

[Printer-Friendly Version](#)[SECOND QUARTER RESULTS](#) * FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT

* Asterisks denote mandatory information

Name of Announcer *	HIAP SENG ENGINEERING LTD
Company Registration No.	197100300Z
Announcement submitted on behalf of	HIAP SENG ENGINEERING LTD
Announcement is submitted with respect to *	HIAP SENG ENGINEERING LTD
Announcement is submitted by *	Tan Hak Jin
Designation *	Joint Company Secretary
Date & Time of Broadcast	10-Nov-2010 12:36:11
Announcement No.	00029

[>> ANNOUNCEMENT DETAILS](#)

The details of the announcement start here ...

For the Financial Period Ended *	30-09-2010
Description	PLEASE SEE THE ATTACHMENTS: (1) SECOND QUARTER AND FIRST HALF FY2011 FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT. (2) NEWS RELEASE.
Attachments	HSELQ2FY2011_announcement.pdf New_release_101110.pdf Total size = 68K (2048K size limit recommended)

HIAP SENG ENGINEERING LTD
(Company Registration No. 197100300Z)

SECOND QUARTER AND FIRST HALF FY 2011 FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT

1(a). A statement of comprehensive income (for the group) together with a comparative statement for the second quarter and the first half ended 30 September 2010

	Group			Group		
	2QFY11	2QFY10	Increase/ (Decrease)	1HFY11	1HFY10	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Turnover	56,435	69,908	(19.3)	124,296	126,556	(1.8)
Cost of sales	(50,125)	(54,335)	(7.7)	(104,139)	(98,462)	5.8
Gross profit	6,310	15,573	(59.5)	20,157	28,094	(28.3)
Gross profit margin	11.2%	22.3%		16.2%	22.2%	
Other gain/(loss) – net	(1,355)	(257)	NM	(1,357)	(1,262)	7.5
Administrative costs	(2,505)	(4,706)	(62.5)	(6,364)	(8,519)	(25.3)
Other operating costs	(11)	(58)	NM	(25)	150	NM
Profit from operations	2,439	10,552	(76.9)	12,411	18,463	(32.8)
Finance costs	(3)	(8)	(62.5)	(11)	(17)	(35.3)
Share of profit/(loss) of associated companies	109	(182)	NM	8	585	NM
Profit before tax	2,545	10,362	(75.4)	12,408	19,031	(34.8)
Income tax expense	(367)	(1,862)	NM	(2,032)	(3,138)	(35.3)
Net profit after tax	2,178	8,500	(74.4)	10,376	15,893	(34.7)
Other comprehensive income						
Foreign currency translation	(35)	(73)	NM	(29)	(157)	NM
Total comprehensive income for the period	2,143	8,427	(74.6)	10,347	15,736	(34.2)
Profit attributable to:						
Owner of the parent	2,132	8,045	(73.5)	10,153	15,518	(34.6)
Minority interests	46	455	NM	223	375	NM
	2,178	8,500	(74.4)	10,376	15,893	(34.7)
Total comprehensive income attributable to:						
Owner of the parent	2,097	7,974	(73.7)	10,124	15,364	(34.1)
Minority interests	46	453	NM	223	372	NM
	2,143	8,427	(74.6)	10,347	15,736	(34.2)

NM: Denotes not meaningful

Profit from operations included the following:

	Group	
	2QFY11	2QFY 10
	S\$'000	S\$'000
(a) Other gain/(loss) - net		
Investment interest	-	24
Other income including interest income	119	68
Profit on disposal of property, plant and equipment	5	5
Foreign exchange loss	(1,497)	(363)
(b) Other operating cost		
(Provision)/writeback for doubtful trade debt	(10)	-
(c) Depreciation of property, plant and equipment	(655)	(709)

	Group	
	1HFY11	1HFY10
	S\$'000	S\$'000
	-	24
	228	117
	5	5
	(1,618)	(1,431)
	(10)	213
	(1,304)	(1,390)

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

	Group		Company	
	30-Sep-2010	31-Mar-2010	30-Sep-2010	31-Mar-2010
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	52,882	17,679	28,410	9,899
Trade and other receivables	68,007	96,494	53,513	75,920
Inventories	1,744	2,093	-	-
Contract work-in-progress	4,699	18,044	3,461	17,716
Other current assets	718	1,078	528	564
	128,050	135,388	85,912	104,099
Non-current assets				
Other receivables	256	257	-	-
Club memberships	314	314	249	249
Investments in associated companies	2,223	2,199	1,296	1,436
Investments in subsidiaries	-	-	8,273	8,282
Investment property	-	-	313	417
Property, plant and equipment	10,628	11,723	9,126	9,957
Deferred income tax assets	105	105	-	-
	13,526	14,598	19,257	20,341
Total assets	141,576	149,986	105,169	124,440
LIABILITIES				
Current liabilities				
Trade and other payables	52,726	61,438	31,002	47,672
Current income tax liabilities	4,983	5,877	4,033	4,978
Borrowings	415	299	298	291
	58,124	67,614	35,333	52,941
Non-current liabilities				
Borrowings	45	199	25	176
Deferred income tax liabilities	891	891	829	829
	936	1,090	854	1,005
Total liabilities	59,060	68,704	36,187	53,946
NET ASSETS	82,516	81,282	68,982	70,494
EQUITY				
Capital and reserves attributable to the Company's equity holders				
Share capital	36,178	36,178	36,178	36,178
Other reserves	(64)	(35)	-	-
Retained earnings	44,441	43,401	32,804	34,316
Total	80,555	79,544	68,982	70,494
Minority interests	1,961	1,738	-	-
Total equity	82,516	81,282	68,982	70,494

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

Amount repayable in one year or less, or on demand

As at 30/09/2010		As at 31/03/2010	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
415	-	299	-

Amount repayable after one year

As at 30/09/2010		As at 31/03/2010	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
45	-	199	-

Details of any collateral

The Group's borrowings are secured against certain properties, machinery and fixed deposits within the Group.

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

	Group		Group	
	2Q FY 11 S\$'000	2Q FY 10 S\$'000	1H FY 11 S\$'000	1H FY 10 S\$'000
Cash flow from operating activities:				
Total profit	2,178	8,500	10,376	15,893
Adjustment for :				
Fixed assets written off	-	53	-	53
Depreciation of property, plant and equipment	655	709	1,304	1,390
Profit on disposal of plant and equipment	(5)	(5)	(5)	(5)
Net loss on disposal of financial assets, available-for-sale	-	37	-	37
Share of loss/(profit) of associated companies	(109)	182	(8)	(585)
Foreign exchange adjustments	(40)	(67)	(46)	(149)
Income tax expenses	367	1,862	2,032	3,138
Interest expense	3	8	11	17
Interest income	(119)	(92)	(228)	(141)
Operating cash flow before working capital changes	2,930	11,187	13,436	19,648
Changes in operating assets and liabilities				
Inventories and contract work-in-progress	(574)	(8,471)	13,694	(13,858)
Trade and other receivables	4,000	(20,313)	28,487	(20,502)
Other current assets	(22)	371	360	292
Trade and other payables	5,878	10,885	(8,712)	14,320
Cash generated/(used in) from operations	12,212	(6,341)	47,265	(100)
Income taxes paid	(2,908)	(1,611)	(2,925)	(1,694)
Net cash inflow from /(outflow) operating activities	9,304	(7,952)	44,340	(1,794)
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	5	9	5	9
Proceeds from redemption of investment	-	1,000	-	1,000

Purchases of property, plant and equipment	(135)	(527)	(212)	(1,052)
Interest income received	119	92	228	141
Net cash (outflow)/inflow from investing activities	(11)	574	21	98
Cash flows from financing activities				
Dividend paid	(9,113)	(4,556)	(9,113)	(4,556)
Decrease/(Increase) in bank deposits pledged	(39)	(8)	954	(1,005)
Hire purchase creditors	(75)	(70)	(149)	(140)
Interest paid	(3)	(8)	(11)	(17)
Net cash outflow from financing activities	(9,230)	(4,642)	(8,319)	(5,718)
Net increase/(decrease) in cash and cash equivalents held	63	(12,020)	36,042	(7,414)
Effect of exchange rate change on cash and cash equivalents	11	6	5	15
Cash and cash equivalents at beginning of the financial period	52,063	29,791	16,090	25,176
Cash and cash equivalents at end of the financial period	52,137	17,777	52,137	17,777
Cash and cash equivalents represented by:				
Bank and cash balances	39,491	17,366	39,491	17,366
Fixed deposits with financial institutions	13,391	1,966	13,391	1,966
Less: Bank overdrafts	(111)	(7)	(111)	(7)
Less: Restricted bank deposits	(634)	(1,548)	(634)	(1,548)
	52,137	17,777	52,137	17,777

1(d)(i). A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Attributable to owners of the parent

Group	Share Capital	Other Reserves	Retained Earnings	Total	Minority interests	Total Equity
	SS'000	SS'000	SS'000	SS'000	SS'000	SS'000
<u>1QFY2011</u>						
As at 1/4/10	36,178	(35)	43,401	79,544	1,738	81,282
Total comprehensive income for the period	-	6	8,021	8,027	177	8,204
At 30/6/10	36,178	(29)	51,422	87,571	1,915	89,486
<u>2QFY2011</u>						
Total comprehensive income for the period	-	(35)	2,132	2,097	46	2,143
Dividend on ordinary share			(9,113)	(9,113)		(9,113)
At 30/9/10	36,178	(64)	44,441	80,555	1,961	82,516
<u>1QFY2010</u>						
As at 1/4/09	36,178	81	19,504	55,763	1,755	57,518
Total comprehensive income for the period	-	(82)	7,472	7,390	(81)	7,309
As at 30/6/09	36,178	(1)	26,976	63,153	1,674	64,827
<u>2QFY2010</u>						

Total comprehensive income for the period	-	(71)	8,045	7,974	453	8,427
Dividend on ordinary share			(4,556)	(4,556)		(4,556)
As at 30/9/09	36,178	(72)	30,465	66,571	2,127	68,698

Company	Share Capital	Other Reserves	Retained Earnings	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000
<u>1QFY2011</u>				
As at 1/4/10	36,178	-	34,316	70,494
Total comprehensive income for the period	-	-	6,346	6,346
As at 30/6/10	36,178	-	40,662	76,840
<u>2QFY2011</u>				
Total comprehensive income for the period	-	-	1,255	1,255
Dividend on ordinary share			(9,113)	(9,113)
As at 30/9/10	36,178	-	32,804	68,982
<u>1QFY2010</u>				
As at 1/4/09	36,178	37	11,502	47,717
Total comprehensive income for the period	-	-	6,496	6,496
As at 30/6/09	36,178	37	17,998	54,213
<u>2QFY2010</u>				
Total comprehensive income for the period	-	-	5,172	5,172
Redemption of investment		(37)		(37)
Dividend on ordinary share			(4,556)	(4,556)
As at 30/9/09	36,178	-	18,614	54,792

1(d)(ii). Details of any changes in the company's share capital arising rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversions of other issues of equity securities, issue of shares for the cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year

Not applicable.

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 the end of the immediate preceding year.

	FY 11	FY 10
Issued & fully paid share capital		
Number of shares as at 1 April and 30 September	303,750,000	303,750,000

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

Not applicable.

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

These figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)

Not applicable.

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

The accounting policies have been consistently applied by the Group, and are consistent with those used in the preparation of the financial statements for the financial year ended 31 March 2010 except as disclosed in paragraph 5 below.

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

In FY2011, the Group and the Company adopted the FRS which are effective from 1 July 2009. The FY2010 comparatives have been amended where as required, in accordance with the relevant transitional provisions in the respective FRS:

The FRS applicable to the Group are as follows:

FRS 27(revised) - Consolidated and Separate Financial Statements
FRS 103(revised)- Business Combinations

The adoption of the above FRS did not result in significant changes to the Group's and Company's accounting policies.

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 dividend

	Group		Group	
	2Q FY11	2Q FY10	1H FY11	1H FY10
Earnings per share (cents)				
Based on number of ordinary shares in issue (cents)	0.70	2.65	3.34	5.11
On fully diluted basis (cents)	0.70	2.65	3.34	5.11
Net profit attributable to ordinary shareholders for basic earnings per share (S\$'000)	2,132	8,045	10,153	15,518
Net profit attributable to ordinary shareholders for diluted earnings per share (S\$'000)	2,132	8,045	10,153	15,518
Weighted average number of ordinary shares in issue applicable to basic/diluted earnings per share ('000)	303,750	303,750	303,750	303,750

Note:

(a) The earnings per share ("EPS") is calculated by dividing the consolidated net profit attributable to equity holders of the Company over the weighted average number of ordinary shares in issue during the financial period.

(b) There was no material impact on prior period EPS on adoption of the revised FRS as discussed in paragraph 5.

7. Net asset value (for the issuer and group) per ordinary share based on 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

	Group		Company	
	30-Sep-10	31-Mar-2010	30-Sep-10	31-Mar-2010
Net asset value per ordinary share (in cents) based on issued share capital as at the end of the period reported on	26.5	26.2	22.7	23.2

The calculation of the net asset value per ordinary share issued is based on 303,750,000 shares at 30 September 2010 (31 March 2010: 303,750,000). There was no material impact on prior period net asset value per share on adoption of the revised FRS as discussed in paragraph 5.

8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on

Second Quarter (2QFY11) Review

The Group's revenue for 2QFY2011 ended 30-9-10 decreased by 19.3% from S\$69.9 million to S\$56.4 million as compared to 2QFY2010 ended 30-9-09 and the gross profit margin for the same period decreased to 11.2% from 22.3% for the previous corresponding period. The decreases were mainly due to lower percentage of completion in a number of projects in 2QFY2011 and higher cost in executing some projects.

The foreign exchange loss of S\$1.5 million which included unrealized loss of S\$1.2 million for 2QFY2011 as compared to S\$0.4 million loss for 2QFY2010 was primarily due to the weakening of the US Dollar against the Sing Dollar during the period under review.

The Group's net profit attributable to shareholders for 2QFY2011 decreased by 73.5% from S\$8.0 million to S\$2.1 million as compared to 2QFY2010 mainly due to the decrease in the Group's revenue, lower margins and exchange loss as mentioned above.

First Half (1HFY11) Review

The Group's revenue for 1HFY2011 ended 30-9-10 decreased by 1.8% from S\$126.6 million to S\$124.3 million as compared to 1HFY2010 ended 30-9-09 and the gross profit margin for the same period decreased to 16.2% from 22.2% for the previous corresponding period. The decrease in the gross profit margin was mainly due to higher cost in executing some projects.

The Group's net profit attributable to shareholders for 1HFY2011 decreased by 34.6% from S\$15.5 million to S\$10.2 million as compared to 1HFY2010 mainly due to the lower margins resulting from higher cost in executing some projects.

Statement of Financial Position Review

The decrease of S\$28.5 million in trade and other receivables as at 30 September 2010 as compared to 31 March 2010 was due to more collections of the receivables in 1HFY2011. The decrease of S\$13.3 million in contract work-in-progress as at 30 September 2010 as compared to 31 March 2010 was due to the completion of major projects in 1HFY2011.

As at 30 September 2010, the Group's cash and cash equivalents stood at S\$52.9 million (S\$17.7 million as at 31 March 2010). The increase of S\$35.2 million was mainly due to the decreases in trade and other receivables and contract work-in-progress.

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 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 outlook for the oil-and-gas, petrochemical and pharmaceutical industries which the Group serves still remains positive. However, in view of keen competition, the Directors of the Company are cautiously optimistic about the Group's performance for the current financial year ending 31 March 2011.

The Group will continue to control costs and improve productivity and with a strong financial position and established track record, it will continue to explore new business opportunities to enhance shareholder value.

As at the date of this announcement, the Group's outstanding order book stands at S\$132 million (S\$166 million as at 6 August 2010).

11. Dividend

(a) Current financial period reported on

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

Name of dividend	Interim
Dividend type	Cash
Dividend rate	1.0 cent per ordinary share
Tax rate	One –tier tax exempt

(b) Corresponding period of the immediately preceding financial year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes.

Name of dividend	Interim
Dividend type	Cash
Dividend rate	1.0 cent per ordinary share
Tax rate	One –tier tax exempt

(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 (if the dividend is not taxable in the hands of shareholders, this must be stated)

Not applicable

(d) Date payable

The above-mentioned interim cash dividend is expected to be paid on 18 January 2011.

(e) Books closure date

NOTICE IS HEREBY GIVEN that the Company's Share Transfer Books and Register of Members will be closed from 5 January 2011 to 6 January 2011 (both dates inclusive) to determine shareholders' entitlement to the interim one-tier tax exempt dividend of one cent per ordinary share for the financial year ending 31 March 2011.

Duly completed registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte Ltd, 50 Raffles Place, Singapore Land Tower #32-01, Singapore 048623 up to 5:00 p.m. on 4 January 2011 will be registered to determine shareholders' entitlement to the said dividend. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5:00 p.m. on 4 January 2011 will be entitled to the proposed dividend.

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

Not applicable.

13. Statement by Directors

Pursuant to Rule 705(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the interim unaudited financial statements of Hiap Seng Engineering Ltd for the second quarter and first half ended 30 September 2010 presented in this announcement to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

**TAN HAK JIN
JOINT COMPANY SECRETARY
10 November 2010**

HIAP SENG Engineering Ltd.

Registration No: 197100300Z

28 Tuas Crescent Singapore 638719

Tel : 6897 8082

Fax: 6897-8081

NEWS RELEASE

HIAP SENG REPORTS A DECLINE OF 34.6% IN NET PROFIT OF S\$10.2 MILLION ON REVENUE OF S\$124.3 MILLION FOR 1HFY2011

- ***Earnings per share at 3.3 cents for 1HFY2011***
- ***Interim tax-exempt dividend of 1.0 cent per share***
- ***Strong balance sheet with cash and cash equivalents of S\$52.9 million***

Singapore, November 10, 2010 – Hiap Seng Engineering Ltd (“Hiap Seng” or the “Group”), a specialist integrated engineering group for the global oil-and-gas, petrochemical and pharmaceutical industries, today reported a net profit of S\$10.2 million on revenue of S\$124.3 million for the first half ended September 30, 2010 (“1HFY2011”).

The Group’s revenue for 1HFY2011 decreased by 1.8% from S\$126.6 million to S\$124.3 million in 1HFY2010 and net profit attributable to shareholders decreased by 34.6% from S\$15.5 million to S\$10.2 million mainly due to lower gross profit margin resulting from higher cost in executing some projects.

Said Mr Frankie Tan, Chairman and CEO of Hiap Seng: “The oil-and-gas, petrochemical and pharmaceutical industries which we serve still remain positive. We will continue to control costs and improve productivity.”

As at November 10, 2010, the Group's order book stands at S\$132.0 million.

Review of 2QFY2011 Performance

Quarter-to-quarter, the Group recorded a 19.3% decrease in revenue to S\$56.4 million in 2QFY2011 as compared to S\$69.9 million in 2QFY2010. Gross profit margin also decreased to 11.2% from 22.3% in the previous corresponding period. These were due to lower percentage of completion in a number of projects and higher cost in executing some projects respectively in 2QFY2011.

The foreign exchange loss of S\$1.5 million which included unrealised loss of S\$1.2 million for 2QFY2011 as compared to S\$0.4 million loss for 2QFY2010 was primarily due to the weakening of the US Dollar against the Sing Dollar during the period under review.

The Group's net profit attributable to shareholders for 2QFY2011 decreased by 73.5% from S\$8.0 million to S\$2.1 million in view of the factors mentioned above.

As at September 30, 2010, the Group's cash and cash equivalents stood at S\$52.9 million, as compared to S\$17.7 million as at March 31, 2010.

To reward its shareholders, Hiap Seng has declared an interim, one-tier tax-exempt dividend of 1.0 cent per ordinary share, which is expected to be paid on January 18, 2011.

Outlook

The outlook for the oil-and-gas, petrochemical and pharmaceutical industries that the Group serves still remains positive. However, in view of keen competition, the Directors of the Company are cautiously optimistic about the Group's performance for the current financial year ending March 31, 2011.

The Group will continue to control costs and improve productivity and with a strong financial position and established track record, it will continue to explore new business opportunities to enhance shareholder value.

Corporate Profile

Established in 1971 and a Main-board listed company, Hiap Seng is a specialist integrated engineering group for the oil-and-gas, petrochemical and pharmaceutical industries and is one of Singapore's leading engineering groups serving the oil-and-gas, petrochemical and pharmaceutical industries.

The Group provides engineering services covering engineering, procurement & construction (EPC) projects and plant maintenance services for the oil-and-gas, petrochemical, and pharmaceutical industries in Singapore and beyond.

The Group operates six well-equipped fabrication yards in Singapore, Malaysia and Thailand with a total land area of almost three million sq ft and a workforce of over 2,500 well-trained and skilled employees.

Hiap Seng made its maiden appearance on Forbes' list of Top 200 Asia-Pacific firms with sales under US\$1 billion in September 2010. The list, called "Best Under A Billion," selects the top-performing firms with 12,000 publicly listed companies with sales of less than US\$1 billion. Selections were based on companies' profitability, growth, modest indebtedness and future prospects.

ISSUED ON BEHALF OF : Hiap Seng Engineering Ltd.
BY : Citigate Dewe Rogerson, i.MAGE Pte Ltd
1 Raffles Place
#26-02 OUB Centre
SINGAPORE 048616

For CDRi.MAGE

CONTACT : Ms Dolores Phua / Mr Cedric Tay
at telephone
DURING OFFICE HOURS : 6534-5122 (Office)
AFTER OFFICE HOURS : 9750-8237 / 9781-3518 (Handphone)
EMAIL : dolores.phua@citigatedrimage.com
cedric.tay@citigatedrimage.com

For Hiap Seng

CONTACT : Mr Tan Hak Jin
at telephone
DURING OFFICE HOURS : 6897-8082 (Office)
EMAIL : thj@hiapseng.com

November 10, 2010