dividend	Interim Dividend	Special Final Dividend	Final Dividend
Dividend Type	Cash	Cash	Cash
Dividend Rate			
- per share (in US cents)*	0.33 per ordinary share (less tax)	0.33 per ordinary share (less tax)	0.33 per ordinary share (less tax)
- per share (in S cents)	0.5 cent per ordinary share (less tax)	0.5 cent per ordinary share (less tax)	0.5 cent per ordinary share (less tax)
Tax Rate	20%	18%	18%

** Note: Equivalent amounts in US$ for dividend per share have been provided for comparative purposes, based on a closing rate as at 30 June 2007 of US$1 = S$1.532*

(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 five business segments, namely wood-based chairs & tables, outdoor & garden furniture, rattan furniture, bedroom furniture and occasional & other furniture. The Group adopts these five 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 2008			30 June 2007		
	Revenue US$'000	% of total US$'000	Segment result US$'000	Revenue US$'000	% of total US$'000	Segment result US$'000
Chairs & tables	37,065	67.5	3,031	44,365	73.9	6,056
Outdoor & garden	2,731	4.9	428	776	1.3	2
Rattan	-	-	-	108	0.1	23
Occasional & others	12,410	22.6	1,161	10,633	17.7	1,485
Bedroom sets	2,738	5.0	253	4,181	7.0	530
Total	**54,944**	**100.0**	**4,873**	**60,063**	**100.0**	**8,096**
Other operating income			600			505
Other operating expenses			(206)			(367)
Profit from operations			5,267			8,234
Finance cost			(188)			(254)
Profit before income tax			5,079			7,980
Less: Income tax			(780)			(225)
Profit after tax before minority interest			**4,299**			**7,755**
Minority Interest			**(99)**			**(523)**
Net profit for the year			**4,200**			**7,232**

Secondary reporting format - geographical segments

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

	30 June 2008 US$'000	%	30 June 2007 US$'000	%	Change US$'000
United Kingdom	12,628	23.0	16,550	27.6	(3,922)
Europe	6,222	11.3	7,189	12.0	(967)
America	17,328	31.5	17,902	29.8	(574)
Canada	4,960	9.0	5,351	8.9	(391)
Asia-Pacific	13,168	24.0	12,135	20.2	1,033
Others	638	1.2	936	1.5	(298)
Total Revenue	**54,944**	**100.0**	**60,063**	**100.0**	**(5,119)**

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

Revenue for Chairs and tables – our main products – fell by 16.5% or US$7.3 million to US$37.1 million on the back of weaker global economic conditions and as explained in Section 8 above. Sales in Outdoor & Garden furniture and Occassional pieces, however, did well, and sales rose by US$1.9 million and US$1.8 million respectively. Sales of Outdoor & Garden furniture was boosted by new sales offices in New Zealand and Australia. Sales of Occassional pieces was boosted by new Rossano Concept Store openings.

Segment information – Markets

Sales to our key markets were affected by slower economic activity and a weak housing market in UK and US. Sales to these countries fell by US$4.9 million in total. However, sales to the Asia Pacific grew by US$1.0 million to US$13.2 million and now contributes about one-quarter of all sales. Increased sales of Outdoor & Garden furniture to New Zealand and Australia and the opening of new Rossano showrooms in Vietnam boosted our overall sales in the Asia Pacific.

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

15. A breakdown of sales

	30 June 2008 US$'000	30 June 2007 US$'000	% of change
Sales reported for first half year	34,966	34,094	2.6
Sales reported for second half year	19,978	25,969	(23.1)
	54,944	**60,063**	**(8.5)**

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 (less tax)

	Latest Full Year (US$'000)*	**Latest Full Year (S$'000)**	Previous Full Year (US$'000)**	**Previous Full Year (S$'000)**
Ordinary (less tax)	983	**1,337**	1,073	**1,644**

** 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*

*** Note: Equivalent amounts in US$ for dividend per share have been provided for comparative purposes, based on a closing rate as at 30 June 2007 of US$1 = S$1.532*

BY ORDER OF THE BOARD
James Koh Jyh Gang
Managing Director