

PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL-YEAR ANNOUNCEMENTS

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

| | | GROUP | | |
|---------|---|--------------|----------------|-------------|
| | | FY2007 | FY2006 | + / (-) |
| | | Unaudited | Audited | |
| | | S\$'000 | S\$'000 | % |
| Note 1. | Revenue after discounts | 7,173 | 7,762 | -8% |
| | Cost of sales | (6,729) | (6,553) | 3% |
| | Gross profit | 444 | 1,209 | -63% |
| Note 2. | Other operating income | 5,986 | 389 | 1439% |
| | Distribution costs | (36) | (10) | 260% |
| | Administrative expenses | (1,428) | (1,086) | 31% |
| | Other operating expenses | (477) | (470) | 1% |
| | Finance income | 40 | 35 | 14% |
| | Finance costs | (8) | (20) | -60% |
| | Loss on disposal of subsidiaries | 0 | (1,080) | -100% |
| | Share of loss of associate | 0 | (12) | -100% |
| | Share of loss of joint venture | 0 | (97) | -100% |
| Note 3. | Profit/(Loss)before income tax | 4,521 | (1,142) | 496% |
| | Income tax credit/(expense) | 36 | (16) | 325% |
| | Profit/(Loss)after income tax | 4,557 | (1,158) | 494% |
| | Attributable to: | | | |
| | Shareholders of the Company | 4,658 | (1,156) | 503% |
| | Minority interests | (101) | (2) | 4950% |
| | Net (loss)/profit attributable to shareholders | 4,557 | (1,158) | 494% |

1(a)(ii) Breakdown and Explanatory Notes to the Income Statement

| | | FY2007 | FY2006 | + / (-) |
|--------|--|--------------|--------------|---------|
| | | Unaudited | Audited | |
| | | S\$'000 | S\$'000 | % |
| Note 1 | Revenue | | | |
| | Sale of investments held for trading | 2,690 | 5,007 | -46% |
| | Rendering of services | 4,359 | 2,616 | 67% |
| | Dividend income | 114 | 139 | |
| | Sale of products | 10 | | |
| | | 7,173 | 7,762 | |
| Note 2 | Other operating income | | | |
| | Disposal of a subsidiary | 7,912 | | |
| | Fair value (loss) / gain on revaluation of investments held for trading | (1,662) | 12 | |
| | Provision in impairment in value of unquoted investment | (233) | | |
| | Return of unclaimed monies pertaining to unsecured loan stock issued in previous years | 0 | 132 | |
| | Gain on disposal of plant and equipment | 0 | 87 | |
| | Write back of allowance for doubtful trade receivables | 0 | 46 | |
| | Write back of allowance for doubtful other receivables | 37 | 20 | |
| | Insurance claims | 0 | 32 | |
| | Waiver of debts by a shareholder of a subsidiary | 0 | 37 | |
| | Others | (68) | 23 | |
| | | 5,986 | 389 | |
| Note 3 | Included in profit/(loss) before income tax are:- | | | |
| | Depreciation | 297 | 188 | |
| | Foreign currency exchange gain | 169 | 134 | |
| | Interests on finance lease | 8 | 20 | |

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 | |
|--|--------------------------------|------------------------------|--------------------------------|------------------------------|
| | FY2007 Unaudited S\$'000 | FY2006 Audited S\$'000 | FY2007 Unaudited S\$'000 | FY2006 Audited S\$'000 |
| ASSETS | | | | |
| Current Assets : | | | | |
| Cash and bank balances | 13,408 | 695 | 10,590 | 421 |
| Investments held for trading | 10,918 | 7,154 | - | - |
| Trade receivables | 298 | 209 | - | - |
| Other receivables and prepayments | 4,612 | 6,122 | 21,488 | 15,107 |
| Inventories | 163 | 12 | - | - |
| Total current assets | 29,399 | 14,192 | 32,078 | 15,528 |
| Non-current Assets : | | | | |
| Subsidiaries | - | - | 19 | 19 |
| Associate | - | - | - | - |
| Joint venture | - | - | - | - |
| Available for sale investments | 7,000 | 7,000 | 7,000 | 7,000 |
| Plant and equipment | 10,800 | 820 | 53 | 63 |
| Intangible assets | 4,508 | 122 | - | - |
| Total non-current assets | 22,308 | 7,942 | 7,072 | 7,082 |
| Total assets | 51,707 | 22,134 | 39,150 | 22,610 |
| LIABILITIES AND EQUITY | | | | |
| Current Liabilities : | | | | |
| Trade payables | 358 | 184 | - | - |
| Other payables | 2,221 | 916 | 2,424 | 4,416 |
| Income tax payable | 3,217 | 3,133 | 3,110 | 3,133 |
| Current portion of finance leases | 40 | 40 | - | - |
| Total current liabilities | 5,836 | 4,273 | 5,534 | 7,549 |
| Non-Current Liabilities : | | | | |
| Finance leases | 97 | 137 | - | - |
| Deferred tax | 2,376 | - | - | - |
| Total non-current liabilities | 2,473 | 137 | - | - |
| Equity | | | | |
| Issued capital | 53,269 | 33,462 | 53,269 | 33,462 |
| Revaluation reserve | 1,972 | - | - | - |
| Currency translation reserve | 642 | 1,308 | - | - |
| Accumulated losses | (12,492) | (17,189) | (19,653) | (18,401) |
| Equity attributable to Shareholders of the Company | 43,391 | 17,581 | 33,616 | 15,061 |
| Minority interest | 7 | 143 | - | - |
| Total equity | 43,398 | 17,724 | 33,616 | 15,061 |
| Total liabilities and equity | 51,707 | 22,134 | 39,150 | 22,610 |
| 1(b)(ii) Group Borrowings | 31 December 2007 | | 31 December 2006 | |
| | Secured | Unsecured | Secured | Unsecured |
| Amount repayable within one year | 40 | - | 40 | - |
| Amount repayable after one year | 97 | - | 137 | - |
| | 137 | - | 177 | - |

The secured borrowings relate to finance lease liabilities secured on the fixed assets purchased.

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

| | GROUP | |
|--|---------------------------------|-------------------------------|
| | FY 2007 Unaudited S\$'000 | FY 2006 Audited S\$'000 |
| Cash flows from operating activities : | | |
| (Loss)/Profit before income tax | 4,521 | (1,142) |
| Adjustments for : | | |
| Share of loss of associate | | 12 |
| Provision for impairment in unquoted investment | 233 | 97 |
| Share of loss of joint venture | | |
| Dividend income | (114) | (139) |
| Fair value gain on revaluation of investments held for trading | 1,662 | (12) |
| Plant and equipment written off | 3 | |
| Gain on disposal of plant and equipment | (1) | (87) |
| Gain on deconsolidation of subsidiaries | (7,912) | |
| Loss of disposal of subsidiaries | | 1,080 |
| Depreciation of plant and equipment | 297 | 188 |
| Stock written off | 6 | |
| Provn for doubtful debts | 34 | |
| Write back of allowance for doubtful other receivables | | (20) |
| Write back of allowance for doubtful trade receivables | | (46) |
| Interest income | (40) | (35) |
| Interest expense | 8 | 20 |
| Operating cashflow before movements in working capital | (1,303) | (84) |
| Decrease/(increase) in inventories | (25) | (5) |
| Decrease in trade and other receivables and prepayments | 213 | (578) |
| Decrease in trade and other payables | 450 | 397 |
| Decrease/(Increase) in investments held for trading | (5,659) | 1,012 |
| Cash generated from/(used in) operations | (6,324) | 742 |
| Dividend received | 114 | 139 |
| Interest received | 40 | 35 |
| Interest paid | (8) | (20) |
| Income tax refunded/(paid) | (59) | (57) |
| Net cash generated from / (used in) operating activities | (6,237) | 839 |
| Cash flows from investing activities : | | |
| Purchase of plant and equipment | (143) | (559) |
| Acquisition of a subsidiary, net of cash acquired | 6 | 4 |
| Proceeds from sale of plant and equipment | 2 | 96 |
| Cash and cash equivalents in subsidiaries disposed during the financial year | | (10) |
| Net cash (used in)/generated from investing activities | (135) | (469) |
| Cash flows from financing activities : | | |
| Repayment of finance lease | (40) | (89) |
| Proceeds from finance lease | | 200 |
| Proceeds from Rights issue of shares | 19,507 | |
| Net cash (used in)/generated from financing activities | 19,467 | 111 |
| Effect of foreign exchange rate changes | | |
| Net increase / (decrease) in cash and bank balances | 12,713 | (95) |
| Cash and bank balances at beginning of financial year | 695 | 790 |
| Cash and bank balances at end of financial year | 13,408 | 695 |

1(c) (ii) Notes to the consolidated cashflow statement

Note 4(a) **Acquisition of a subsidiaries**

Fair value of identifiable net assets and contingent liabilities of subsidiaries acquired and net cash inflow on acquisition was as follows:-

| | GROUP | |
|---|---------------------------------|-------------------------------|
| | FY 2007 Unaudited S\$'000 | FY 2006 Audited S\$'000 |
| Plant and equipment | (10,577) | (87) |
| Cash and bank balance | (35) | (129) |
| Other current assets | (1,313) | (143) |
| Current liabilities | 13,974 | 120 |
| Total net assets | 2,049 | (239) |
| Less: minority interests | - | 136 |
| Less: share attributable to an earlier purchase of shares in the subsidiaries | 2,037 | - |
| Share of fair value of assets acquired | 4,086 | (103) |
| Goodwill | (4,386) | (122) |
| Total cash consideration | (300) | (225) |
| Less: unpaid consideration as at 31 December 2006 | 300 | 100 |
| | - | (125) |
| Add: cash acquired from subsidiary | 35 | 129 |
| Net cash inflow from acquisition of subsidiary | 35 | 4 |

Note 4 (b) **Disposal of subsidiary**

Fair value of identifiable net assets and contingent liabilities of subsidiaries disposed and net cashflow on disposal was as follows:-

| | GROUP | |
|--|---------------------------------|-------------------------------|
| | FY 2007 Unaudited S\$'000 | FY 2006 Audited S\$'000 |
| Cash & bank balance | 29 | - |
| Other current assets | 215 | - |
| Current liabilities | (8,614) | - |
| Net liabilities disposed | (8,370) | - |
| Gain on disposal | 8,370 | - |
| Total proceeds | - | - |
| Less cash & cash equivalents | (29) | - |
| Less proceeds receivable | - | - |
| Net cash outflow from disposal of subsidiary | (29) | - |

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

Other than the adoption of new Financial Reporting Standards (FRS) as mentioned in paragraph 5 below, there were no changes in accounting policies and method of computation adopted in the financial statements for the current reporting period as compared to the audited annual financial statements as at 31 December 2006.

5. If there are any changes in 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.

During the financial year, the Group and the Company adopted the amendments to FRS 1 Presentation of Financial Statements - Capital Disclosures and FRS 107 Financial Instruments : Disclosures, which took effect from financial year beginning from 1 January 2007. These changes in accounting policies are assessed to have no material impact to results or the opening balances of accumulated profits of the Group and of the Company for the year ended 31 December 2007.

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 | |
|--|--------------------|--------------------|
| | FY 2007 S\$'000 | FY 2006 S\$'000 |
| Net profit / (loss) for the year | 4,557 | (1,158) |
| (i) weighted average number of ordinary shares issued (in thousand) | 604,223 | 511,901 |
| Profit /(Loss) per ordinary share based on net profit/(loss) attributable to shareholders based on : | SG cents | SG cents |
| (i) weighted average number of ordinary shares issued | 0.01 | (0.23) |
| (ii) fully diluted basis | 0.01 | (0.23) |

Earnings/(Loss) per ordinary share is calculated based on the weighted average number of shares of 604,223,456 (2006 : 511,901,769) in issue during the period. The fully diluted earnings/(loss) per ordinary share is due to the dilutive effect of 142,269,265 warrants issued on 27 November 2007, and remain outstanding as at 31 December 2007.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current financial period reported on; and (b) immediately preceding financial year.

| | GROUP | | COMPANY | |
|---|---------------------|---------------------|---------------------|---------------------|
| | FY 2007 SG cents | FY 2006 SG cents | FY 2007 SG cents | FY 2006 SG cents |
| Net asset value per ordinary share based on existing issued share capital | 4.00 | 3.46 | 3.10 | 2.94 |

Net asset per ordinary share based on existing issued share capital of 1,085,263,578 shares as at 31 December 2007 ordinary shares (2006 : 511,900,769).

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

Revenue

The Group's main business activities were in investment holdings, investment management and telecommunication services in the financial year ended 31 December 2007. ("FY 2007")

The Group's turnover for FY 2007 was \$7.2 million, a decrease of 8% compared to the previous corresponding year. Proceeds from sale of investments held for trading was \$2.7 million compared to \$5.0 million in the previous corresponding period, accounting for 37.5% of the Group's turnover.

The Group's telecommunication business registered a growth in turnover of 67% from \$2.6 million for the year ended 31 December 2006 ("FY 2006") to \$4.4 million for FY 2007, accounting for 60.9% of turnover.

Cost

The Group's Operating, Administrative and Distribution ("OAD") costs increased by 23%, from \$1.57 million in FY 2006 to \$1.92 million in FY 2007. This is much less than the growth in turnover of the telecommunication business.

Earnings

The Group's profit for the year ended 31 December 2007 was \$4.5 million, compared to a loss of \$1.2 million in FY 2006.

Other income arose from deconsolidation of an indirect subsidiary company, from the Group Accounts. The subsidiary had a negative book value of about \$8 million, representing the excess of its liabilities over its assets, were disposed of at a nominal price. As the subsidiary was sold in June, their net liabilities were removed from our Group accounts, thereby generating a profit equivalent to its net liabilities. This accounting profit is reflected in the accounts of this Group.

The value of investment held for trading registered a unrealised loss of \$1.7 million as the stock market declined during the latter part of FY2007.

The Group's Gross Profit for the reported period was \$0.4 million, compared with a gross profit of \$1.2 million in FY 2006, a decrease of 63%. Investments held for trading contributed about \$0.3 million. Dividend income contributed \$0.1 million. The telecommunication business broke even.

Working Capital

The Group's working capital as at 31 December 2007 was \$23.5 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 twelve months.**

The Group's main business activities are in investment holdings, investment management and telecommunication services.

Telecommunications Services Business

The Group's wholly-owned subsidiary, PG provides international voice communication to pre-paid and post-paid customers in Singapore and offers value added services such as virtual roaming, call-back, calling cards and virtual office.

PG is evaluating new services and products such as Voice over Internet Protocol (VoIP), IPPBX (Internet Protocol Private Branch Exchange) and wireless telephony. However, there is no assurance that these services will be introduced or successful.

PG's wholly-owned subsidiary, Alstra Pacific Pte Ltd, provides retail solution for other service operators through a bespoke web based hosted virtual partition solution for other operators, in addition to pre-paid and post-paid voice communication services.

PG's, wholly-owned Malaysian subsidiary, PG Communications Sdn Bhd ("PGSB") commenced commercial operations in the first quarter of 2007. It provides international voice communications to pre-paid and post-paid customers in Malaysia through calling cards and IDD business services.

The telecommunication business in Singapore and Malaysia are very competitive. Our telecommunication services business has to compete with major telecos and other service providers for customers through pricing and quality of service. Pricing is often affected by regulatory changes, foreign exchange fluctuations and credit risks. Quality of service is dependent on our termination partners, connectivity, equipment and infrastructure. We buy services from public switched network infrastructure providers and their quality of service and tariffs which they levy are beyond our control.

Portfolio Management in Investments Held for Trading and Financial Instruments

The Group invested its surplus cash not required for operations in marketable securities and financial instruments. Investments in marketable securities and financial instruments are affected by global economic conditions, political developments, currency fluctuations and interest rates trend. Market liquidity and systemic risks may also affect our investments.

The stock market has been very volatile in the past few months. The Group views the recent market correction as a good buying opportunity.

Other Risks

The Company is liable to pay the additional tax assessments for Years of Assessment 1988 and 1990 to 2002 plus penalties amounting to \$3.1 million, notwithstanding its objection to the assessments. The Company has submitted a proposal to Inland Revenue Authority ("IRAS") for a resolution of this long outstanding issue. The Company may have to pay this tax if the IRAS decides not to accept our proposal and to deny the Company's objection. In such an event, the Company and the Group's cashflow will be significantly affected and its business compromised.

The Group's investment portfolio is subject to volatility in market prices. Price movements in stock markets in the coming year will affect the result of the Group. The effects of the global credit problems and possible economic slowdown in the US and elsewhere may have a strong bearing on the performance of our investment portfolio. Though we have been taking a conservative approach in our stocks portfolio investment, there is no guarantee that the Group will generate profits from it.

11. **If a decision regarding dividend has been made :-**
(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

Not applicable.

- (b) Amount of dividend declared (in cents) for the current and previous corresponding period**

Not applicable.

- (c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived.**

Not applicable.

- (d) The date the dividend is payable**

Not applicable.

- (e) The dates on which Registrable Transfers received by the company (up to 5:00pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

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

No dividends have been recommended for the current financial year.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL-YEAR ANNOUNCEMENTS

13. Segmented revenue and results for the 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.

| | Restaurant S\$'000 | Telecommunicati on S\$'000 | Investments holding S\$'000 | Investments held for trading S\$'000 | S\$'000 | Total S\$'000 |
|---|-----------------------|----------------------------------|-----------------------------------|--|---------|------------------|
| 2007 | | | | | | |
| Segment Revenue | 0 | 4,369 | 0 | 2,804 | | 7,173 |
| Segment Results | 0 | (336) | 6,098 | (1,233) | | 4,529 |
| Finance costs | | | | | | (8) |
| Tax credit | | | | | | 36 |
| Minority interests, net of taxes | | | | | | - |
| Net profit for the year | | | | | | 4,557 |
| Segment assets | 0 | 1,687 | 33,141 | 13,601 | | 48,429 |
| Tax suspense | | | | | | 3,278 |
| Total assets | | | | | | 51,707 |
| Segment liabilities | 0 | (1,004) | (1,566) | (146) | | (2,716) |
| Tax liabilities | | | | | | (5,593) |
| Total liabilities | | | | | | (8,309) |
| Other segment information | | | | | | - |
| Capital expenditures | | 133 | 10 | 0 | | 143 |
| Depreciation | | 183 | 66 | 48 | | 297 |
| 2006 | | | | | | |
| Segment Revenue | 0 | 2,616 | 0 | 5,146 | | 7,762 |
| Segment Results | -95 | 11 | -2105 | 1,067 | | (1,122) |
| Finance costs | | | | | | (20) |
| Gain on disposal of business operations | | | | | | - |
| Tax expense | | | | | | (16) |
| Minority interests, net of taxes | | | | | | - |
| Net profit for the year | | | | | | (1,158) |
| Segment assets | | 1,254 | 9972 | 7,630 | | 18,856 |
| Tax suspense | | | | | | 3,278 |
| Total assets | | | | | | 22,134 |
| Segment liabilities | | (634) | -456 | (187) | | (1,277) |
| Tax suspense | | | | | | (3,133) |
| Total liabilities | | | | | | (4,410) |
| Other segment information | | | | | | |
| Capital expenditures | | 326 | 1 | 232 | | 559 |
| Depreciation | | 129 | 15 | 44 | | 188 |

ANALYSIS BY GEOGRAPHICAL SEGMENT

Segment revenue : Segment revenue is analysed based on the location of customers regardless of where the goods are produced.

Segment assets and capital expenditure : Segment assets and capital expenditure are analysed based on the location of those assets. Capital expenditure includes the total cost incurred to acquire property, plant and equipment, and intangible assets.

| | 2007 S\$'000 | 2006 S\$'000 |
|---|-----------------|-----------------|
| Segment revenue by geographical market | | |
| Singapore | 5,059 | 4,887 |
| UK and USA | 493 | 150 |
| Other Asian countries | 1,621 | 2,725 |
| Total | 7,173 | 7,762 |
| Segment assets by geographical location | | |
| Singapore | 23,308 | 5,379 |
| UK and USA | 7,451 | 7,596 |
| Other Asian countries | 17,670 | 5,881 |
| Total | 48,429 | 18,856 |
| Segment capital expenditure by geographical location | | |
| Singapore | 99 | 559 |
| Other Asian countries | 44 | 0 |
| Total | 143 | 559 |

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by business or geographical segments.

Revenue in total

The Group's telecommunication business registered a growth in turnover of 67% from \$2.6 million for the year ended 31 December 2006 ("FY 2006") to \$4.4 million for FY 2007, accounting for 60.9% of turnover.

The main reasons for the increase are due to:

Telecommunication Segment

Better performance by the Group's wholly-owned subsidiaries PG and Alstra.

PG has recorded a robust growth in its sales of pre-paid calling cards despite operating in a highly competitive market through well executed, marketing and distribution channels. Its revenue increased from \$2.2 million for the year ended 31 December 2006 ("FY 2006") to \$3.2 million for FY 2007, representing a 45% growth in revenue.

Alstra has also recorded tremendous growth in its sales. Its revenue increased from \$0.5 million for 15 months ended 31 December 2006 to \$1.1 million for FY 2007, representing a 120% growth in revenue.

PG Communications Sdn Bhd ("PGSB") commenced commercial operations in the first quarter of 2007. PGSB has generated about \$0.14 million revenue.

Profit before tax

The elimination of the disposed subsidiary's net liabilities contributed about \$8 million to the Group. This benefit was slightly offset by the unrealised loss of \$1.7 million upon decline in value of investment held for trading. The Telecommunication business breaking even during FY 2007.

The Distribution and Administrative costs incurred in FY 2007 were relatively consistent across the different business segments as compared to FY 2006.

15. A breakdown of sales as follows :

Continuing operations

| | GROUP | | |
|---|-------------------|-------------------|---------|
| | FY2007 S\$'000 | FY2006 S\$'000 | +/(-) % |
| Sale of investments held for trading | 2,690 | 5,007 | -46% |
| Dividend income | 114 | 139 | -18% |
| Rendering of services /sale of products | 4,369 | 2,616 | 67% |

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous year as follows :

(a) Ordinary

Not applicable.

(b) Preference

Not applicable.

(c) Total

Not applicable.

17. Subsequent Events

None.

BY ORDER OF THE BOARD

Stanley Chu Kam Po
 Company Secretary
 25 Jan 2008