

Full Year Financial Statement and Dividend Announcement for the Year Ended 31 December 2007
**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 07 S\$'000	Year Ended 31 Dec 06 S\$'000	Increase/ (decrease) %
Turnover	146,131	108,945	34%
Cost of sales	(107,448)	(81,161)	32%
Gross profit	38,683	27,784	39%
Other income	2,494	1,456	71%
Cost and expenses			
Selling and marketing expenses	(364)	(497)	(27%)
Bad debts recovered (trade)	-	4	n/m
Bad debts written off (trade)	(48)	(159)	(70%)
Allowance for doubtful debts (trade)	(77)	(1,142)	(93%)
Write-back of allowance for doubtful debts (trade)	4	49	(92%)
Depreciation of property, plant and equipment	(1,703)	(1,137)	50%
Gain/(loss) on disposal of property, plant and Equipment	1	(7)	n/m
Property, plant and equipment written off	(1)	(57)	(98%)
Amortisation of intangible assets acquired	(121)	-	n/m
Rental of premises	(2,480)	(1,948)	27%
Rental of equipment and vehicles	(94)	(70)	34%
Directors' remuneration and fees	(6,176)	(4,572)	35%
Staff costs	(13,324)	(10,720)	24%
Exchange loss	(493)	(192)	157%
General and administrative expenses	(4,150)	(2,950)	41%
Total operating expenses	(29,026)	(23,398)	24%
Interest expenses	(95)	(81)	17%
Interest income	274	93	195%
Share of results of associates	212	256	(17%)
Profit before taxation	12,542	6,110	105%
Taxation – current year	(2,424)	(1,451)	67%
– Over/(under) provision in respect of previous years	31	(21)	n/m
– deferred tax credit	94	46	104%
Profit for the financial year	10,243	4,684	118%
Attributable to:			
Equity holders of the parent	9,365	4,937	90%
Minority interests	878	(253)	n/m
	10,243	4,684	

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 07 S\$000	As at 31 Dec 06 S\$000	As at 31 Dec 07 S\$000	As at 31 Dec 06 S\$000
NON-CURRENT ASSETS				
Property, plant and equipment	4,561	4,334	90	125
Goodwill on consolidation	6,733	1,689	-	-
Intangible assets	1,691	-	-	-
Investments in subsidiaries	-	-	16,516	8,324
Investments in associates	5,962	2,334	5,100	1,683
Other investments	1,399	543	805	543
Total Non-Current Assets	20,346	8,900	22,511	10,675
CURRENT ASSETS				
Inventories	111	2	-	-
Contracts work-in-progress	2,946	2,088	-	-
Trade receivables	47,107	28,155	47	28
Other receivables, deposits and prepayments	3,576	2,021	4,361	3,878
Amounts due from related parties	929	3,599	262	591
Amounts due from associates	2,643	332	513	155
Amounts due from subsidiaries	-	-	1,276	1,134
Fixed deposits	5,868	6,581	1,023	-
Cash on hand and at bank	15,615	6,546	249	41
	78,795	49,324	7,731	5,827
CURRENT LIABILITIES				
Progress billings in excess of contracts work-in-progress	5,999	648	-	-
Trade payables	26,200	20,235	160	135
Other payables and accruals	18,625	9,937	806	289
Deferred income	2,909	2,837	-	-
Amounts due to related parties	493	1,016	-	262
Amounts due to subsidiaries	-	-	2,460	1,445
Amounts due to associates	1,360	560	4	-
Interest-bearing loans and borrowings	875	635	-	-
Provision for taxation	3,681	2,013	478	490
	60,142	37,881	3,908	2,621
NET CURRENT ASSETS	18,653	11,443	3,823	3,206
NON-CURRENT LIABILITIES				
Interest-bearing loans and borrowings	782	1,046	-	-
Deferred taxation	822	136	11	10
NET ASSETS	37,395	19,161	26,323	13,871
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY				
Share capital	21,603	10,982	21,603	10,982
Revenue reserves	14,335	7,449	4,695	2,635
Share option reserves	25	254	25	254
Foreign currency translation reserves	(207)	(165)	-	-
	35,756	18,520	26,323	13,871
Minority interests	1,639	641	-	-
TOTAL EQUITY	37,395	19,161	26,323	13,871

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 Dec 07		As at 31 Dec 06	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
875	0	635	0

Amount repayable after one year

As at 31 Dec 07		As at 31 Dec 06	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
782	0	1,046	0

Details of any collateral

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

The bank overdrafts are secured by fixed deposits pledged to the banks, by personal guarantees given by certain directors of the Company and its subsidiaries; and by debenture deeds which provide for first fixed and floating charges over the present and future undertakings and assets of certain subsidiaries.

The finance lease obligations of the Group are secured by the rights to the leased motor vehicles and machinery.

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 07 S\$'000	Year Ended 31 Dec 06 S\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	12,542	6,110
Adjustments for:		
Depreciation of property, plant and equipment	1,703	1,137
(Gain)/loss on disposal of property, plant and equipment	(1)	7
Property, plant and equipment written off	1	57
Bad debts recovered (trade)	-	(4)
Bad debts written off (trade)	48	159
Allowance for doubtful debts (trade)	77	1,142
Write-back of allowance for doubtful debts (trade)	(4)	(49)
Amortisation of intangible assets acquired	121	-
Interest income	(274)	(93)
Interest expenses	95	81
Share of results of associates	(212)	(256)
Currency realignment	(32)	2
Operating profit before working capital changes	14,064	8,293
Decrease in contracts work-in-progress (net)	4,929	402
Increase in inventories	(104)	-
Increase in trade and other receivables	(12,772)	(7,569)
Increase in trade and other payables	8,346	8,034
Cash generated from operations	14,463	9,160
Interest paid	(95)	(81)
Interest received	274	93
Tax paid	(1,871)	(150)
Net cash generated from operating activities	12,771	9,022
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	2	14
Purchase of property, plant and equipment	(866)	(1,172)
Acquisition of subsidiary, net of cash acquired (Note A)	(3,718)	-
Acquisition of associates	(3,416)	(212)
Acquisition of other investments	(856)	(109)
Net cash used in investing activities	(8,854)	(1,479)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid on ordinary shares by the Company	(2,479)	(1,011)
Dividends paid to minority shareholders of the subsidiaries	(30)	(36)
Increase in amount pledged to banks for OD facilities	(12)	(2)
Proceeds from placement of new shares	9,044	-
Repayments of finance lease obligations (net)	(380)	(206)
Repayments of long-term bank borrowings (net)	(1,808)	(38)
Net cash used in financing activities	4,335	(1,293)
Net increase in cash and cash equivalents	8,252	6,250
Cash and cash equivalents at beginning of year	12,879	6,629
Cash and cash equivalents at end of year (Note B)	21,131	12,879

Note A: Summary of effects on acquisition of subsidiary

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

	Group	
	31 Dec 07	31 Dec 06
	S\$'000	S\$'000
Intangible assets	1,691	-
Property, plant and equipment	778	-
Trade and other receivables	7,497	-
Inventories	5	-
Contracts work-in-progress (net)	436	-
Trade and other payables	(6,656)	-
Provision for taxation	(1,146)	-
Deferred taxation	(703)	-
Interest-bearing loans and borrowings	(1,769)	-
Cash and cash equivalent	3,211	-
Minority interest	(112)	-
	<hr/>	<hr/>
Net assets acquired	3,232	-
Goodwill arising from the acquisition	5,044	-
	<hr/>	<hr/>
Total purchase consideration	8,276	-
Purchase consideration satisfied by issuance of new shares	(1,347)	-
Cash and cash equivalents of subsidiary acquired	(3,211)	-
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Net cash outflow on acquisition of subsidiary	3,718	-
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Note B: Cash and cash equivalents

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

	Group	
	31 Dec 07	31 Dec 06
	S\$'000	S\$'000
Cash on hand and at bank	15,615	6,546
Fixed deposits	5,868	6,581
Bank overdrafts	(195)	(103)
	<hr/>	<hr/>
	21,288	13,024
Amount pledged to banks for overdraft facilities	(157)	(145)
	<hr/>	<hr/>
Cash and cash equivalents	21,131	12,879
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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.

The Group

	Share Capital S\$000	Share Premium S\$000	Revenue Reserves S\$000	Share Option Reserves S\$000	Foreign Currency Translation Reserves S\$000	Total S\$000	Minority Interests S\$'000	Total Equity S\$'000
As at 1 January 2006	7,582	3,400	3,523	254	(51)	14,708	830	15,538
Transfer of share premium to share capital	3,400	(3,400)	-	-	-	-	-	-
Dividends paid	-	-	(1,011)	-	-	(1,011)	-	(1,011)
Dividends paid to minority interests	-	-	-	-	-	-	(36)	(36)
Profit / (loss) for the financial year	-	-	4,937	-	-	4,937	(253)	4,684
Capital contribution by minority interest	-	-	-	-	-	-	154	154
Net effect of exchange differences	-	-	-	-	(114)	(114)	(54)	(168)
As at 31 December 2006	10,982	-	7,449	254	(165)	18,520	641	19,161
As at 1 January 2007	10,982	-	7,449	254	(165)	18,520	641	19,161
Dividends paid	-	-	(2,479)	-	-	(2,479)	-	(2,479)
Dividends paid to minority interests	-	-	-	-	-	-	(30)	(30)
Transfer of share option reserve to share capital	229	-	-	(229)	-	-	-	-
Shares issued for acquisition of a subsidiary	1,347	-	-	-	-	1,347	-	1,347
Exercise of employee share option scheme	614	-	-	-	-	614	-	614
Share issue expense	(329)	-	-	-	-	(329)	-	(329)
Issuance of ordinary shares	8,760	-	-	-	-	8,760	-	8,760
Acquisition of minority interest	-	-	-	-	-	-	112	112
Capital contribution by minority interest	-	-	-	-	-	-	15	15
Profit for the financial year	-	-	9,365	-	-	9,365	878	10,243
Net effect of exchange differences	-	-	-	-	(42)	(42)	23	(19)
As at 31 December 2007	21,603	-	14,335	25	(207)	35,756	1,639	37,395

The Company	Share	Share	Revenue	Share	Total
	Capital	Premium	Reserves	Option	
	S\$000	S\$000	S\$000	Reserves	
				S\$000	S\$000
As at 1 January 2006	7,582	3,400	939	254	12,175
Transfer of share premium to share capital	3,400	(3,400)	-	-	-
Dividends paid	-	-	(1,011)	-	(1,011)
Profit for the financial year	-	-	2,707	-	2,707
As at 31 December 2006	10,982	-	2,635	254	13,871
As at 1 January 2007	10,982	-	2,635	254	13,871
Dividends paid	-	-	(2,479)	-	(2,479)
Transfer of share option reserve to share capital	229	-	-	(229)	-
Profit for the financial year	-	-	4,539	-	4,539
Capital contribution due to increase in share capital	10,392	-	-	-	10,392
As at 31 December 2007	21,603	-	4,695	25	26,323

- 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 well as the number of shares held as treasury shares, if any, against the total number of issued shares, excluding treasury shares of the issuer, 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.**

On 30 January 2006, in accordance with Companies (Amendment) Act 2005, the concepts of "par value" and "authorised capital" were abolished and on that date, the shares of the Company ceased to have a par value. In addition, the amount standing in the share premium reserve had become part of the Company's share capital.

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 granted	Options Exercised	Balance at 31 Dec 07	Subscription price	Expiry Date
21 May 04	200,000	(200,000)	-	S\$0.25	21 May 09
31 May 04	3,000,000	(2,685,000)	315,000	S\$0.21	31 May 09

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

- 1(d) (iii) **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.**

	31 Dec 2007	31 Dec 2006
Total number of issued shares (excluding treasury shares)	126,474	101,094

- 1(d) (iv) **A statement showing all sales, transfers, disposals, 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 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.**

The Group and the Company have applied the same accounting policies and methods of computation in the current year's financial statements as in the last audited annual financial statements.

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.**

	Group	
	31 Dec 2007	31 Dec 2006
Net profit for the year attributable to ordinary shareholders for basic and diluted earnings per share (S\$000)	9,365	4,937
Weighted average number of ordinary shares in issue ('000)	117,976	101,094
Effect of dilutive securities : Share options ('000)	1,064	-
Adjusted weighted average number of ordinary shares applicable to diluted earnings per shares ('000)	119,040	101,094
Earnings per share based on weighted average number of ordinary shares in issue (cents)	7.94	4.88
Earnings per share on fully diluted basis (cents)	7.87	4.88

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

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

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares, excluding treasury shares 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 07	As at 31 Dec 06	As at 31 Dec 07	As at 31 Dec 06
Net asset value (\$'000)	35,756	18,520	26,323	13,871
Number of ordinary shares ('000)	126,474	101,094	126,474	101,094
Net asset value per ordinary share based on issued share capital at end of the year (cents)	<u>28.27</u>	<u>18.32</u>	<u>20.81</u>	<u>13.72</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**

Revenue

Revenue for FY2007 increased by \$37.19 million to \$146.13 million from \$108.95 million for FY2006, of which \$13.44 million is derived from the revenue of the subsidiaries operating in Hong Kong, China and Taiwan, which were acquired in September 2007.

All the operating divisions achieved growth in FY2007, with the Interiors division taking up the bigger share of the increase of \$32.11 million, followed by the Exhibitions and Museums division, for which revenue increased by \$3.60 million.

The **Interiors division** achieved a significant increase of 57.3% in revenue of \$32.11 million from \$56.04 million in FY2006 to \$88.15 million in FY2007. The growth in the retail sector continued into FY2007 both in Singapore and Malaysia, and the Group continued to enjoy success in managing its key accounts which provided up to 80% of its Interiors business. These key accounts include customers and brand names such as Apple, Burberry, Chanel, DBS, Esprit, FJ Benjamin, Gap, Gucci, John Little, Marks & Spencer, Nokia, Nuance Watsons, Omega, Polo Ralph Lauren, Robinsons, Standard Chartered Bank, Tag Heuer, Tiffany, Tommy Hilfiger and Wing Tai. In addition, more than \$15.50 million worth of projects were completed in the last quarter of FY2007 for the two new major shopping centres in Kuala Lumpur, namely Mid Valley (The Gardens) and Pavillion, most of which were carried out for these key accounts.

The fixture export business shown steady growth with orders from customers such as Aldo, Apple Ipod, Omega and Marks & Spencer, and continued orders from Nokia for their roll-out across Asia. The export of retail merchandising units to the Middle East also increased substantially.

The **Exhibitions and Museums division** achieved growth of 7.8% in revenue to \$50.40 million in FY2007. This includes revenue from major exhibition events such as Cityscape Dubai, Dubai Airshow, Guangzhou Motorshow, Korea Airshow, Label Expo, SIBOS, TFAP and Tempus, Venetian Opening event in Macao, and event launches undertaken for BMW in Singapore and Yamaha Motors in Vietnam and Malaysia, and the installation of works for Eye Corp at Changi Airport.

On Museum business, the two museum projects were in Singapore, namely the Home Team Academy Museum and the Army Museum. During the last quarter of FY2007, our China subsidiaries carried out various museum/visitor centre fit-out jobs for Suzhou Industrial Park, Suzhou Technology Exhibition Centre and Dalian Software Park.

The **Research and Design division** achieved a revenue of \$4.15 million for FY2007 as compared to \$3.45 million in FY2006. The increase is due to more design jobs undertaken in FY2007, which is in tandem with the overall growth of the Group. Revenue from the **IMC division** increased from \$2.66 million to \$3.43 million.

Gross Profit

Gross profit increased by \$10.90 million or 39% to \$38.68 million in FY2007 as compared to \$27.78 million in FY2006. Gross profit margin for FY2007 was 26.5% as compared to 25.5% for FY2006.

Other Income

Other income, which comprises mainly rental income, corporate fees and miscellaneous income, increased from \$1.46 million in FY2006 to \$2.49 million in FY2007.

Operating Expenses

Operating expenses increased from \$23.40 million for FY2006 to \$29.03 million for FY2007 due to the following: -

- a) Expenses of the newly acquired subsidiaries in the Kingsmen North Asia Group Sep 2007 to Dec 2007, amounting to \$2.78 million comprising mainly:-
 - i) Staff cost amounting to \$1.43 million;
 - ii) Directors' remuneration amounting \$675,000;
 - iii) Rental of premises expenses amounting to \$367,000; and
 - iv) Other general and administrative expenses of \$173,000.
- b) Increase in operating expenses of the Group's other existing companies of \$2.88 million (FY2007: \$26.25 million; FY2006: \$23.40 million) comprising mainly:-
 - i) Increase in staff salaries and related expenses from \$10.72 million to \$11.89 million;
 - ii) Increase in directors' remuneration from \$4.57 million to \$5.50 million;
 - iii) Increase in depreciation expenses from \$1.14 million to \$1.62 million;
 - iv) Increase in general and administrative expenses from \$2.95 million to \$3.98 million;
 - v) Increase in exchange loss from \$192,000 to \$454,000; andOffset by:-
 - vi) Decrease in bad and doubtful debts expenses from \$1.25 million to \$121,000.

Interest Income

This relates mainly to interest income derived from fixed deposits placed with the banks.

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, Kingsmen (Korea) Limited, Kingsmen Nikko Limited, and from Enterprise Sports Group Pte Ltd which was acquired on 29th June 2007.

Profit before taxation

Profit before taxation increased by \$6.43 million or 105% to \$12.54 million for FY2007 as compared to \$6.11 million for FY2006.

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Net Assets

Net Asset of the Group increased from \$19.16 million to \$37.40 million, of which \$9.8 million was the result of net proceeds raised through the issue new ordinary shares in the capital of the Company. During the year, the Group applied these proceeds towards the acquisition of subsidiaries and associates totalling \$11.61 million.

Investment in associates

The investment in associates comprises the companies mentioned in Note 8(a) above as well as a newly acquired 25% equity interest in Kingsmen Middle East (L.L.C.) which was completed on 26 December 2007.

Goodwill on consolidation & Intangible Assets

The increase in goodwill on consolidation and the intangible asset arises as the result of the goodwill recognized on the acquisition of the subsidiaries operating in Greater China under the Kingsmen North Asia Group of companies.

Note:-

As at the date of this announcement, the fair values to be assigned to the acquiree's identifiable assets, liabilities or contingent liabilities has been recognized and accounted for in accordance with FRS103, except for the fair value of the intangible assets of the acquiree, which has been determined provisionally. Upon the completion of an exercise to determine the value of the intangible assets and not exceeding twelve months of the acquisition date, these provisional values will be adjusted for in the accounts if the differences are material.

Other receivables, deposits and prepayments

The increase is due to other receivables, deposits and prepayments existing in the subsidiaries that were acquired during the year.

Amounts due from/to related parties

Amounts due from/to associated companies

The amounts due from related parties/associated companies are trade in nature and arose from normal trading activities of the Group, as well as from corporate fee income earned.

The decrease in the amounts due/to from related parties is due to the exclusion of balances with companies under the Kingsmen North Asia Group and the associate, Kingsmen Middle East (L.L.C.) which have become subsidiaries/associated companies with the completion of acquisition exercise during the year.

Correspondingly, this led to an increase in the amounts due/to from associated companies.

Other payables and accruals

The increase in other payables and accruals is mainly due to higher accruals for costs for completed projects.

Deferred Taxation

The increase in deferred tax arises mainly from the intangible asset recognized on the acquisition of the subsidiaries during the year as well as deferred tax liabilities existing in these subsidiaries.

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

In our announcement on 7 August 2007, we stated that the Group expects to achieve better results for the second half of FY2007. Our full year results are in line with this statement.

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.

Last year marked a significant milestone for the Group with outstanding growth in both top and bottom lines. The Group also acquired Kingsmen North Asia and its subsidiaries, which operates in one of the largest economies in the world, with an expected retail boom and a rapidly growing exhibition industry. This and the Beijing Olympic Games in 2008 will further enhance the growth potential of these subsidiaries in Greater China. With the acquisition of a 30% interest in Enterprise Sports Group Pte Ltd, and our close partnership with this new associated company, we intend to expand our scope and services into the fast-developing sports marketing, consultancy and event management service area.

With the massive construction boom, an expanding manufacturing base and a thriving services sector currently experienced in the UAE, the acquisition of the associated company, Kingsmen Middle East LLC, will allow the Group to tap into the growth of this economy by jointly undertaking more projects with this associated company.

We continue to be a choice specialist in terms of museum fit-out projects, with the successful completion of several museum projects in Singapore, Hong Kong and the PRC. Our strength is further affirmed by the recent award of contracts by Bank Negara for the fitting out of its new museum and art gallery and by the Public Utilities Board of Singapore for the works at the exhibition areas of Marina Barrage, which are worth a total of \$16 million.

With the two Integrated Resorts due to open in 2009 and 2010, and the awards of contracts for the fitting out of attractions and exhibitions works, most of which will be released shortly, there is potentials for sizeable contracts to be awarded to us.

We have secured a 5-year contract to construct the grandstands and corporate suites for the Singapore F1 Grand Prix, which is a further recognition of our track record and expertise in such areas. We are involved in a substantial amount of work at the inaugural Singapore Airshow 2008.

Our efforts at marketing our retail fixtures capabilities/services to Europe and the United States have shown encouraging results, and we have secured new clientele base from the US, Switzerland and Canada. Continuous resources will be expended to grow the demand from this business segment, and to expand our production capabilities in Malaysia and China.

Management of roll-out projects for our key accounts will remain a major focus for the Interiors division, and with the acquisition of the Greater China subsidiaries, we will be able to extend such roll-out for our clients into China.

On the local front, we continue to expect strong demand for our works with the opening of new shopping centres in Orchard Road, namely, Orchard Central, ION Orchard and at the Mandarin Hotel, the continuous upgrading of Terminal 1 and 2 and the opening of Terminal 3, as well as new retail and F&B outlets for the two new integrated resorts.

We have already achieved confirmed sales order for FY2008 of approximately \$66 million as at 27 February 2008.

Barring unforeseen circumstances, the Group expects to do well for FY2008.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes.

Name of Dividend	First & Final	Special
Dividend Type	Cash	Cash
Dividend Amount per Share (in cents)	2.00 cent (tax exempt) (1-tier)	1.00 cent (tax exempt) (1-tier)
Optional:- Dividend Rate (in %)		
Tax Rate	N/A	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	Special
Dividend Type	Cash	Cash
Dividend Amount per Share (in cents)	1.50 cent (tax exempt) (1-tier)	0.50 cent (tax exempt) (1-tier)
Optional:- Dividend Rate (in %)		
Tax Rate	N/A	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.

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.

Business segments 2007	Exhibitions and Museums		Research and Design	Integrated Marketing and Communication	Corporate and Others		Elimination	Consolidated
	Museums	Interiors	Design	Communication	Others	Others		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Segment revenue								
Sales to external customers	50,440	87,927	4,336	3,428	-	-	-	146,131
Inter-segment sales	3,904	11,063	-	-	-	(14,967)	-	-
	54,344	98,990	4,336	3,428	-	(14,967)	-	146,131
Segment results								
Interest expenses								(95)
Interest income								274
Share of results of associates	156	56	-	-	-	-	-	212
Profit before taxation								12,542
Taxation								(2,299)
Profit for the financial year								10,243
Assets and liabilities:								
Segment assets	22,972	39,134	1,314	1,412	-	-	-	64,832
Investments in associates	3,695	2,267	-	-	-	-	-	5,962
Unallocated assets								28,347
Total assets								99,141
Segment liabilities	14,941	21,941	22	495	-	-	-	37,399
Unallocated liabilities								24,347
Total liabilities								61,746
Other segment information								
Capital expenditure								
- Tangible assets	387	680	32	36	33	-	-	1,168
- Intangible assets	930	761	-	-	-	-	-	1,691
Depreciation of property, plant and equipment	551	970	106	23	53	-	-	1,703
Bad debts written off (trade)	15	8	25	-	-	-	-	48
Gain on disposal of property, plant and equipment	(1)	-	-	-	-	-	-	(1)
Write-back of allowance for doubtful debts (trade)	(1)	-	-	-	-	-	-	(1)
Amortisation of intangible assets acquired	67	54	-	-	-	-	-	121
Allowance for doubtful debts (trade)	16	61	-	-	-	-	-	77
Property, plant and equipment written off	2	2	-	-	-	-	-	4

Business segments 2006	Exhibitions and Museums	Interiors	Research and Design	Integrated Marketing Communication	Corporate and Others	Elimination	Consolidated
	SS'000	SS'000	SS'000	SS'000	SS'000	SS'000	SS'000
Segment revenue							
Sales to external customers	46,794	56,039	3,453	2,659	-	-	108,945
Inter-segment sales	1,711	4,060	-	-	-	(5,771)	-
	48,505	60,099	3,453	2,659	-	(5,771)	108,945
Segment results	1,825	3,746	740	59	(528)	-	5,842
Interest expenses							(81)
Interest income							93
Share of results of associates	201	55	-	-	-	-	256
Profit before taxation							6,110
Taxation							(1,426)
Profit for the financial year							4,684
Assets and liabilities:							
Segment assets	11,949	24,680	577	883	-	-	38,089
Investments in associates	1,442	892	-	-	-	-	2,334
Unallocated assets							17,801
Total assets							58,224
Segment liabilities	8,726	14,503	9	550	-	-	23,788
Unallocated liabilities							15,275
Total liabilities							39,063
Other segment information							
Capital expenditure							
- Tangible assets	282	1,822	12	11	54	-	2,181
Depreciation of property, plant and equipment	502	467	78	37	53	-	1,137
Bad debts recovered (trade)	(4)	-	-	-	-	-	(4)
Bad debts written off (trade)	111	48	-	-	-	-	159
Loss on disposal of property, plant and equipment	7	-	-	-	-	-	7
Write-back of allowance for doubtful debts (trade)	(1)	(48)	-	-	-	-	(49)
Allowance for doubtful debts (trade)	935	207	-	-	-	-	1,142
Property, plant and equipment written off	37	14	4	-	-	2	57

Segment revenue by geographical regions

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

Revenue	Year ended 31 Dec 07		Year ended 31 Dec 06	
	S\$'000	%	S\$'000	%
Singapore	61,042	41.8	59,109	54.3
Malaysia	25,174	17.2	12,323	11.3
Europe	14,889	10.2	7,113	6.5
Greater China	12,008	8.2	3,060	2.8
Indonesia	8,526	5.8	4,606	4.2
Middle East	5,535	3.8	1,174	1.1
United States & Canada	4,811	3.3	6,998	6.4
Vietnam	3,666	2.5	5,181	4.8
Rest of Asia	10,127	7.0	8,973	8.2
Others	353	0.2	408	0.4
	146,131	100.0	108,945	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.

Revenue for FY2007 increased by \$37.19 million to \$146.13 million from \$108.95 million for FY2006. All the operating divisions achieved growth in revenue and profit in FY2007.

The Interiors division accounted for the bigger share of the increase in segment revenue of \$31.89 million. This is mainly contributed by the growth in business experienced by the Singapore and Malaysia operations. Segmental results also improved from \$3.75 million to \$6.41 million.

Revenue for the Exhibitions and Museums division increased by \$3.65 million which is mainly contributed by operations in Greater China. Although this increase is only 7.8%, this segment achieved an improvement in segment results from \$1.83 million to \$5.21 million (over 185%). This is mainly due to higher margins achieved in both the Singapore and Greater China operations on top of a non-recurring one-time bad debt provision made in FY2006.

For the Research and Design division, the increase in segment results is due to higher revenue achieved for FY2007.

The segment result for the IMC division also increased due to higher revenue and margins.

15. A breakdown of sales.

	Year ended 31 Dec 07	Year ended 31 Dec 06	Change
	S\$'000	S\$'000	%
Sales reported for first half year	48,285	40,940	17.9
Operating profit after taxation for first half year	2,875	1,612	78.3
Sales reported for second half year	97,846	68,005	43.9
Operating profit after taxation for second half year	7,368	3,072	139.8

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	1,859	1,011
Special	620	0
Total:	2,479	1,011

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 period.

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 *	105,070	-
Kingsmen Beijing Co., Ltd	-	180,771
Kingsmen Taiwan (Int'l) Co., Ltd	-	276,616
Kingsmen Hong Kong Ltd	-	106,757
Kingsmen Middle East LLC	-	2,457,663

* in respect of the lease of office and workshop premises

BY ORDER OF THE BOARD

Soh Siak Poh Benedict
Executive Chairman
28/02/2008