

Full Year Financial Statement And Dividend Announcement for the Year Ended 31 December 2005

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.

Group	Year ended 31 Dec 05 S\$'000	Year ended 31 Dec 04 S\$'000	Increase/ (decrease) %
Turnover	76,742	63,261	21%
Cost of sales	(56,201)	(46,794)	20%
Gross profit	20,541	16,467	25%
Other income	890	816	9%
Costs and expenses			
Selling and marketing expenses	(268)	(239)	12%
Bad debt recovered (trade)	22	78	-72%
Bad debt written off (trade)	(21)	(11)	91%
Provision for doubtful debts (trade)	(436)	(244)	79%
Write-back of provision for doubtful debts (trade)	2	16	-88%
Gain/(loss) on disposal of property, plant and Equipment	55	(2)	n/m
Depreciation of property, plant and equipment	(795)	(544)	46%
Property, plant and equipment written off	(3)	(24)	-88%
Rental of premises	(1,466)	(1,260)	16%
Rental of equipment and vehicles	(44)	(234)	-81%
Directors' remuneration and fees	(3,283)	(2,644)	24%
Staff costs	(9,185)	(7,691)	19%
Exchange gain/(loss)	34	(130)	n/m
General and administrative expenses	(3,291)	(2,569)	28%
Total operating expenses	(18,679)	(15,498)	20%
Profit from operating activities	2,752	1,785	54%
Financial expenses	(65)	(82)	-21%
Financial income	12	34	-65%
Profit before share of results of associates	2,699	1,737	55%
Share of results of associates before taxation	260	268	-3%
Profit before taxation	2,959	2,005	48%
Taxation - group companies	(519)	(368)	41%
associates	(76)	(57)	33%
Profit after taxation	2,364	1,580	50%
Minority interests	(172)	(166)	4%
Net profit for the year	2,192	1,414	55%

Note: n/m = not meaningful

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	As at 31 Dec 05 S\$'000	As at 31 Dec 04 S\$'000	As at 31 Dec 05 S\$'000	As at 31 Dec 04 S\$'000
NON-CURRENT ASSETS				
Property, plant and equipment	3,384	2,350	129	119
Goodwill on consolidation	1,689	1,689	-	-
Investments in subsidiaries	-	-	7,994	7,677
Investments in associates	1,866	1,682	1,471	1,471
Other investments	434	381	434	381
Total Non-Current Assets	7,373	6,102	10,028	9,648
CURRENT ASSETS				
Inventories	2	2	-	-
Contract work-in-progress	1,992	756	-	-
Trade receivables	24,072	20,747	17	12
Other receivables and prepayments	1,187	1,014	448	225
Amounts owing by related parties	1,586	815	504	454
Amounts owing by associates	660	339	306	156
Amounts owing by subsidiaries	-	-	1,220	1,304
Dividend receivable	-	-	1,515	1,138
Fixed deposits	1,193	199	-	-
Cash on hand and at bank	5,710	3,161	136	89
Total Current Assets	36,402	27,033	4,146	3,378
TOTAL ASSETS	43,775	33,135	14,174	13,026
CAPITAL AND RESERVES				
Share capital	7,582	7,582	7,582	7,582
Share premium	3,400	3,400	3,400	3,400
Share option reserves	254	-	254	-
Revenue reserves	3,523	2,192	939	721
Foreign currency translation reserves	(51)	(66)	-	-
	14,708	13,108	12,175	11,703
Minority interests	830	685	-	-
	15,538	13,793	12,175	11,703
NON-CURRENT LIABILITIES				
Interest-bearing loans and borrowings	591	305	-	-
Deferred taxation	182	133	9	-
Total Non-Current Liabilities	773	438	9	-
CURRENT LIABILITIES				
Progress billings in excess of WIP	150	921	-	-
Trade payables	15,664	12,205	86	116
Other payables and accruals	6,727	3,971	330	351
Deferred income	1,827	325	-	-
Amounts owing to related parties	1,439	830	272	445
Amounts owing to subsidiaries	-	-	1,188	407
Amounts owing to associates	613	122	-	-
Interest-bearing loans and borrowings	353	148	-	-
Provision for taxation	691	382	114	4
Total Current Liabilities	27,464	18,904	1,990	1,323
TOTAL EQUITY AND LIABILITIES	43,775	33,135	14,174	13,026

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

Amount repayable in one year or less, or on demand

As at 31/12/05		As at 31/12/04	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
353	0	148	0

Amount repayable after one year

As at 31/12/05		As at 31/12/04	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
591	0	305	0

Details of any collateral

The bank term loans are secured by way of a first legal charge over the Group's leasehold building in Malaysia, and the joint and several guarantees of certain directors of the Company and its subsidiaries.

The bank overdraft and other banking facilities are secured by a charge over the leasehold building of a subsidiary in Malaysia; joint and several guarantees from certain directors of the Company and its subsidiaries; a pledge of fixed deposits of S\$143,000 (2004: S\$199,000); and by debenture deeds which provide for first fixed & floating charges over all the present and future undertakings and assets of certain subsidiaries.

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

	Group	
	Year ended 31 Dec 05 S\$'000	Year ended 31 Dec 04 S\$'000
Profit before taxation and minority interests	2,959	2,005
Adjustment for:		
Depreciation of property, plant and equipment	795	544
(Gain)/loss on disposal of property, plant and equipment	(55)	2
Property, plant and equipment written off	3	24
Bad debt recovered (trade)	(22)	(78)
Bad debt written off (trade)	21	11
Provision for doubtful debts (trade)	436	244
Write-back of provision for doubtful debts (trade)	(2)	(16)
Interest income	(12)	(34)
Interest expenses	65	82
Share of profit of associates before tax	(260)	(268)
Currency realignment	35	(44)
Operating profit before working capital changes	3,963	2,472
Increase in contracts work-in-progress (net)	(2,007)	(51)
(Increase)/decrease in trade and other receivables	(5,023)	1,672
Increase/(decrease) in trade and other payables	8,918	(68)
Cash flows from operations	5,851	4,025
Interest paid	(65)	(82)
Interest received	12	34
Tax paid	(161)	(695)
Net cash flows generated from operating activities	5,637	3,282
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	172	1
Acquisition of property, plant and equipment	(1,418)	(490)
Acquisition of subsidiaries, net of cash acquired (Note A)	-	(1,463)
Acquisition of associates	-	(1,471)
Acquisition of other investment	(53)	-
Net cash flows used in investing activities	(1,299)	(3,423)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid on ordinary shares by the company	(708)	(750)
Dividend paid to minority shareholders of the subsidiaries	(62)	(20)
Withdrawal of fixed deposits (pledged)	56	1
Repayment of finance lease obligations	(89)	(6)
Repayment of long-term borrowings	(6)	(92)
Net cash flows used in financing activities	(809)	(867)
Net increase/(decrease) in cash and cash equivalents	3,529	(1,008)
Cash and cash equivalents at beginning of year	3,100	4,108
Cash and cash equivalents at end of year (Note B)	6,629	3,100

Note A: Summary of effects on acquisition of subsidiaries

The attributable assets and liabilities of subsidiaries acquired during the finance year and the cash flow effect of the acquisitions are set out as follows:

	Group	
	Year ended 31 Dec 05 S\$'000	Year ended 31 Dec 04 S\$'000
Property, plant and equipment	-	81
Trade and other receivables	-	1,372
Contract work-in-progress (net)	-	3
Trade and other payables	-	(1,272)
Provision for taxation	-	(128)
Cash and cash equivalents	-	465
Minority interests	-	(52)
Net assets acquired	-	469
Goodwill arising from acquisition	-	1,689
Total purchase consideration	-	2,158
Purchase consideration satisfied by issuance of new shares	-	(230)
Cash and cash equivalents of subsidiaries acquired	-	(465)
Net cash flows on acquisition of subsidiaries	-	1,463

Note B: Cash and cash equivalents

Cash and cash equivalents included in the cash flow statement comprise the following:-

	Group	
	Year ended 31 Dec 05 S\$'000	Year ended 31 Dec 04 S\$'000
Cash on hand and at bank	5,710	3,161
Fixed deposits	1,193	199
Bank overdraft	(131)	(61)
	6,772	3,299
Less : Fixed deposits (pledged)	(143)	(199)
Cash and cash equivalents	6,629	3,100

- 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		Company	
	As at 31 Dec 05 S\$'000	As at 31 Dec 04 S\$'000	As at 31 Dec 05 S\$'000	As at 31 Dec 04 S\$'000
SHARE CAPITAL				
Balance at beginning	7,582	7,500	7,582	7,500
Issuance during the year	-	82	-	82
Balance at end	7,582	7,582	7,582	7,582
SHARE PREMIUM				
Balance at beginning	3,400	3,252	3,400	3,252
Issuance during the year	-	148	-	148
Balance at end	3,400	3,400	3,400	3,400
SHARE OPTION RESERVES				
Balance at beginning	-	-	-	-
Adjustment to opening balance	153	-	153	-
Restated balance at end	153	-	153	-
Option expense for the year	101	-	101	-
Balance at end	254	-	254	-
REVENUE RESERVES				
Balance at beginning	2,192	1,528	721	772
Adjustment to opening balance	(153)	-	(153)	-
Restated balance at end	2,039	1,528	568	772
Dividend declared and paid	(708)	(750)	(708)	(750)
Net profit for the year	2,192	1,414	1,079	699
Balance at end	3,523	2,192	939	721
FOREIGN CURRENCY TRANSLATION RESERVES				
	(51)	(66)	-	-
MINORITY INTERESTS				
	830	685	-	-
TOTAL EQUITY	15,538	13,793	12,175	11,703

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.

The details of the share options granted under the Kingsmen Share Option Scheme which was approved by the members of the Company at an Extraordinary General Meeting held on 26 April 2004 are as follows:

<u>Date of grant</u>	No. of shares under options <u>granted</u>	<u>Options</u> <u>forfeited</u>	<u>Balance at</u> <u>31 Dec 05</u>	<u>Subscription</u> <u>Price</u>	<u>Expiry</u> <u>Date</u>
21-May-04	200,000	-	200,000	S\$0.25	21-May-09
31-May-04	3,100,000	(100,000)	3,000,000	S\$0.21	31-May-09

No options were granted to employees or directors during the financial year.

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

The figures have neither been audited nor reviewed by the auditors.

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

Not applicable.

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

During the financial year, the Group adopted FRS 102. The main impact of FRS 102 on the Group and the Company is the recognition of an expense and a corresponding entry to equity for share options granted to senior executives and general employees, and the recognition of an expense and a corresponding liability for cash-settled share appreciation rights.

The Group and the Company have applied FRS 102 retrospectively. The change in accounting policy has resulted in the following:

At 1 January 2005, increases (decreases) in the Group's and the Company's:

- Share option reserves by \$153,000; and
- Revenue reserves by (\$153,000).

For the year ended 31 December 2005, decreases in the Group's and the Company's:

- Profit for the year by \$101,000 due to an increase in the employee benefits expense;
- Basic earnings per share by 0.10 cents; and
- Diluted earnings per share by 0.10 cents.

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.**

None.

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

	31 Dec 2005 Group	31 Dec 2004 Group
Net profit for the year attributable to ordinary shareholders for basic and diluted earnings per shares (S\$'000)	2,192	1,414
Weighted average number of ordinary shares of S\$0.075 each in issue (In thousands)	101,094	100,234
Effect of dilutive securities : Share options (Note A)	-	-
Adjusted weighted average number of ordinary shares applicable to diluted earnings per shares	101,094	100,234
Earnings per share based on weighted average number of ordinary shares in issue (cents)	2.17	1.41
Earnings per share on fully diluted basis (cents)	2.17	1.41

Basic earnings per share is calculated by dividing the net profit for the year attributable to ordinary shares by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share is calculated by dividing the net profit for the period attributable to ordinary shares by the weighted average number of ordinary shares outstanding, after adjusting for the effects of potential dilutive ordinary shares, during the year.

Note A: The number of unissued shares for options granted under the Kingsmen Share Option Scheme and their exercise price are set out in Para 1(d)(ii). As the exercise price of the options are higher than the market value during the financial year, therefore there is no adjustment to the weighted average number of ordinary shares outstanding arising from dilutive ordinary shares.

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 financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	As at 31 Dec 05	As at 31 Dec 04	As at 31 Dec 05	As at 31 Dec 04
Net assets value (S\$'000)	14,708	13,108	12,175	11,703
Number of ordinary shares (In thousands)	101,094	101,094	101,094	101,094
Net asset value per ordinary share based on issued share capital at end of the year (cents)	<u>14.55</u>	<u>12.97</u>	<u>12.04</u>	<u>11.58</u>

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Revenue

Revenue for FY2005 increased by S\$13.4 million to S\$76.7 million as compared to S\$63.3 million for FY2004. The increase in revenue was mainly contributed by the Group's Interiors division. Revenue from the Research and Design division has also improved while revenue from Exhibition and Museums division and IMC division has improved marginally.

The Interiors division achieved a significant increase in revenue of S\$12.9 million from S\$28.7 million in FY2004 to S\$41.6 million in FY2005. The market sentiments for the retail and office fit-out industry have improved in FY2005. We have focused on key accounts management with an overall macro view on the needs of our customers and to offer "roll-out programmes" to cater to their regional needs. We have also allocated our resources to produce cost-competitive, high quality fixtures for retail interiors for regional export.

Our efforts have shown considerable results and in FY2005, approximately S\$33 million of our revenue from the Interiors division was derived from our key accounts, which includes Baccarat, Burberry, DFS, Dickson Group, Esprit, FJ Benjamin, Nokia, Nuance-Watsons, Osim, P&G, Pertama, POSBank, Wing Tai, and approximately S\$3.3 million of our revenue from our key accounts were from the export of fixtures. We have also completed a few motor showrooms in Singapore for Regent Motors and Performance Motors and numerous motor showrooms and shops in Vietnam for Suzuki Motors.

The Exhibitions and Museums division achieved revenue of S\$30.4 million for FY2005 (FY2004: S\$30.3 million). Despite the absence of a major exhibition event, Asian Aerospace, which only takes place in even years, we have managed to achieve the same level of revenue for FY2005 as in FY2004.

The main contributors to the division's revenue for FY2005 includes major exhibition events such as Lima, ITMA, TFAP, Label Expo, Korea Airshow and SIBOS, and event launches for BMW in Singapore and Yamaha Motors in Vietnam, as well as the completion of a museum, retail and F&B project in Sentosa, an exhibition gallery in Science Centre and the museum in Changi Chapel.

The Research and Design division achieved revenue of S\$2.5 million for FY2005 as compared with S\$2.0 million in FY2004. The increase is due to more design jobs undertaken in FY2005. Revenue from the IMC division increased marginally from S\$2.26 million to S\$2.31 million.

Gross Profit

Gross profit increased by S\$4.0 million or 24.7% to S\$20.5 million for FY2005 as compared to S\$16.5 million for FY2004.

Gross profit margin improved slightly from 26.0% in FY2004 to 26.8% in FY2005.

Other Income

Other income, which comprises mainly rental income, corporate fees and miscellaneous income, increased from S\$816,000 in FY2004 to S\$890,000 in FY2005 due to:-

- a) higher rental income from S\$306,000 in FY2004 to S\$351,000 in FY2005
- b) higher miscellaneous income from S\$21,000 in FY2004 to S\$54,000 in FY2005

Operating Expenses

Operating expenses increased from S\$15.5 million for FY2004 to S\$18.7 million for FY2005 due to the following: -

- a) Expenses due to the operations of the newly set up subsidiary in Indonesia, PT Kingsmen Indonesia, amounting to S\$617,000 comprising mainly:-
 - i) Directors' remuneration and staff costs amounting to S\$97,000
 - ii) Depreciation expenses of S\$42,000
 - iii) Other general and administrative expenses of S\$478,000
- b) Expenses due to the operations of the newly set up subsidiary in Singapore, Kingsmen Ooh-media Pte Ltd, amounting to S\$111,000 comprising mainly:-
 - i) Directors' remuneration and staff costs amounting to S\$59,000
 - ii) Other general and administrative expenses of S\$52,000
- c) Increase in operating expenses of the Group's other existing Singapore, Vietnam and Malaysia subsidiaries of S\$2.44 million (FY2005: S\$17.94 million; FY2004: S\$15.50 million) comprising:-
 - i) Increase in staff costs from S\$7.70 million to S\$9.13 million
 - ii) Increase in directors' remuneration from S\$2.64 million to S\$3.18 million
 - iii) Increase in bad and doubtful debts expenses from S\$161,000 to S\$433,000
 - iv) Increase in depreciation expenses from S\$544,000 to S\$748,000
 - v) Increase in premises rental expenses from S\$1.26 million to S\$1.45 millionOffset by:-
 - vi) An exchange gain of S\$34,000 for FY2005 as compared with an exchange loss of S\$130,000 for FY2004
 - vii) Decrease in other rental expenses from S\$234,000 to S\$44,000

Share of Results of Associates before taxation

This relates to the share of results before taxation of the associated companies, namely Ascend Computer Rental Pte Ltd (40%), Kingsmen (Korea) Limited (25%), and Kingsmen Nikko Limited (30%).

Profit before taxation

Profit before taxation increased by S\$778,000 or 55% to S\$2.19 million for FY2005 as compared to S\$1.41 million for FY2004.

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

Not applicable.

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

For FY2006, we will implement several “roll-out programmes” for a few of our key accounts both regionally and locally. We will continue to focus our efforts on the management of key accounts and growing our regional export business in the Asia-Pacific region, United States and Europe. We are confident that these will provide opportunities for our Interiors division to expand its operations in the short to medium-term.

The retail markets in many parts of the world are opening up to global brands and the travel retail industry is experiencing a renewal in growth. Our strong reputation and expertise in the fit out of major travel retail stores especially during the recent years will put us in good stead to take on such opportunities.

We expect improved results for the Exhibition and Museums division, as most major exhibitions, including Asian Aerospace and World Telecom will take place this year. We also expect to be heavily involved in the construction works of major museum works in Singapore.

Our Malaysian operations have registered encouraging growth with a new production facility, in line with the opportunities which we foresee with the recently completed Kuala Lumpur Convention Centre, which is designated to be an exhibitions and events hub for Malaysia.

We are confident that the Vietnam market will continue to provide growth opportunities for the Group, given the recent increase in investor confidence, growth in the tourism industry, new infrastructure projects planned by the Vietnamese government, as well as the boom in the retail sector and exhibition sector. Accordingly, we have increased our facilities for our Vietnam operations to cater for this growth opportunity.

We have already achieved confirmed sales orders for FY2006 totaling approximately S\$21.2 million as at 22 Feb 2006.

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11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? Yes

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	1.00 cent (tax exempt) (1-tier)
Optional:- Dividend Rate (in %)	
Tax Rate	N/A

(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	First & Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.70 cents (tax exempt) (1-tier)
Optional:- Dividend Rate (in %)	
Tax Rate	N/A

(c) Date payable

The date payable is to be determined.

(d) Books closure date

The books closure date is to be determined.

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

Not applicable.

Year ended 31 Dec 04	Exhibitions and Museums	Interiors	Research and Design	IMC	Corporate and others	Elimination	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Segment revenue							
Sales to external							
Customers	30,328	28,687	1,988	2,258	-	-	63,261
Inter-segment sales	1,435	1,628	48	17	-	(3,128)	-
	31,763	30,315	2,036	2,275	-	(3,128)	63,261
Segmental results							
	1,379	745	18	203	(560)	-	1,785
Finance expenses							(82)
Finance income							34
							1,737
Share of profits of associates before taxation							268
Profit before taxation							2,005
Taxation – group companies							(368)
– associates							(57)
Profit after taxation							1,580
Minority interests							(166)
Net Profit							1,414
Segmental assets							
	9,380	13,692	581	664	741	-	25,058
Unallocated							8,077
Total assets							33,135
Segmental liabilities							
	5,436	8,069	41	299	-	-	13,845
Unallocated							5,497
Total liabilities							19,342
Other segment information							
Capital expenditure	283	236	49	1	41	-	610
Depreciation	362	81	49	18	34	-	544
Bad debt recovery (trade)	(78)	-	-	-	-	-	(78)
Bad debt written off (trade)	6	1	2	2	-	-	11
Provision for doubtful debt (trade)	170	72	-	2	-	-	244
Write-back of provision for doubtful debts (trade)	(14)	(2)	-	-	-	-	(16)
Property, plant and equipment written off	10	12	-	2	-	-	24

Segment revenue by geographical regions

We have segmented our revenue based on the location of our clients except for site orders of booth accessories placed by customers for official trade shows which are based on location of the shows.

Revenue	Year ended 31 Dec 05		Year ended 31 Dec 04	
	S\$'000	%	S\$'000	%
Singapore	40,198	52.4	40,143	63.4
Malaysia	9,582	12.5	5,188	8.2
Vietnam	5,636	7.3	5,410	8.6
Asia	7,997	10.4	4,731	7.5
Europe	5,211	6.8	3,717	5.9
US	7,990	10.4	4,000	6.3
Others	128	0.2	72	0.1
	76,742	100.0	63,261	100.0

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 revenue

Revenue for FY2005 increased by S\$13.4 million to S\$76.7 million as compared to S\$63.3 million for FY2004. The increase in revenue was mainly contributed by the Group's Interiors division. Revenue from Research and Design division has also improved while revenue from Exhibition and Museums division and IMC division has improved marginally.

Segmental results

Segmental results have improved for Exhibition and Museums division, Interiors division, and Research and Design division while it has decreased for Integrated Marketing Communication division.

Although the revenue for Exhibition and Museums division has increased only marginally, the segmental results have improved due to higher gross profits achieved by the both the Singapore and Vietnam operations.

For Interiors division, the increase is mainly due to higher revenue and profits achieved by the Singapore operations.

For Research and Design division, the increase is due to higher revenue achieved for FY2005.

For Integrated Marketing Communication division, the decrease is due to lower revenue and contributions from the Vietnam operations relating to this division, as well as higher initial cost incurred for the Singapore operations as we have set up a new subsidiary to undertake outdoor advertising.

15. A breakdown of sales.

	Year ended 31 Dec 05	Year ended 31 Dec 04	Change
	S\$'000	S\$'000	%
Sales reported for first half year	28,104	26,387	6.5
Operating profit after tax for first half year	708	417	69.8
Sales reported for second half year	48,638	36,874	31.9
Operating profit after tax for second half year	1,484	997	48.8

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 (*Refer to Para 16 of Appendix 7.2 for the required details*)

	Latest Full Year (S\$'000)	Previous Full Year (S\$'000)
Ordinary	0	708
Preference	0	0
Total:	0	708

17. Pursuant to Rule 1207(16), please provide the information required by Rule 907 in respect of any interested person transactions entered into during the financial year.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transaction less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transaction less than S\$100,000)
Kingsmen International Pte Ltd	\$ 1,191,763	-
Kingsmen Hong Kong Ltd*	-	\$207,931
Kingsmen Taiwan (Int'l) Co Ltd*	-	\$103,520

Note: * Subsidiaries of Kingsmen (North Asia) Limited

BY ORDER OF THE BOARD

Soh Siak Poh Benedict
Group Managing Director
24/02/2006