

K1 VENTURES LIMITED

REG. NO. 197000535W

FIRST QUARTER 2008 FINANCIAL STATEMENT
UNAUDITED RESULTS FOR FIRST QUARTER ENDED 30 SEPTEMBER 2007

The Directors of K1 Ventures Limited advise the following unaudited results of the Group for the first quarter ended 30 September 2007.

1. GROUP PROFIT AND LOSS ACCOUNTS for the first quarter ended 30 September 2007

	Continuing Operations			Discontinued Operation (a)			Group			
	Note	1 Jul 07 to 30 Sep 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000	+/(-)%	1 Jul 07 to 30 Sep 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000	+/(-)%	1 Jul 07 to 30 Sep 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000	+/(-)%
Revenue	1a	<u>42,987</u>	<u>51,085</u>	(15.85)	<u>115,226</u>	<u>70,458</u>	63.54	<u>158,213</u>	<u>121,543</u>	30.17
Raw materials & consumables used		-	(10)	NM	(41,233)	(61,799)	(33.28)	(41,233)	(61,809)	(33.29)
Net carrying value of investments disposed		-	(5,000)	NM	(66,593)	-	NM	(66,593)	(5,000)	NM
Staff costs		(3,599)	(3,494)	3.01	(2,157)	(1,480)	45.74	(5,756)	(4,974)	15.72
Depreciation and amortisation		(11,781)	(11,578)	1.75	(550)	(799)	(31.16)	(12,331)	(12,377)	(0.37)
Other operating expenses		(7,342)	(7,438)	(1.29)	(2,026)	(2,254)	(10.12)	(9,368)	(9,692)	(3.34)
Operating profit		<u>20,265</u>	<u>23,565</u>	(14.00)	<u>2,667</u>	<u>4,126</u>	(35.36)	<u>22,932</u>	<u>27,691</u>	(17.19)
Finance expenses		(9,184)	(11,412)	(19.52)	-	-	NM	(9,184)	(11,412)	(19.52)
Foreign exchange (loss) / gain		(2,927)	1,054	NM	-	-	NM	(2,927)	1,054	NM
Share of result of associated company and joint ventures		2,132	1,735	22.88	-	-	NM	2,132	1,735	22.88
Profit before tax		<u>10,286</u>	<u>14,942</u>	(31.16)	<u>2,667</u>	<u>4,126</u>	(35.36)	<u>12,953</u>	<u>19,068</u>	(32.07)
Taxation		(4,166)	(3,580)	16.37	(4,649)	(1,632)	184.87	(8,815)	(5,212)	69.13
Profit for the period		<u>6,120</u>	<u>11,362</u>	(46.14)	<u>(1,982)</u>	<u>2,494</u>	NM	<u>4,138</u>	<u>13,856</u>	(70.14)
Attributable to:										
Shareholders of the Company		5,173	10,394	(50.23)	(1,982)	2,494	NM	3,191	12,888	(75.24)
Minority interest		947	968	(2.17)	-	-	NM	947	968	(2.17)
		<u>6,120</u>	<u>11,362</u>	(46.14)	<u>(1,982)</u>	<u>2,494</u>	NM	<u>4,138</u>	<u>13,856</u>	(70.14)
EBITDA *		<u>31,251</u>	<u>37,932</u>	(17.61)	<u>3,217</u>	<u>4,925</u>	(34.68)	<u>34,468</u>	<u>42,857</u>	(19.57)
Earnings per ordinary share :										
- basic	1d	0.24 cts	0.55 cts	(56.36)	(0.09) cts	0.13 cts	NM	0.15 cts	0.68 cts	(77.94)
- diluted	1d	0.24 cts	0.52 cts	(53.85)	(0.09) cts	0.13 cts	NM	0.15 cts	0.65 cts	(76.92)

* EBITDA is defined as profit before tax and exceptional items, interest, depreciation and amortisation.

** NM - Not Meaningful

Note :

(a) Discontinued Operation reflects the Group's activities in Mid Pac Petroleum, LLC ("Mid Pac"), the retail gasoline operations in Hawaii. Refer to note 2d for details.

(b) The profit and loss comparatives have been adjusted to conform with changes in presentation in the current financial year.

Notes to Group Profit and Loss Accounts

1a. Breakdown of revenue

	1 Jul 07 to 30 Sep 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000	+/(-)%
Continuing operations			
Revenue from transportation leasing	31,390	35,136	(10.66)
Proceeds from sale of investments	3,645	7,253	(49.74)
Investment income	934	1,070	(12.71)
Interest income from :			
Related parties	1,126	3,444	(67.31)
Others	1,400	824	69.90
Others	4,492	3,358	33.77
	<u>42,987</u>	<u>51,085</u>	(15.85)
Discontinued operation			
Revenue from retail gasoline operations	45,486	69,839	(34.87)
Others	397	619	(35.86)
	<u>45,883</u>	<u>70,458</u>	
Consideration for sale of business	69,343	-	NM
	<u>115,226</u>	<u>70,458</u>	63.54
	<u>158,213</u>	<u>121,543</u>	30.17

1b. Pre-tax profit of the Group is arrived at after crediting/(charging) the following :

	1 Jul 07 to 30 Sep 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000	+/(-)%
Continuing operations			
Profit on disposal of fixed assets	3,317	1,832	81.06
Profit on sale of investments	3,645	2,253	61.78
Fair value gain - Derivatives	17	(366)	NM
Provision for doubtful debts	138	-	NM
Discontinued operation			
Profit on disposal of subsidiary	2,750	-	NM
Loss on disposal of fixed assets	(164)	-	NM

1c. There was no adjustment for under or over provision of tax in respect of prior years.

1d. Earnings per ordinary share

	GROUP		
	1 Jul 07 to 30 Sep 07	1 Jul 06 to 30 Sep 06	+/(-)%
From continuing and discontinued operations			
Earnings per Ordinary Share of the Group for the year based on net profit attributable to shareholders :-			
(i) Based on the weighted average number of shares	0.15 cts	0.68 cts	(77.94)
- Weighted average number of shares('000)	2,127,603	1,897,528	12.12
(ii) On a fully diluted basis	0.15 cts	0.65 cts	(76.92)
- Adjusted weighted average number of shares ('000)	2,139,500	1,992,828	7.36
From continuing operations			
Earnings per Ordinary Share of the Group for the year based on net profit attributable to shareholders :-			
(i) Based on the weighted average number of shares	0.24 cts	0.55 cts	(56.36)
- Weighted average number of shares('000)	2,127,603	1,897,528	12.12
(ii) On a fully diluted basis	0.24 cts	0.52 cts	(53.85)
- Adjusted weighted average number of shares ('000)	2,139,500	1,992,828	7.36

1e. There was no extraordinary item during the year.

2. BALANCE SHEETS as at 30 September 2007

	GROUP		COMPANY	
	As at 30 Sep 07 \$'000	As at 30 Jun 07 \$'000	As at 30 Sep 07 \$'000	As at 30 Jun 07 \$'000
Share capital	318,774	318,774	318,774	318,774
Reserves	377,775	360,554	275,012	263,427
Share capital & reserves	696,549	679,328	593,786	582,201
Minority interests	53,616	48,414	-	-
Capital employed	750,165	727,742	593,786	582,201
Represented by :				
Fixed assets	479,960	540,827	16	19
Subsidiaries	-	-	287,127	304,155
Associated company and joint ventures	83,306	83,796	-	-
Available-for-sale investments	266,974	231,083	11,187	15,417
Other assets	6,021	7,261	-	-
Intangibles	216,879	237,719	-	-
	1,053,140	1,100,686	298,330	319,591
Current assets				
Stocks	12,828	18,090	-	-
Amounts due from:				
- subsidiaries	-	-	39	46,861
- associated company and joint ventures	-	484	-	-
Debtors	11,488	21,376	2,498	2,511
Available-for-sale investments	-	-	-	-
Bank balances, deposits and cash	380,200	310,481	348,938	263,905
	404,516	350,431	351,475	313,277
Current liabilities				
Creditors	18,969	28,522	39,165	38,681
Amounts due to:				
- subsidiaries	-	-	4,213	3,962
- associated company and joint ventures	319	184	-	-
Term loans	7,355	4,657	-	-
Provision for taxation	41,875	37,082	6,751	2,055
	68,518	70,445	50,129	44,698
Net current assets	335,998	279,986	301,346	268,579
Non-current liabilities				
Term loans	422,121	450,836	-	-
Deferred liabilities	2,501	4,396	-	-
Deferred taxation	214,351	197,698	5,890	5,969
	638,973	652,930	5,890	5,969
Net assets	750,165	727,742	593,786	582,201

Notes to Balance Sheets

2a. Group's borrowings and debt securities

(i) Amount repayable in one year or less, or on demand

As at 30 Sep 07		As at 30 Jun 07	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
7,355	-	4,657	-

(ii) Amount repayable after one year

As at 30 Sep 07		As at 30 Jun 07	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
422,121	-	450,836	-

(iii) Details of any collateral

The term loans pertained to debt financing taken up by Helm and are pledged against the assets of Helm. The net book value of the fixed assets and other assets pledged to financial institutions amounted to \$904 million (June 2007 : \$886 million).

2b. Net asset value

	GROUP			COMPANY		
	As at 30 Sep 07	As at 30 Jun 07	+/(-)%	As at 30 Sep 07	As at 30 Jun 07	+/(-)%
Net asset value per Ordinary Share #	\$0.33	\$0.32	3.13	\$0.28	\$0.27	3.70
Net tangible asset value per Ordinary Share #	\$0.23	\$0.21	9.52	\$0.28	\$0.27	3.70

Based on issued share capital of 2,127,603,003 ordinary shares as at the end of the financial period (June 2007 : 2,127,603,003).

2c. Balance Sheet review

Group shareholders' funds increased from \$679.3 million as at 30 June 2007 to \$696.5 million as at 30 September 2007. The \$17.2 million increase was mainly due to increases in capital and revenue reserves as a result of a revaluation of Helm's investment in Dakota, Minnesota & Eastern Railroad Corporation (DM&E) and the retained profits for the period. The increase was partially offset by a net decrease in translation reserves as a result of currency fluctuations in the US dollar.

Group total assets of \$1.46 billion at 30 September 2007 were \$6.5 million higher than at 30 June 2007. The increase in total assets was primarily due to the revaluation of Helm's investment in DM&E and an increase of \$69.7 million in cash principally related to the sale of Mid Pac partially offset by the disposal of assets from the sale.

Group total liabilities decreased by \$16.0 million from \$723.4 million at 30 June 2007 to \$707.4 million at 30 September 2007. This decrease is primarily due to the reduction of Helm's term loan and a decrease in liabilities related to the sale of Mid Pac offset by an increase in the provision for tax related to the sale of Mid Pac.

2d. Discontinued operations

Discontinued operation reflects the Group's activities in Mid Pac Petroleum, LLC ("Mid Pac"). Mid Pac contributed to the Energy segment of the Group and engages in the business of acquiring, distributing and marketing petroleum products in Hawaii through 51 retail gas stations and sub-marketers and resellers.

On 17 August 2007, the Company announced that an agreement was entered into for the sale of a 100% owned subsidiary in retail gasoline operations, Mid Pac Petroleum, LLC ("Mid Pac"). The sale was completed on 31 August 2007.

- i. An analysis of the results of discontinued operations, based on preliminary closing, is as follows :

	Group	
	2 months to 31 Aug 07 \$'000	3 months to 30 Sep 06 \$'000
<u>Operations</u>		
Revenue	45,883	70,458
Expenses	<u>(45,966)</u>	<u>(66,332)</u>
Operating profit	(83)	4,126
Finance expenses	-	-
Profit before tax	<u>(83)</u>	<u>4,126</u>
<u>Profit from sale of business</u>		
Consideration	69,343	
Net carrying value of assets disposed	<u>(66,593)</u>	-
Gain on disposal of discontinued operations	<u>2,750</u>	-
Profit before tax for the year	<u>2,667</u>	<u>4,126</u>

- ii The impact of the Discontinued operations on the cashflows of the Group is as follows :

	1 Jul 07 to 31 Aug 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000
Operating cashflows	1,207	7,811
Investing cashflows	2,487	(1,277)
Financing cashflows	<u>(12,205)</u>	<u>(4)</u>
Net cashflows	<u>(8,511)</u>	<u>6,530</u>

3. CONSOLIDATED CASH FLOW STATEMENTS for the first quarter ended 30 September 2007

	Note	1 Jul 07 to 30 Sep 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating profit		22,932	27,691
Adjustments:			
Depreciation and amortisation		12,331	12,377
Dividend income (non cash)		(934)	(872)
Profit on disposal of subsidiary		(2,750)	-
Profit on disposal of fixed assets		(3,153)	(1,832)
Profit on sale of investments		(3,645)	(2,253)
Cash flow from operations before changes in working capital		24,781	35,111
Working capital changes :			
Stocks		(5,816)	(2,006)
Debtors		(1,462)	4,818
Creditors		3,425	(3,448)
Translation of foreign subsidiaries and others		(1,331)	537
Cash from operations		19,597	35,012
Interest paid		(10,083)	(14,957)
Income taxes paid		(300)	(1,321)
Net cash from operating activities		9,214	18,734
CASH FLOWS FROM INVESTING ACTIVITIES			
Disposal of subsidiary	3a	68,353	-
Purchase of fixed assets		(5,944)	(58,090)
Proceeds from disposal of fixed assets		6,173	4,344
Net proceeds from disposal and capital distribution of investments		4,318	7,253
Net cash from / (used in) investing activities		72,900	(46,493)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from term loans		4,084	31,760
Repayment of term loans		(16,677)	(1,970)
Net cash (used in)/from financing activities		(12,593)	29,790
Increase in cash and cash equivalents		69,521	2,031
Cash and cash equivalents at beginning of year		305,795	349,182
Effects of exchange rate changes on cash and cash equivalents		(2,927)	1,054
Cash and cash equivalents at end of period	3b	372,389	352,267

Notes to Consolidated Cashflow Statements

3a. Disposal of Subsidiaries

The fair values of net assets and liabilities of a subsidiary disposed were as follows :

	1 Jul 07 to 30 Sep 07 \$'000
Fixed assets	(37,898)
Intangibles	(13,029)
Other assets	(564)
Debtors	(7,446)
Stock	(10,832)
Bank balances, deposits & cash	(990)
Creditors	10,011
Provision for taxation	43
Deferred taxation	(308)
Deferred liabilities	2,111
Foreign Exchange Translation Reserves	(7,691)
	<u>(66,593)</u>
Net profit on disposal	(2,750)
Sales Proceeds	(69,343)
Add : Bank balance and cash disposed	990
	<u>(68,353)</u>

Note :

The above values are derived based on a preliminary closing statement.

3b. Bank balances, deposits and cash

	1 Jul 07 to 30 Sep 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000
Bank balances, deposits and cash	361,793	335,578
Deposits with related parties	10,596	16,689
Cash and cash equivalents	<u>372,389</u>	<u>352,267</u>
Restricted cash held under escrow	7,811	31,577
	<u>380,200</u>	<u>383,844</u>

Restricted cash held under escrow is made up of :

- i. \$3.7 million (September 2006 : \$6.7 million) payable to a former subsidiary on certain obligations arising out of the settlement conditions with respect to the regulatory approval obtained on the sale of a subsidiary.
- ii. \$4.1 million (September 2006 : Nil) tax payable relating to the disposal of a subsidiary.
- iii. \$24.9 million in the previous financial period relates to amount payable to the former shareholders of a subsidiary, representing the minority interests of a subsidiary as collateral for representations and warranties provided at the time of the acquisition.

4. STATEMENTS OF CHANGES IN EQUITY

4a. Group Statement of Changes in Equity for the first quarter ended 30 September

	Attributable to equity holders of the Company						
	Share Capital S\$'000	Capital Reserves S\$'000	Foreign Exchange Translation Account S\$'000	Revenue Reserves S\$'000	Share Capital & Reserves S\$'000	Minority Interests S\$'000	Capital Employed S\$'000
2007							
As at 1 July 2007	318,774	43,084	(37,553)	355,023	679,328	48,414	727,742
Fair value changes on available-for-sale investments	-	19,621	-	-	19,621	5,712	25,333
Fair value gain realised and transferred to profit and loss account	-	(2,948)	-	-	(2,948)	-	(2,948)
Fair value change on cashflow hedges	-	(435)	-	-	(435)	-	(435)
Exchange differences arising on consolidation	-	-	(9,893)	-	(9,893)	(1,457)	(11,350)
Currency translation loss realised and transferred to profit and loss account	-	-	7,685	-	7,685	-	7,685
Net gain not recognised in the profit and loss account	-	16,238	(2,208)	-	14,030	4,255	18,285
Profit for the period	-	-	-	3,191	3,191	947	4,138
As at 30 September 2007	318,774	59,322	(39,761)	358,214	696,549	53,616	750,165

Group Statement of Changes in Equity for the year ended 30 June

	Attributable to equity holders of the Company						
	Share Capital S\$'000	Capital Reserves S\$'000	Foreign Exchange Translation Account S\$'000	Revenue Reserves S\$'000	Share Capital & Reserves S\$'000	Minority Interests S\$'000	Capital Employed S\$'000
2006							
As at 1 July 2006	393,213	58,799	(24,706)	328,796	756,102	46,618	802,720
Fair value changes on available-for-sale investments	-	436	-	-	436	-	436
Fair value gain realised and transferred to profit and loss account upon disposal of investment	-	(1,850)	-	-	(1,850)	-	(1,850)
Fair value change on cashflow hedges	-	(843)	-	-	(843)	-	(843)
Exchange differences arising on consolidation	-	-	1,270	-	1,270	157	1,427
Currency translation loss realised and transferred to profit and loss account	-	-	8	-	8	-	8
Net loss not recognised in the profit and loss account	-	(2,257)	1,278	-	(979)	157	(822)
Profit for the period	-	-	-	12,888	12,888	968	13,856
As at 30 September 2006	393,213	56,542	(23,428)	341,684	768,011	47,743	815,754

4b. Company Statement of Changes in Equity for the first quarter ended 30 September

2007	Share Capital S\$'000	Capital Reserves S\$'000	Revenue Reserves S\$'000	Total S\$'000
As at 1 July 2007	318,774	6,211	257,216	582,201
Fair value gain realised and transferred to profit and loss account	-	(2,948)	-	(2,948)
Profit for the period	-	-	14,533	14,533
As at 30 September 2007	318,774	3,263	271,749	593,786

Company Statement of Changes in Equity for the first quarter ended 30 September

2006	Share capital S\$'000	Capital reserves S\$'000	Revenue reserves S\$'000	Total S\$'000
As at 1 July 2006	393,213	1,897	257,577	652,687
Profit for the period	-	-	5,079	5,079
As at 30 September 2006	393,213	1,897	262,656	657,766

4c. Share capital

Since 30 June 2007, no shares were issued by virtue of the exercise of options to take up unissued shares of the Company. As at 30 September 2007, there were unexercised options for 240,000 (September 2006: 315,000) of unissued ordinary shares under the Keppel Marine Share Option Scheme 1990 and 38 million warrants (September 2006: 268 million) to subscribe for 38 million ordinary shares.

The issued share capital of the Company as at 30 September 2007 was 2,127,603,003 ordinary shares.

5. AUDIT

The figures have not been audited or reviewed by the Company's auditors

6. AUDITORS' REPORT

Not applicable

7. ACCOUNTING POLICIES

Except as disclosed in paragraph 8 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared with those of the audited financial statements as at 30 June 2007.

8. CHANGES IN THE ACCOUNTING POLICIES

Not applicable

9. REVIEW OF GROUP PERFORMANCE

Group revenue of \$158.2 million for 1Q FY2008 represented an increase of 30.2% as compared to the corresponding period last year. The increase in Group revenue was mostly attributable to the sale of Mid Pac, which resulted in \$69.3 million of sales proceeds, offset by one less operating month for Mid Pac due to its sale on 31 August. Revenue from continuing operations of \$43.0 million represented a decrease of 15.9% as compared to the prior year. The decrease in revenue from continuing operations was mainly attributable to a decrease in Helm's leasing revenue offset by gains from the sale of fixed assets, lower revenue from the disposal of investments and lower interest income earned from fixed deposits.

The Group achieved profit before tax (PBT) of \$13.0 million and PBT from continuing operations of \$10.3 million for 1Q FY2008, a decrease of 32.0% and 31.2%, as compared to 1Q FY2007, respectively. The decrease in PBT was mainly attributable to foreign exchange movements, one less operating month for Mid Pac and less interest income from fixed deposits offset by the gain recognised on the sale of Mid Pac and lower interest expense. Excluding foreign exchange adjustments, Group PBT and PBT from continuing operations reflected a decrease of 11.9% and 4.9% as compared to the prior corresponding periods respectively.

Discontinued operations contributed a PBT of \$2.7 million which was principally a result of the Mid Pac sale. The gain from the sale of Mid Pac was negatively impacted by the realisation of translation adjustments of \$7.7 million.

Profit attributable to shareholders (PATMI) for 1Q FY2008 was \$3.2 million, a decrease of 75.2% from the prior corresponding period. Basic earnings per share (EPS) for the Group decreased to 0.15 cents from 0.68 cents, a 77.9% decrease from 1Q FY2007. Group results include Mid Pac, which is accounted for as a discontinued operation. Excluding Mid Pac's results, PATMI and EPS from continuing operations were \$5.2 million or 0.24 cents, a decrease of 50.2% and 56.3% as compared to the prior period last year, respectively. Excluding foreign exchange adjustments, PATMI for the Group and from continuing operations was \$6.1 million and \$8.1 million, a decrease of 48.3% and 13.3% as compared to the prior corresponding period, respectively.

In the opinion of the Directors, no factor has arisen between 30 September 2007 and the date of this report which would materially affect the results of the Group and the Company for the period just ended.

10. VARIANCE FROM PROSPECT STATEMENT

No variance from previous prospect statement.

11. PROSPECTS

The Group's operating subsidiary, Helm Holding Company, is anticipated to continue to contribute positively to the results of the Group. Helm's results will be positively impacted as a result of the sale of Helm's investment in DM&E, which is expected to have an estimated resultant PATMI contribution of \$22 million, and will be reflected in the next quarter's results.

Helm will continue to contribute positively to the results of the Group although we expect that its leasing operations will continue to be impacted by a slowdown in US homebuilding.

Management will continue to be pro-active with the current investments and seek to enhance shareholder value.

12. DIVIDENDS

12a. Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? No

12b. Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

12c. Date Payable

Not applicable

12d. Books Closure Date

Not applicable

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

No dividend has been declared for the quarter ended 30 September 2007.

For the year ended 30 June 2007, the Board of Directors had recommended a capital distribution of 6 cents per share without deduction for tax out of the Company's share capital. The capital distribution has been approved by shareholders at the Annual General Meeting held on 31 October 2007. Subject to the recording of the information lodged by the Company in the appropriate register by the Registrar of Companies, the Company plans to make the capital distribution to shareholders on or around 26 December 2007.

13. SEGMENT ANALYSIS

BUSINESS SEGMENT

The Group has segmented its continuing operations into Energy, Transportation Leasing and Investments. The Group's Energy segment reflects its energy-related investments. The Transportation Leasing segment represents Helm's locomotive and railcar leasing business in North America. The Group's investment activities consist mainly of the Group's education and technology investments.

First Quarter ended 30 September

	Continuing Operations			Discontinued Operation	Total Operations	
	Energy \$'000	Transportation Leasing \$'000	Investments \$'000			Total \$'000
2007				Midpac \$'000	\$'000	
Revenue	-	36,816	6,171	42,987	115,226	158,213
Results						
Operating profit	-	15,225	5,040	20,265	2,667	22,932
Finance expenses	-	(9,184)	-	(9,184)	-	(9,184)
Foreign exchange loss	-	-	(2,927)	(2,927)	-	(2,927)
Share of results of associated company	-	2,132	-	2,132	-	2,132
Profit before taxation	-	8,173	2,113	10,286	2,667	12,953
Other information						
Segment assets	76,571	820,510	474,848	1,371,929	-	1,371,929
Investment in associated company and joint ventures	-	83,306	-	83,306	-	83,306
Tax recoverable	-	-	2,421	2,421	-	2,421
Total	76,571	903,816	477,269	1,457,656	-	1,457,656
Segment liabilities	-	444,944	6,321	451,265	-	451,265
Net tax provision & deferred taxation	18,287	187,974	49,965	256,226	-	256,226
Total	18,287	632,918	56,286	707,491	-	707,491
Net assets	58,284	270,898	420,983	750,165	-	750,165
Capital expenditure	-	5,290	-	5,290	654	5,944
Depreciation and amortisation	-	(11,768)	(13)	(11,781)	(550)	(12,331)

First Quarter ended 30 September

	Continuing Operations				Discontinued Operation	Total Operations	
	Energy \$'000	Transportation Leasing \$'000	Investments \$'000	Elimination \$'000			Total \$'000
2006							\$'000
Revenue	198	39,366	11,521	-	51,085	70,458	121,543
Results							
Operating profit	198	18,057	5,310	-	23,565	4,126	27,691
Finance expenses	-	(11,412)	-	-	(11,412)	-	(11,412)
Foreign exchange gain	-	-	1,054	-	1,054	-	1,054
Share of results of associated company	-	1,735	-	-	1,735	-	1,735
Profit before taxation	198	8,380	6,364	-	14,942	4,126	19,068
Other information							
Segment assets	202,341	878,819	527,845	(49,415)	1,559,590	-	1,559,590
Investment in associated company and joint ventures	-	81,066	-	-	81,066	-	81,066
Tax recoverable	-	-	2,511	-	2,511	-	2,511
Total	202,341	959,885	530,356	(49,415)	1,643,167	-	1,643,167
Segment liabilities	69,603	550,422	14,819	(49,415)	585,429	-	585,429
Net tax provision & deferred taxation	31,148	167,807	43,029	-	241,984	-	241,984
Total	100,751	718,229	57,848	(49,415)	827,413	-	827,413
Net assets	101,590	241,656	472,508	-	815,754	-	815,754
Capital expenditure	-	56,857	1	-	56,858	1,232	58,090
Depreciation and amortisation	-	(11,543)	(35)	-	(11,578)	(799)	(12,377)

GEOGRAPHICAL SEGMENT

The Group's three business segments operate in three main geographical areas. The operating activities and investment activities are predominately in the USA. There are also investment activities in Hong Kong. Singapore is the home country of the Company and its assets are mainly cash and cash equivalents.

Segment revenue is based on geographical location of its customers or, in the case of revenue from investments, the source of its investments income. Segment assets and capital expenditure are analyzed based on the location of the assets generating the income.

First Quarter ended 30 September					
	<u>Singapore</u>	<u>USA</u>	<u>China/ Hong Kong</u>	<u>Others</u>	<u>Total</u>
	\$'000	\$'000	\$'000	\$'000	\$'000
2007					
Continuing operations					
External revenue	145	38,158	1,039	3,645	42,987
Segment assets	269,055	1,085,172	13,461	4,241	1,371,929
Capital expenditure	-	5,290	-	-	5,290
Discontinued operation					
External revenue	-	115,226	-	-	115,226
Capital expenditure	-	654	-	-	654
2006					
Continuing operations					
External revenue	7,458	40,299	3,328	-	51,085
Segment assets	21,781	1,523,251	4,354	10,204	1,559,590
Capital expenditure	1	56,857	-	-	56,858
Discontinued operation					
External revenue	-	70,458	-	-	70,458
Capital expenditure	-	1,232	-	-	1,232

14. REVIEW OF SEGMENT PERFORMANCE

Not applicable.

15. INTERESTED PERSON TRANSACTIONS

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual.	
	1 Jul 07 to 30 Sep 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000	1 Jul 07 to 30 Sep 07 \$'000	1 Jul 06 to 30 Sep 06 \$'000
General transactions				
KCL Group	-	-	469	588
Greenstreet Partners *	-	-	3,640	3,791
Corporate treasury transactions				
KCL Group	-	-	11,722	20,133
Total	-	-	15,831	24,512

* This amount represents the full financial year transaction with the interested person as per agreement.

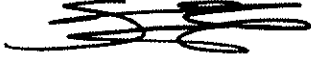
BY ORDER OF THE BOARD

Lawrence Chan
Company Secretary
14-Nov-2007

CONFIRMATION BY THE BOARD

We, STEVEN JAY GREEN and TEO SOON HOE, being two directors of k1 Ventures Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the first quarter ended 30 September 2007 financial results to be false or misleading.

On behalf of the board of directors



STEVEN JAY GREEN
Chairman

Singapore
14-Nov-2007



TEO SOON HOE
Director