


**INTRACO Limited**

 (Incorporated in the Republic of Singapore)  
 Company Registration Number 196800526Z

**Unaudited Full Year Financial Statement for the Year Ended 31/12/2009**
**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**

1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated income statement	Notes	Group Year Ended		% Change
		31/12/09 S\$'000	31/12/08 S\$'000	
Turnover		196,710	294,511	(33.2)
Cost of sales		(181,109)	(279,143)	(35.1)
<b>Gross profit</b>		<b>15,601</b>	<b>15,368</b>	1.5
Other income		5,358	1,470	264.5
Distribution expenses		(3,823)	(3,779)	1.2
Administration expenses		(17,332)	(11,403)	52.0
Other expenses		(383)	(1,581)	(75.8)
<b>Results from operating activities</b>		<b>(579)</b>	<b>75</b>	(872.0)
Finance income		1,140	1,521	(25.0)
Finance expense		(163)	(511)	(68.1)
Net finance income		977	1,010	(3.3)
Share of profit/(loss) of an associate (net of tax)		301	(57)	628.1
<b>Profit before income tax</b>		<b>699</b>	<b>1,028</b>	(32.0)
Income tax credit / (expense)		1,992	(59)	n.m.
<b>Profit for the year</b>		<b>2,691</b>	<b>969</b>	177.7
<b>Attributable to :</b>				
Equity holders of the Company		3,105	1,189	161.1
Minority interests		(414)	(220)	88.2
<b>Profit for the year</b>		<b>2,691</b>	<b>969</b>	177.7

n.m.: not meaningful

1(a)(ii) Notes to the income statement

Notes to the income statement	Notes	Group Year Ended		% Change
		31/12/09 S\$'000	31/12/08 S\$'000	
<b>Profit is stated after crediting:</b>				
Commission income		1,230	1,003	22.6
Interest income		607	1,357	(55.3)
Dividend Income		390	23	n.m.
Distribution from investments		143	140	2.1
Negative goodwill from the acquisition of an associate and the acquisition of the remaining interest of a subsidiary		2,689	-	n.m.
Writeback of impairment of property, plant and equipment		1,056	-	n.m.
<b>and after charging:</b>				
Interest expense		163	511	(68.1)
Depreciation and amortisation		4,586	4,221	8.6
Impairment loss on intangible assets		243	-	n.m.
Impairment of investment in an associate		383	-	n.m.
Foreign exchange loss		713	1,261	(43.5)
Doubtful debts allowance made, net write back		5,376	136	n.m.
Writedown / (write back) of inventory to its net realisable value		2,947	(108)	n.m.
<b>Income tax includes:</b>				
Current year		60	40	50.0
(Over)/under provision in respect of prior years		(2,052)	19	n.m.

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

Consolidated statement of financial position

Notes	Group		Company	
	31/12/09 S\$'000	31/12/08 S\$'000	31/12/09 S\$'000	31/12/08 S\$'000
<b>Non-current assets</b>				
	9,056	11,646	347	427
Property, plant and equipment	140	656	-	-
Intangible assets	-	-	30,318	50,739
Subsidiaries	-	-	3,631	3,631
Amount due from a subsidiary	(a) 14,016	2,069	10,993	1,036
Associates	3,071	2,585	3,064	2,577
Other investments	26,283	16,956	48,353	58,410
<b>Current assets</b>				
	20	19	-	-
Other investments	(b) 11,821	29,773	565	3,421
Inventories	(b) 33,171	43,712	5,743	7,771
Trade and other receivables	-	-	7,702	9,361
Amounts owing by subsidiaries	400	400	400	400
Loan due from an associate	-	983	-	660
Tax receivable	35,768	32,538	22,426	14,208
Cash and cash equivalents	81,180	107,425	36,836	35,821
<b>Total assets</b>	<b>107,463</b>	<b>124,381</b>	<b>85,189</b>	<b>94,231</b>
<b>Share capital and reserves</b>				
	81,874	81,874	81,874	81,874
Share capital	2,561	2,921	(1,223)	7,631
Other reserves	(6,074)	(9,102)	(5,831)	(7,002)
Accumulated losses	78,361	75,693	74,820	82,503
<b>Minority interests</b>	-	3,138	-	-
<b>Total equity</b>	<b>78,361</b>	<b>78,831</b>	<b>74,820</b>	<b>82,503</b>
<b>Non-current liabilities</b>				
Financial liabilities	10	18	-	-
<b>Current liabilities</b>				
	23,380	35,075	4,284	5,770
Trade and other payables	-	-	6,085	5,958
Amounts owing to subsidiaries	(d) 5,641	10,363	-	-
Financial liabilities	71	94	-	-
Current tax payable	29,092	45,532	10,369	11,728
<b>Total liabilities</b>	<b>107,463</b>	<b>124,381</b>	<b>85,189</b>	<b>94,231</b>

Notes:

- (a) Increase mainly due to investment in an associate.  
(b) Reduction in inventories and trade receivables in tandem with decrease in turnover.  
(c) The decrease in trade and other payables is in line with reduction in trade receivables.  
(d) Reduction due to trust receipts substantially repaid.

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

Amount repayable in one year or less, or on demand	As at 31/12/09		As at 31/12/08	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
	8	5,633	8	10,355
Amount repayable after one year	As at 31/12/09		As at 31/12/08	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
	10	-	18	-

Details of any collateral

The secured borrowings are outstanding obligations under a finance lease.

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

**Consolidated Statement of Cash Flows**

	Group	
	31/12/09	31/12/08
	S\$'000	S\$'000
<b>Operating activities</b>		
Profit for the period	2,691	969
Adjustments for:		
Depreciation	4,442	4,058
Amortisation of intangible assets	144	163
Impairment loss on intangible assets	243	-
Gain on disposal of property, plant and equipment	(16)	-
Property, plant and equipment written off	3	2
Impairment of available-for-sale financial asset	-	1,244
Allowance for doubtful debts and write down of inventory to its net realisable value	8,323	-
Writeback of impairment of property, plant and equipment	(1,056)	-
Share-based expense of a subsidiary	16	123
Loss on fair valuation of financial assets	-	337
Negative goodwill from the acquisition of an associate and the remaining interest of a subsidiary	(2,689)	-
Impairment of investment in an associate	383	-
Share of (profit) / loss of associates, net of income tax	(301)	57
Net finance income	(977)	(1,010)
Income tax (credit) / expense	(1,992)	59
	<u>9,214</u>	<u>6,002</u>
Changes in working capital:		
Inventories	14,941	5,065
Trade and other receivables	4,584	6,137
Trade and other payables	(11,856)	(7,115)
<b>Cash generated from operations</b>	<u>16,883</u>	<u>10,089</u>
Interest paid	(164)	(507)
Interest received	274	1,303
Income taxes refunded / (paid)	2,914	(407)
<b>Cash flows from operating activities</b>	<u>19,907</u>	<u>10,478</u>
<b>Investing activities</b>		
Dividend received	390	23
Distribution from investments	143	140
Investment in an associate	(10,106)	(596)
Payment for development cost on intangible assets	(102)	(404)
Purchase of unquoted debt securities	-	(1,901)
Purchase of property, plant and equipment	(816)	(3,023)
Proceeds from disposal of investment	-	528
Proceeds from sale of property, plant and equipment	27	66
Acquisition of minority interests	(1,256)	-
<b>Cash flows from investing activities</b>	<u>(11,720)</u>	<u>(5,167)</u>
<b>Financing activities</b>		
Proceeds from borrowings	653	3,163
Repayment of borrowings	(5,375)	(11,548)
Payment of finance lease liabilities	(8)	(8)
Deposits pledged	(2,900)	-
<b>Cash flows from financing activities</b>	<u>(7,630)</u>	<u>(8,393)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<u>557</u>	<u>(3,082)</u>
Cash and cash equivalents at beginning of the year	32,538	35,664
Effects of exchange rate changes on balances held in foreign currency	(227)	(44)
<b>Cash and cash equivalents at end of the year</b>	<u>32,868</u>	<u>32,538</u>
Comprising:		
Cash at bank and in hand	15,324	20,338
Fixed deposits with banks	20,444	12,200
	<u>35,768</u>	<u>32,538</u>
Deposits pledged	(2,900)	-
	<u>32,868</u>	<u>32,538</u>

1(d)(i)(a) A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

With effect from 1 January 2009, FRS 1 *Presentation of Financial Statements*, requires an entity to present total comprehensive income (i.e. changes in equity during a period, other than those changes resulting from transactions with owners in their capacity as owners) in a Statement of Comprehensive Income.

	31/12/09 S\$'000	31/12/08 S\$'000	% Change
Profit for the year	2,691	969	177.7
<b>Other comprehensive income</b>			
Change in fair value of available-for-sale financial assets	188	(916)	120.5
Transfer to income statement	-	1,244	(100.0)
Translation difference relating to financial statements of foreign subsidiaries and associates	(698)	(310)	125.2
Share of an associate's non distributable reserve	12	-	n.m.
Share-based expenses of a subsidiary	16	123	(87.0)
<b>Other comprehensive income for the year, net of tax</b>	<b>(482)</b>	<b>141</b>	<b>(441.8)</b>
<b>Total comprehensive income for the year</b>	<b>2,209</b>	<b>1,110</b>	<b>99.0</b>
<b>Attributable to:</b>			
Equity holders of the Company	2,668	1,257	112.3
Minority interests	(459)	(147)	212.2
<b>Total comprehensive income for the year</b>	<b>2,209</b>	<b>1,110</b>	<b>99.0</b>

1(d)(i)(b) 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.

**Statement of Changes in Equity:**

Group (S\$'000)	Share capital	Share option reserve	Capital reserve	Currency translation reserve	Fair value reserve	Accumulated losses	Total attributable to equity holders of the Company	Minority interests	Total equity
<b>As at 1 January 2009</b>	<b>81,874</b>	<b>178</b>	<b>3,364</b>	<b>(621)</b>	<b>-</b>	<b>(9,102)</b>	<b>75,693</b>	<b>3,138</b>	<b>78,831</b>
Total comprehensive income for the year	-	(10)	89*	(627)	188	3,028*	2,668	(459)	2,209
Acquisition of minority interest	-	-	-	-	-	-	-	(2,679)	(2,679)
<b>As at 31 December 2009</b>	<b>81,874</b>	<b>168</b>	<b>3,453</b>	<b>(1,248)</b>	<b>188</b>	<b>(6,074)</b>	<b>78,361</b>	<b>-</b>	<b>78,361</b>
<b>As at 1 January 2008</b>	<b>81,874</b>	<b>156</b>	<b>3,364</b>	<b>(298)</b>	<b>(328)</b>	<b>(10,332)</b>	<b>74,436</b>	<b>3,285</b>	<b>77,721</b>
Total comprehensive income for the year	-	22	-	(323)	328	1,230	1,257	(147)	1,110
<b>As at 31 December 2008</b>	<b>81,874</b>	<b>178</b>	<b>3,364</b>	<b>(621)</b>	<b>-</b>	<b>(9,102)</b>	<b>75,693</b>	<b>3,138</b>	<b>78,831</b>

\* Includes S\$77k transfer from accumulated profit of an associate.

**Company (S\$'000)**

	Share capital	Fair value reserve	Accumulated losses	Total equity
<b>As at 1 January 2009</b>	<b>81,874</b>	<b>7,631</b>	<b>(7,002)</b>	<b>82,503</b>
Total comprehensive income for the year	-	(8,854)	1,171	(7,683)
<b>As at 31 December 2009</b>	<b>81,874</b>	<b>(1,223)</b>	<b>(5,831)</b>	<b>74,820</b>
<b>As at 1 January 2008</b>	<b>81,874</b>	<b>6,976</b>	<b>(5,534)</b>	<b>83,316</b>
Total comprehensive income for the year	-	655	(1,468)	(813)
<b>As at 31 December 2008</b>	<b>81,874</b>	<b>7,631</b>	<b>(7,002)</b>	<b>82,503</b>

**1(d)(ii) Details of any changes in the Company's Share Capital**

As at 31 December 2009, there were unexercised options for 669,000 (31 December 2008: 679,000) of unissued ordinary shares with exercise price of \$0.50 each under the Intraco Limited Share Option Scheme 2000.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at end of the immediately preceding year.**

	<u>As at 31/12/09</u>	<u>As at 31/12/08</u>
Total number of issued shares excluding treasury shares	98,635,879	98,635,879

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at end of the current financial period reported on.**

The Company does not have any treasury shares as at 31st December 2009.

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

The figures have not been audited nor reviewed by the Company's 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 has applied the same accounting policies and computation methods used in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 December 2008, except for the adoption of the new and revised Financial Reporting Standards (FRS) which become effective for the financial year beginning on or after 1 January 2009. The adoption of these new and revised accounting standards did not give rise to any significant changes to the 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.**

Please refer to paragraph 4.

**6 Earnings Per Ordinary Share (EPS)**

Earnings per ordinary share for the year based on net profit attributable to shareholders:

- (i) Based on number of ordinary shares on issue
- (ii) On a fully diluted basis

Group	
Full Year 31/12/09	Full Year 31/12/08
cents	cents
3.15	1.21
3.15	1.21

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

Net asset value per ordinary share based on issued share capital at the end of the period

Group		Company	
As at 31/12/09	As at 31/12/08	As at 31/12/09	As at 31/12/08
\$0.79	\$0.77	\$0.76	\$0.84

**8 Review of Performance**

The Group's turnover in 2009 was S\$196.7 million as compared to S\$294.5 million in 2008. The decrease was mainly attributed to the global economic slowdown which affected sales across all sectors.

Other income was S\$5.4 million in 2009 as compared to S\$1.5 million in 2008. An amount of S\$2.7 million came from the negative goodwill from the acquisition of an associate and the acquisition of the remaining interest of a subsidiary and S\$1.1 million from the write back of impairment on property, plant and equipment in another subsidiary.

Administration expenses in 2009 was S\$17.3 million as compared to S\$11.4 million in 2008. This increase was due to doubtful debts allowance of S\$5.4 million and provisions for write down of inventory of S\$2.9 million in 2009. However this increase was offset by savings in other administration expenses of S\$1.9 million.

Profit after tax and minority interest for the year was S\$3.1 million as compared to S\$1.2 million in 2008. The increase was mainly due to write back of over provision of prior years tax.

**Projects**

Turnover in the Projects sector was S\$30.2 million in 2009 as compared to S\$38.1 million in 2008 as fewer projects were secured in 2009.

Profit before interest and tax for 2009 was S\$1.2 million as compared to S\$1.5 million in 2008. This was in line with the lower turnover.

**Semiconductors**

Turnover in the Semiconductors sector for 2009 was S\$71.8 million as compared to S\$99.6 million in 2008. The decrease was mainly due to increased competition and the global economic slowdown.

Loss before interest and tax was S\$2.0 million in 2009 as compared to S\$0.09 million in 2008. This was mainly due to lower turnover, an allowance for doubtful debts and a write down of inventory of S\$1.5 million and development cost write off of S\$0.3 million.

**Trading and others**

Turnover in the Trading sector was S\$94.7 million in 2009 as compared to S\$156.8 million in 2008. The decrease was due to the global economic slowdown, lower plastics resin prices and the restructuring of the seafood and coffee businesses.

The profit before interest and tax was S\$0.04 million as compared to S\$1.76 million in 2008. This was attributed to lower turnover, doubtful debt allowance of S\$4.1 million and a write down of inventory of S\$2.9 million. These were offset by a one-off billing of S\$5.5 million for services rendered and a write back of impairment on property, plant and equipment of S\$1.1 million.

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

Not applicable

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

The Group is of the view that the recovery of the economy is still uncertain. The Group will remain vigilant and stay focused on its strategies to meet the challenges ahead.

**11 Dividend**

**(a) Current Financial Period Reported On**

Name of dividend: First and Final  
Dividend Type: Cash  
Dividend Rate: 1.0 cent per ordinary share, Exempt one-tier

**(b) Corresponding Period of the Immediately Preceding Financial Year**

No dividend was declared for the corresponding period of the preceding financial year.

**(c) Date payable**

The proposed dividend if approved at the Company's Annual General Meeting to be held on 21 April 2010 will be paid on 11 May 2010.

**(d) Books closure date**

Registrable Transfers received by the Company's Registrars, KCK CorpServe Pte. Ltd. At 333 North Bridge Road, #08-00 KH Kea Building, Singapore 188721, up to 5.00pm on 29 April 2010 will be registered before entitlements to the proposed dividend are determined. The Transfer Books and Register of Members of the Company will be closed on 30 April 2010 for the preparation of dividend warrants.

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

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13 **Business Segmental Information**

By industries for the year ended 31 December 2009

\$'000	Projects	Semi-conductors	Trading and Others	Consolidated
<b>2009</b>				
Segment revenue	30,199	71,817	94,694	196,710
Segment results	1,235	(2,004)	41	(728)
Unallocated income				1,427
<b>Profit before taxation</b>				699
Taxation				1,992
Minority interests, net of taxes				414
<b>Net Profit</b>				<b>3,105</b>
Segment assets	5,960	14,072	28,951	48,983
Unallocated assets				58,480
Total assets				<b>107,463</b>
Segment liabilities	3,173	3,358	6,481	13,012
Unallocated liabilities				16,090
Total liabilities				<b>29,102</b>
Other segment information:				
Capital expenditure	-	333	585	918
Depreciation and amortisation	-	278	4,308	4,586

\$'000	Projects	Semi-conductors	Trading and Others	Consolidated
<b>2008</b>				
Segment revenue	38,145	99,580	156,786	294,511
Segment results	1,548	(92)	1,762	3,218
Unallocated expense				(2,190)
<b>Profit before taxation</b>				1,028
Taxation				(59)
Minority interests, net of taxes				220
<b>Net profit</b>				<b>1,189</b>
Segment assets	10,132	22,216	49,010	81,358
Unallocated assets				43,023
Total assets				<b>124,381</b>
Segment liabilities	4,301	11,223	6,737	22,261
Unallocated liabilities				23,289
Total liabilities				<b>45,550</b>
Other segment information:				
Capital expenditure	-	582	2,845	3,427
Depreciation and amortisation	-	308	3,913	4,221

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.**

Refer to section 8

15 **A breakdown of sales**

	Group		
	31/12/09	31/12/08	Change %
	S\$'000	S\$'000	
(a) Sales reported for first half year	102,864	179,329	(42.6)
(b) Operating profit after tax before deducting minority interests reported for first half year	845	925	(8.6)
(c) Sales reported for second half year	93,846	115,182	(18.5)
(d) Operating profit after tax before deducting minority interests reported for second half year	1,846	44	n.m.

16 **Interested person transactions**

Nil

**BY ORDER OF THE BOARD**

**Annie Wong Sook Cheng**  
Company Secretary  
26/02/2010