

k1 VENTURES LIMITED
FULL YEAR 2008 REPORT CARD

1. PATMI* increased 175% to S\$72.2 million from FY2007's S\$26.2 million.
2. EBITDA improved 66.9% to S\$209.8 million compared to S\$125.7 million in the previous year.
3. Earnings per share* of 3.37 cents, up 157.3% from FY2007's 1.31 cents.
4. Total distribution of 8 cents per share for FY2008, comprising a final dividend of 5 cents and the interim dividend of 3 cents already paid.

(The Company has declared a cumulative distribution of 20 cents per share over the last 2 years, comprising the total distribution of 8 cents for FY2008, a capital distribution of 6 cents for FY2007 and 6 cents for FY2006.)

* includes the discontinued operations of Mid-Pac Petroleum, which was divested on 31 August 2007

K1 VENTURES LIMITED

Co. Reg. No. 197000535W
(Incorporated in the Republic of Singapore)

FULL YEAR FINANCIAL STATEMENT & DIVIDEND ANNOUNCEMENT**UNAUDITED RESULTS FOR THE YEAR ENDED 30 JUNE 2008**

The Directors of **k1 Ventures Limited** advise the following unaudited results of the Group for the year ended 30 June 2008.

1. GROUP PROFIT AND LOSS ACCOUNTS for the year ended 30 June 2008

	Note	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000	+/(-)%
Continuing Operations				
Revenue	1a	<u>350,233</u>	<u>224,392</u>	56.08
Raw materials & consumables used		(14,603)	(8,738)	67.12
Net carrying value of investments disposed		(74,238)	(42,018)	76.68
Staff costs		(13,665)	(13,191)	3.59
Depreciation and amortisation		(47,759)	(48,495)	(1.52)
Other operating expenses		<u>(33,280)</u>	<u>(32,649)</u>	1.93
Operating profit		166,688	79,301	110.20
Finance expenses		(25,534)	(42,634)	(40.11)
Foreign exchange loss		(11,844)	(9,523)	24.37
Share of result of associated company and joint ventures		<u>7,217</u>	<u>7,416</u>	(2.68)
Profit before tax		136,527	34,560	295.04
Taxation		<u>(55,812)</u>	<u>(13,974)</u>	299.40
Profit from continuing operations		80,715	20,586	292.09
Discontinued Operations				
(Loss)/profit from discontinued operations	1g	<u>(689)</u>	<u>8,820</u>	NM
Profit for the year		80,026	29,406	172.14
Attributable to :				
Shareholders of the Company				
Profit from continuing operations		72,868	17,407	318.61
(Loss)/profit from discontinued operations		<u>(689)</u>	<u>8,820</u>	NM
		72,179	26,227	175.21
Minority interest		<u>7,847</u>	<u>3,179</u>	146.84
		80,026	29,406	172.14
EBITDA *		209,820	125,689	66.94
Earnings per ordinary share :				
Continuing and discontinued operations				
basic	1d	3.37 cts	1.31 cts	157.25
diluted	1d	3.36 cts	1.26 cts	166.67
Continuing operations				
basic	1d	3.40 cts	0.87 cts	290.80
diluted	1d	3.39 cts	0.83 cts	308.43

* EBITDA is defined as profit before tax, finance expenses, depreciation and amortisation for continuing operations.

** 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 1g for details.

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

Notes to Group Profit and Loss Accounts

1a. Breakdown of revenue

	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000	+/(-)%
Continuing operations			
Revenue from transportation leasing	124,480	145,107	(14.22)
Proceeds from sale of investments	202,928	49,216	312.32
Dividend income	961	4,322	(77.76)
Interest income from :			
Related parties	3,676	5,452	(32.58)
Others	3,960	8,182	(51.60)
Others	<u>14,228</u>	<u>12,113</u>	17.46
	<u>350,233</u>	<u>224,392</u>	56.08
Discontinued operation			
Revenue from retail gasoline operations	45,561	246,902	(81.55)
Others	<u>397</u>	<u>2,348</u>	(83.09)
	<u>45,958</u>	<u>249,250</u>	(81.56)
Consideration for sale of business	<u>69,911</u>	-	NM
	<u>115,869</u>	<u>249,250</u>	(53.51)
	<u>466,102</u>	<u>473,642</u>	(1.59)

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

	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000	+/(-)%
Continuing operations			
Profit on disposal of fixed assets	9,017	7,415	21.60
Profit on sale of investments	128,690	7,198	NM
Provision for doubtful debts	(29)	-	NM
Write-back of provision for doubtful debts	154	107	43.93
Fair value gain/(loss) - Derivatives	17	(243)	NM
Discontinued operations			
Profit on disposal of subsidiary	3,115	-	NM
Profit on disposal of fixed assets	1,032	2,135	(51.66)

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

1d. Earnings per ordinary share

	GROUP		
	1 Jul 07 to 30 Jun 08	1 Jul 06 to 30 Jun 07	+/(-)%
Continuing and Discontinued operations Earnings per Ordinary Share of the Group for the period based on net profit attributable to shareholders :			
(i) Based on the weighted average number of shares	3.37 cts	1.31 cts	157.25
- Weighted average number of shares ('000)	2,140,270	1,995,728	7.24
(ii) On a fully diluted basis	3.36 cts	1.26 cts	166.67
- Adjusted weighted average number of shares ('000)	2,150,754	2,088,491	2.98
Continuing operations Earnings per Ordinary Share of the Group for the period based on net profit attributable to shareholders :			
(i) Based on the weighted average number of shares	3.40 cts	0.87 cts	290.80
- Weighted average number of shares ('000)	2,140,270	1,995,728	7.24
(ii) On a fully diluted basis	3.39 cts	0.83 cts	308.43
- Adjusted weighted average number of shares ('000)	2,150,754	2,088,491	2.98

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

1f. Breakdown of revenue (continuing & discontinued operations)

	GROUP		
	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000	+/(-)%
First Half			
Revenue reported for first half year	289,258	222,622	29.93
Operating profit after tax before deducting minority interests reported for first half year	36,208	12,247	195.65
Second Half			
Revenue reported for second half year	176,844	251,020	(29.55)
Operating profit after tax before deducting minority interests reported for second half year	43,818	17,159	155.36

1g. Discontinued operations

Discontinued operation reflects the Group's activities in 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. The sale was completed on 31 August 2007.

i. An analysis of the results of discontinued operations is as follows :

	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000
<u>Operations</u>		
Revenue	45,958	249,250
Expenses	(44,503)	(234,775)
Profit before tax	<u>1,455</u>	<u>14,475</u>
<u>Profit from sale of business</u>		
Consideration	69,911	-
Net carrying value of assets disposed	(66,796)	-
Gain on disposal of discontinued operations	<u>3,115</u>	<u>-</u>
Profit before tax for the year	4,570	14,475
Taxation	(5,259)	(5,655)
(Loss)/profit after tax	<u>(689)</u>	<u>8,820</u>

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

	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000
Operating cashflows	1,291	2,279
Investing cashflows	2,403	1,292
Financing cashflows	(12,205)	-
Net cashflows	<u>(8,511)</u>	<u>3,571</u>

The results to-date relates to the period July to August 2007 and includes adjustment after final closing.

2. BALANCE SHEETS as at 30 June 2008

	Note	GROUP		COMPANY	
		As at 30 Jun 08 \$'000	As at 30 Jun 07 \$'000	As at 30 Jun 08 \$'000	As at 30 Jun 07 \$'000
Share capital		196,437	318,774	196,437	318,774
Reserves		353,729	360,554	225,401	263,427
Share capital & reserves		550,166	679,328	421,838	582,201
Minority interests		50,358	48,414	-	-
Capital employed		600,524	727,742	421,838	582,201
Represented by :					
Fixed assets		439,394	540,827	2	19
Subsidiaries		-	-	287,127	304,155
Associated company and joint ventures		39,376	83,796	-	-
Available-for-sale investments		177,736	231,083	20,455	15,417
Other assets		4,468	7,261	-	-
Intangibles		195,740	237,719	-	-
		856,714	1,100,686	307,584	319,591
Current assets					
Stocks		16,487	18,090	-	-
Amounts due from:					
- subsidiaries		-	-	-	46,861
- associated company and joint ventures		309	484	-	-
Debtors		18,597	21,376	304	2,511
Bank balances, deposits and cash	3b	278,504	310,481	166,247	263,905
		313,897	350,431	166,551	313,277
Current liabilities					
Creditors		15,942	28,522	35,167	38,681
Amount due to:					
- subsidiaries		-	-	6,749	3,962
- associated company and joint ventures		428	184	-	-
Term loans		3,065	4,657	-	-
Provision for taxation		60,587	37,082	2,029	2,055
		80,022	70,445	43,945	44,698
Net current assets		233,875	279,986	122,606	268,579
Non-current liabilities					
Term loans		293,684	450,836	-	-
Deferred liabilities		4,444	4,396	-	-
Deferred taxation		191,937	197,698	8,352	5,969
		490,065	652,930	8,352	5,969
Net assets		600,524	727,742	421,838	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 Jun 08		As at 30 Jun 07	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
3,065	-	4,657	-

(ii) Amount repayable after one year

As at 30 Jun 08		As at 30 Jun 07	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
293,684	-	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 \$728 million (June 2007 : \$886 million).

2b. Net asset value

	GROUP			COMPANY		
	As at 30 Jun 08	As at 30 Jun 07	+ / (-)%	As at 30 Jun 08	As at 30 Jun 07	+ / (-)%
Net asset value per Ordinary Share #	\$0.25	\$0.32	(21.88)	\$0.19	\$0.27	(29.63)
Net tangible asset value per Ordinary Share #	\$0.16	\$0.21	(23.81)	\$0.19	\$0.27	(29.63)

Based on issued share capital of 2,165,603,003 ordinary shares as at the end of the financial year (June 2007 : 2,127,603,003).

2c. Balance Sheet review

Group shareholders' funds decreased from \$679.3 million as at 30 June 2007 to \$550.2 million as at 30 June 2008. The decrease was primarily due to the capital distribution of \$127.7 million made in January 2008, a dividend of \$65.0 million paid in March 2008 and negative currency translation adjustments of \$19.4 million. The decrease was partially offset by the net profit attributable to shareholders of \$72.2 million for the year, an upward revaluation of the Group's remaining investment in McMoRan Exploration Co. ("MMR"), and proceeds from the exercise of warrants issued by the Company.

Group total assets of \$1.17 billion at 30 June 2008 were \$280.5 million lower than at 30 June 2007. The decrease in total assets was primarily related to the above mentioned capital and dividend distributions, the sale of Mid Pac Petroleum LLC ("Mid Pac"), the pay down of term loans, and the impact from foreign exchange movements. The decrease was partially offset by gains from the sale of MMR shares, and the sale of an investment in DM&E, proceeds from the exercise of warrants issued by the Company, and the upward mark-to-market adjustment of the Group's remaining investment in MMR.

Group total liabilities decreased by \$153.3 million from \$723.4 million at 30 June 2007 to \$570.1 million at 30 June 2008. This decrease was due primarily to the pay down of Helm's term loan with the cash proceeds received from the sale of DM&E and a decrease in liabilities as a result of the sale of Mid Pac. This decrease was partially offset by an increase in the provision for tax related to the sale of MMR shares, DM&E and the sale of Mid Pac.

3. CONSOLIDATED CASH FLOW STATEMENTS for the year ended 30 June 2008

	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating profit		
Continuing operations	166,688	79,301
Discontinued operations	4,570	14,475
	<u>171,258</u>	<u>93,776</u>
Adjustments:		
Depreciation and amortisation	48,309	51,514
Dividend income (non cash)	(961)	(3,548)
Profit on disposal of subsidiary	(3,115)	-
Profit on disposal of fixed assets	(10,049)	(9,550)
Profit on sale of investments	(128,690)	(7,198)
Cash flow from operations before changes in working capital	<u>76,752</u>	<u>124,994</u>
Working capital changes :		
Stocks	(1,552)	(3,893)
Debtors	(8,085)	2,505
Creditors	6,863	(15,932)
Translation of foreign subsidiaries and others	(15,827)	(1,564)
Cash from operations	<u>58,151</u>	<u>106,110</u>
Interest paid	(26,979)	(40,740)
Income taxes paid	(25,287)	(8,470)
Net cash from operating activities	<u>5,885</u>	<u>56,900</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Disposal of subsidiary	68,921	-
Adjustment to acquisition value for an investment in a subsidiary	-	(2,452)
Purchase of fixed assets	(68,281)	(83,802)
Proceeds from disposal of fixed assets	43,479	30,048
Proceeds from distribution from associated company	44,421	-
Net proceeds from disposal and capital distribution of investments	209,662	52,454
Purchase of investments	(19,690)	(7,316)
Net cash from/(used in) investing activities	<u>278,512</u>	<u>(11,068)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from share issue	5,320	39,416
Proceeds from term loans	-	101,629
increased share capital in a subsidiary	-	235
Repayment of term loans	(113,244)	(107,121)
Capital distribution	(127,657)	(113,855)
Dividend paid to shareholders of the Company	(64,968)	-
Net cash used in financing activities	<u>(300,549)</u>	<u>(79,696)</u>
Decrease in cash and cash equivalents	<u>(16,152)</u>	<u>(33,864)</u>
Cash and cash equivalents at beginning of year	<u>305,795</u>	<u>349,182</u>
Effects of exchange rate changes on cash and cash equivalents	<u>(11,844)</u>	<u>(9,523)</u>
Cash and cash equivalents at end of year	<u>277,799</u>	<u>305,795</u>
Restricted cash	705	4,686
	<u>278,504</u>	<u>310,481</u>

Notes to Consolidated Cashflow Statements

3a. Disposal of Subsidiary

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

	1 Jul 07 to 30 Jun 08 \$'000
Fixed assets	(37,933)
Intangibles	(13,029)
Other assets	(564)
Debtors	(7,489)
Stock	(10,847)
Bank balances, deposits & cash	(990)
Creditors	9,809
Provision for taxation	165
Deferred taxation	(308)
Deferred liabilities	2,113
Foreign exchange translation reserves	(7,723)
	<u>(66,796)</u>
Net profit on disposal	(3,115)
Sales Proceeds	(69,911)
Add : Bank balance and cash disposed	990
Cash flow on disposal net of cash disposed	<u>(68,921)</u>

3b. Bank balances, deposits and cash

	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000
Bank balances, deposits and cash	100,407	289,896
Deposits with related parties	177,392	15,899
Cash and cash equivalents	<u>277,799</u>	<u>305,795</u>
Restricted cash held under escrow	705	4,686
	<u>278,504</u>	<u>310,481</u>

4. STATEMENTS OF CHANGES IN EQUITY

4a. Group Statement of Changes in Equity for the year ended 30 June

2008	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
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	-	63,076	-	-	63,076	-	63,076
Fair value gain realised and transferred to profit and loss account upon disposal of investment	-	(56,975)	-	-	(56,975)	-	(56,975)
Fair value change on cashflow hedges	-	(692)	-	-	(692)	-	(692)
Exchange differences arising on consolidation	-	-	(33,817)	-	(33,817)	(5,918)	(39,735)
Currency translation loss transferred to profit and loss account	-	-	14,372	-	14,372	-	14,372
Net gain/(loss) not recognised in the profit and loss account	-	5,409	(19,445)	-	(14,036)	(5,918)	(19,954)
Profit for the year	-	-	-	72,179	72,179	7,847	80,026
Dividend paid	-	-	-	(64,968)	(64,968)	-	(64,968)
Capital distribution	(127,657)	-	-	-	(127,657)	15	(127,642)
Shares issued	5,320	-	-	-	5,320	-	5,320
As at 30 June 2008	196,437	48,493	(56,998)	362,234	550,166	50,358	600,524

	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 2006	393,213	58,799	(24,706)	328,796	756,102	46,618	802,720
Fair value changes on available-for-sale investments	-	(10,487)	-	-	(10,487)	-	(10,487)
Fair value gain realised and transferred to profit and loss account upon disposal of investment	-	(4,459)	-	-	(4,459)	-	(4,459)
Fair value change on cashflow hedges	-	(769)	-	-	(769)	-	(769)
Exchange differences arising on consolidation	-	-	(12,460)	-	(12,460)	(1,598)	(14,058)
Currency translation loss transferred to profit and loss account	-	-	(387)	-	(387)	-	(387)
Net loss not recognised in the profit and loss account	-	(15,715)	(12,847)	-	(28,562)	(1,598)	(30,160)
Profit for the year	-	-	-	26,227	26,227	3,179	29,406
Capital distribution	(113,855)	-	-	-	(113,855)	-	(113,855)
Shares issued	39,416	-	-	-	39,416	-	39,416
Increased share capital in a subsidiary	-	-	-	-	-	235	235
Other adjustments	-	-	-	-	-	(20)	(20)
As at 30 June 2007	318,774	43,084	(37,553)	355,023	679,328	48,414	727,742

4b. Company Statement of Changes in Equity for the year ended 30 June

	Share capital S\$'000	Capital reserves S\$'000	Revenue reserves S\$'000	Total S\$'000
2008				
As at 1 July 2007	318,774	6,211	257,216	582,201
Fair value changes on available-for-sale investments	-	5,174	-	5,174
Fair value gain realised and transferred to profit and loss account upon disposal of investment	-	(6,034)	-	(6,034)
Net loss not recognised in the profit and loss account	-	(860)	-	(860)
Profit for the year	-	-	27,802	27,802
Capital distribution	(127,657)	-	-	(127,657)
Dividend paid	-	-	(64,968)	(64,968)
Share issued	5,320	-	-	5,320
As at 30 June 2008	196,437	5,351	220,050	421,838
2007				
As at 1 July 2006	393,213	1,897	257,577	652,687
Fair value changes on available-for-sale investments	-	6,591	-	6,591
Fair value gain realised and transferred to profit and loss account upon disposal of investment	-	(2,277)	-	(2,277)
Net profit not recognised in the profit and loss account	-	4,314	-	4,314
Loss for the year	-	-	(361)	(361)
Capital distribution	(113,855)	-	-	(113,855)
Share issued	39,416	-	-	39,416
As at 30 June 2007	318,774	6,211	257,216	582,201

4c. Share capital

Since 30 June 2007, the Company issued 38 million ordinary shares upon the exercise of all warrants issued in 2005. As at 30 June 2008, there were unexercised options for 215,000 (June 2007: 240,000) of unissued ordinary shares under the Keppel Marine Share Option Scheme 1990.

The issued share capital of the Company as at 30 June 2008 was 2,165,603,003 ordinary shares.

As at 30 June 2008, the Company was not holding any treasury shares.

5. **AUDIT**

The financial statements have not been audited nor reviewed by our auditors.

6. **AUDITORS' REPORT**

Not applicable

7. **ACCOUNTING POLICIES**

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 from continuing operations for FY2008 of \$350.2 million represents an increase of 56.1% as compared to the \$224.4 million in the previous year. The improved revenue for the year was attributable mainly to the sale of MMR shares and Helm's sale of its investment in DM&E. This increase was partially offset by a decrease in Helm's leasing revenue, and lower interest income from fixed deposits.

As compared to the previous year, Group operating profit from continuing operations increased by 110.2% to \$166.7 million for year ended 30 June 2008. The improved operating profit from continuing operations was mainly attributable to gains from the sale of investments offset by lower operating profit from Helm.

The Group achieved profit before tax (PBT) of \$136.5 million from continuing operations for the year ended 30 June 2008 as compared to \$34.6 million for the prior year, an increase of 295.0%. The improved results from continuing operations were driven by a higher operating profit and lower finance expense.

The Group's EBITDA for continuing operations improved by 66.9% to \$209.8 million for the year ended 30 June 2008.

Profit attributable to shareholders (PATMI) for the year was \$72.2 million as compared to \$26.2 million in the prior year, an increase of 175.2%. Excluding the effect of foreign exchange loss and the results from Mid Pac, which was accounted for as discontinued operations, PATMI from continuing operations increased by 214.6%.

Basic earnings per share (EPS) for the Group for the year ended 30 June 2008 increased to 3.37 cents from 1.31 cents, a 157.3% increase from the prior year.

In the opinion of the Directors, no factor has arisen between 30 June 2008 and the date of this report which would materially affect the results of the Group and the Company for the year just ended.

10. VARIANCE FROM PROSPECT STATEMENT

No material variance from previous statement.

11. PROSPECTS

The Group's operating subsidiary, Helm Holding Corporation, is expected to continue to see weakness in rail traffic volumes.

Management will continue to be pro-active in seeking to enhance shareholder value with its current portfolio of investments.

12. DIVIDEND/CAPITAL DISTRIBUTION

12a. Current Financial Period Reported On

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

Dividend

The Board of Directors is pleased to recommend a tax exempt one-tier final dividend of 5 cents per share (30 June 2007: nil), in respect of the financial year ended 30 June 2008 for approval by shareholders at the next Annual General Meeting to be convened.

Together with the interim one-tier exempt special dividend of 3 cents per share paid on 3 March 2008, total dividend paid and proposed in respect of the financial year ended 30 June 2008 will be 8 cents per share (30 June 2007: nil).

No capital distribution (30 June 2007: 6 cents per share) have been proposed in respect of the financial year ended 30 June 2008.

12b. Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

A capital distribution of 6 cents per share in respect of the year ended 30 June 2007 was paid on 2 January 2008.

12c. Date Payable

The proposed final dividend, if approved at the Annual General Meeting to be held on 31 October 2008, will be paid on 18 November 2008.

12d. Books Closure Date

Notice is hereby given that, the Share Transfer Books and Register of Members of the Company will be closed on 8 November 2008 for the preparation of dividend warrants. Duly completed transfers received by the Company's Registrar, B.A.C.S. Private Limited, at 63 Cantonment Road, Singapore 089758 up to 5.00 p.m. on 7 November 2008 will be registered to determine shareholders' entitlement to the proposed final dividend. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Ltd (CDP), the final dividend will be paid by the Company to CDP which will in turn distribute the dividend entitlements to shareholders.

12e. Total Annual Dividend / Capital distribution

	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000
Final dividend *	108,280	-
Interim special dividend	64,968	-
Capital distribution	-	127,656
	<u>173,248</u>	<u>127,656</u>

*2008 final dividend is estimated based on share capital of 2,165,603,003 ordinary shares at the end of the financial year.

13. SEGMENT ANALYSIS

BUSINESS SEGMENT

The Group has segmented its continuing operations into Energy, Transportation Leasing and Investments. The Group's Energy segment reflects Mid Pac's retail gasoline operations in Hawaii. The Transportation Leasing segment represents Helm's locomotive and railcar leasing business in North America. The Group's Investment activities consist of the Group's investments in quoted, unquoted investments.

The Group's energy-related investments have been classified under the Investment segment. They were classified under the Energy segment in previous quarters/years. The comparative segment analysis has also been reclassified to be consistent with the existing segment reporting.

Discontinued Operation reflects the Group's activities in Mid Pac, the retail gasoline operations in Hawaii, which was disposed on 31 August 2007.

2008

	Continuing Operations			Discontinued Operations	Total Operations
	Transportation leasing \$'000	Investments \$'000	Total \$'000	Midpac \$'000	\$'000
2008					
Revenue	<u>233,457</u>	<u>116,776</u>	<u>350,233</u>	<u>115,869</u>	<u>466,102</u>
Results					
Operating profit	86,305	80,383	166,688	4,570	171,258
Finance expenses	(25,534)	-	(25,534)	-	(25,534)
Foreign exchange loss	-	(11,844)	(11,844)	-	(11,844)
Share of results of associated company and joint ventures	7,217	-	7,217	-	7,217
Profit before taxation	<u>67,988</u>	<u>68,539</u>	<u>136,527</u>	<u>4,570</u>	<u>141,097</u>
Other Information					
Segment assets	688,573	442,449	1,131,022	-	1,131,022
Investment in associated company and joint ventures	39,376	-	39,376	-	39,376
Tax recoverable	-	213	213	-	213
Total	<u>727,949</u>	<u>442,662</u>	<u>1,170,611</u>	<u>-</u>	<u>1,170,611</u>
Segment liabilities	313,608	3,955	317,563	-	317,563
Net tax provision & deferred taxation	159,982	92,542	252,524	-	252,524
Total	<u>473,590</u>	<u>96,497</u>	<u>570,087</u>	<u>-</u>	<u>570,087</u>
Net assets	<u>254,359</u>	<u>346,165</u>	<u>600,524</u>	<u>-</u>	<u>600,524</u>
Capital expenditure	67,841	-	67,841	440	68,281
Depreciation and amortisation	(47,715)	(44)	(47,759)	(550)	(48,309)

	Continuing Operations			Total \$'000	Discontinued Operations	Total Operations \$'000
	Transportation leasing \$'000	Investments \$'000	Elimination \$'000		Midpac \$'000	
2007						
Revenue	<u>160,767</u>	<u>63,625</u>	<u>-</u>	<u>224,392</u>	<u>249,250</u>	<u>473,642</u>
Results						
Operating profit	62,747	16,554	-	79,301	14,475	93,776
Finance expenses	(42,634)	-	-	(42,634)	-	(42,634)
Foreign exchange loss	-	(9,523)	-	(9,523)	-	(9,523)
Share of results of associated company and joint ventures	<u>7,416</u>	<u>-</u>	<u>-</u>	<u>7,416</u>	<u>-</u>	<u>7,416</u>
Profit before taxation	<u>27,529</u>	<u>7,031</u>	<u>-</u>	<u>34,560</u>	<u>14,475</u>	<u>49,035</u>
Other information						
Segment assets	801,976	528,037	(46,821)	1,283,192	81,708	1,364,900
Investment in associated company and joint ventures	83,796	-	-	83,796	-	83,796
Tax recoverable	-	2,421	-	2,421	-	2,421
Total	<u>885,772</u>	<u>530,458</u>	<u>(46,821)</u>	<u>1,369,409</u>	<u>81,708</u>	<u>1,451,117</u>
Segment liabilities	471,690	5,833	(46,821)	430,702	57,893	488,595
Net tax provision & deferred taxation	<u>168,872</u>	<u>66,348</u>	<u>-</u>	<u>235,220</u>	<u>(440)</u>	<u>234,780</u>
Total	<u>640,562</u>	<u>72,181</u>	<u>(46,821)</u>	<u>665,922</u>	<u>57,453</u>	<u>723,375</u>
Net assets	<u>245,210</u>	<u>458,277</u>	<u>-</u>	<u>703,487</u>	<u>24,255</u>	<u>727,742</u>
Capital expenditure	77,727	4	-	77,731	6,071	83,802
Depreciation and amortisation	(48,376)	(119)	-	(48,495)	(3,019)	(51,514)

GEOGRAPHICAL SEGMENT

The Group's two 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.

2008	Singapore \$'000	USA \$'000	China/ Hong Kong \$'000	Others \$'000	Total \$'000
Continuing operations					
External revenue	499	339,015	3,492	7,227	350,233
Segment assets	75,934	890,071	156,743	8,274	1,131,022
Capital expenditure	-	67,841	-	-	67,841
Discontinued operations					
External revenue	-	115,869	-	-	115,869
Capital expenditure	-	440	-	-	440

2007	<u>Singapore</u> \$'000	<u>USA</u> \$'000	<u>China/ Hong Kong</u> \$'000	<u>Others</u> \$'000	<u>Total</u> \$'000
Continuing operations					
External revenue	8,136	208,715	4,878	2,663	224,392
Segment assets	190,327	1,071,706	12,553	8,606	1,283,192
Capital expenditure	1	77,730	-	-	77,731
Discontinued operations					
External revenue	-	249,250	-	-	249,250
Segment assets	-	81,708	-	-	81,708
Capital expenditure	-	6,071	-	-	6,071

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 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000	1 Jul 07 to 30 Jun 08 \$'000	1 Jul 06 to 30 Jun 07 \$'000
General transactions				
KCL Group	-	-	550	698
Greenstreet Partners *	-	-	5,548	3,717
Corporate treasury transactions				
KCL Group	-	-	181,070	21,351
Total	-	-	187,168	25,766

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

BY ORDER OF THE BOARD

Lawrence Chan
Company Secretary
20 August 2008