

**FREIGHT LINKS EXPRESS HOLDINGS LIMITED**  
**(Company Registration No. 198600061G)**

**Full Year Financial Statement And Dividend Announcement For The Year Ended 30 April 2010**

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

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

**Consolidated Profit and Loss Account**

	<b>The Group</b>		
	<b>FY2010</b>	<b>FY2009</b>	<b>Increase/(Decrease)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Revenue	125,802	137,062	(8.2)
Other income	14,502	3,277	342.5
Accretion of deferred revenue	2,989	2,989	-
Freight and related costs	(62,908)	(71,184)	(11.6)
Rental expenses on operating leases	(15,335)	(14,728)	4.1
Warehouse upkeep and related costs	(5,556)	(4,432)	25.4
Exhibition design and build costs	(2,568)	(4,737)	(45.8)
Staff costs	(21,998)	(21,767)	1.1
Depreciation of property, plant and equipment	(6,159)	(5,455)	12.9
Other operating expenses	(10,286)	(8,855)	16.2
<b>Results from operating activities</b>	<b>18,483</b>	<b>12,170</b>	<b>51.9</b>
Finance income	576	1,823	(68.4)
Finance expense	(2,633)	(5,006)	(47.4)
<b>Net finance costs</b>	<b>(2,057)</b>	<b>(3,183)</b>	<b>(35.4)</b>
Share of profit of associates, net of tax	880	998	(11.8)
<b>Profit before income tax</b>	<b>17,306</b>	<b>9,985</b>	<b>73.3</b>
Income tax expense	(2,138)	(1,222)	75.0
<b>Profit for the year</b>	<b>15,168</b>	<b>8,763</b>	<b>73.1</b>
<b>Attributable to:</b>			
Equity holders of the Company	13,851	8,784	57.7
Minority interests	1,317	(21)	n.m.
<b>Profit for the year</b>	<b>15,168</b>	<b>8,763</b>	<b>73.1</b>

N/M denotes Not Meaningful

## Notes to Income Statement

### (a) Additional Disclosure Items

	FY2010	FY2009
	S\$'000	S\$'000
Gain on fair value of interest rate swaps	156	1,142
Gain/ (loss) on fair value of marketable securities	509	(1,180)
Gain/ (loss) on fair value of investment properties	1,700	(2,000)
Impairment loss on warehouse properties written back / (recognised)	4,417	(357)
Loss on fair value of embedded option of investment in an associate	-	(4,183)
Interest income on convertible loans to associates	2,471	2,735
Interest income on redeemable cumulative convertible preference shares in an associate	-	1,522
Dividends received	7	10
Gain on disposal of property, plant and equipment	220	263
Gain on disposal of marketable securities	26	-
Gain on disposal of subsidiaries	3,960	-
Allowance for doubtful trade receivables	(19)	(46)
Property, plant & equipment written off	-	(2,003)
Foreign exchange (loss)/gain	(3,733)	4,163
Bad debts recovered	4	4
Bad debts written off	(24)	(41)
Allowance for doubtful receivables written back	8	10
Allowance for doubtful loan receivable from an associate	(809)	-
Write-back of accruals no longer required	13	223
Accretion of deferred revenue	2,989	2,989
Current year tax provision	(1,476)	(1,178)
Provision for deferred tax liabilities	(907)	(507)
Over/ (under) provision for tax in respect of prior years	245	463

- (b) Other income comprised gains on fair value of warehouse properties of \$4.4 million and investment properties of \$1.7 million, gains of \$0.72 million from sale of an Australian subsidiary in December 2009 and \$3.2 million from the disposal of a subsidiary holding Citic Logistics investment in April 2010.
- (c) The decline in freight costs was in tandem with lower freight rates.
- (d) Warehouse upkeep and related costs were higher mainly due to higher property tax from reassessment of new warehouses.
- (e) Exhibition design and build costs were lower as a result of fewer overseas exhibition, events and interior projects.
- (f) The increase in depreciation of property, plant and equipment was mainly due to the completion of the chemical warehouse and the additional capital expenditure incurred for the new warehouse complexes.
- (g) The increase in other operating expenses was mainly due to foreign exchange losses of \$3.7 million arising from weaker RMB and USD currencies compared to SGD.
- (h) The decline in finance income was due to repayment of loan receivables.
- (i) Lower finance expense was attributable to reduced bank borrowings as a result of bond redemption in the previous financial year and lower borrowing costs.
- (j) An associate in Malaysia contributed \$1.3 million to the Group's profit. However, profit from associates was adversely impacted by an impairment loss of \$0.3 million in 1Q2010 in respect of the investment in a PRC associate.
- (k) Income tax expenses increased as a result of higher profit before tax and reversal of deferred tax assets no longer required.
- (l) Income attributable to minority interests reported a gain of \$1.3 million compared to a loss of \$21,000 in FY2009. This was due to improved performance and higher earnings from a 51% subsidiary in the chemical logistics business.

**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**

	<b>Group</b>		<b>Company</b>	
	<b>As at 30/04/2010</b>	<b>As at 30/04/2009</b>	<b>As at 30/04/2010</b>	<b>As at 30/04/2009</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Non-current assets</b>				
Property, plant and equipment	106,771	99,735	423	515
Intangible assets	982	982	-	-
Investment properties	25,700	24,000	-	-
Subsidiaries	-	-	12,263	19,030
Associates	38,745	51,862	25,873	41,166
Club membership	50	50	22	22
Other receivables	8,969	16,687	86,077	65,602
Deferred tax assets	-	396	-	-
	<b>181,217</b>	<b>193,712</b>	<b>124,658</b>	<b>126,335</b>
<b>Current assets</b>				
Trade and other receivables	28,537	52,575	2,907	27,790
Other investments	193	531	-	-
Cash and cash equivalents	38,517	33,863	21,316	9,456
	<b>67,247</b>	<b>86,969</b>	<b>24,223</b>	<b>37,246</b>
<b>Total assets</b>	<b>248,464</b>	<b>280,681</b>	<b>148,881</b>	<b>163,581</b>
<b>Equity attributable to equity holders of the Company</b>				
Share capital	75,116	74,216	75,116	74,216
Other reserves	9,186	8,415	7,082	7,082
Accumulated profits	60,978	47,127	27,299	19,155
	<b>145,280</b>	<b>129,758</b>	<b>109,497</b>	<b>100,453</b>
<b>Minority interests</b>	<b>5,360</b>	<b>11,406</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>150,640</b>	<b>141,164</b>	<b>109,497</b>	<b>100,453</b>
<b>Non-current liabilities</b>				
Financial liabilities	48,666	58,243	11,593	16,902
Other payables	3,668	8,961	24,082	30,013
Deferred tax liabilities	511	-	4	4
	<b>52,845</b>	<b>67,204</b>	<b>35,679</b>	<b>46,919</b>
<b>Current liabilities</b>				
Trade and other payables	34,664	46,911	852	10,374
Financial liabilities	8,837	23,370	2,300	4,707
Current tax payables	1,478	2,032	553	1,128
	<b>44,979</b>	<b>72,313</b>	<b>3,705</b>	<b>16,209</b>
<b>Total liabilities</b>	<b>97,824</b>	<b>139,517</b>	<b>39,384</b>	<b>63,128</b>
<b>Total equity and liabilities</b>	<b>248,464</b>	<b>280,681</b>	<b>148,881</b>	<b>163,581</b>

## Notes on the Balance Sheets

- (a) The increase in property, plant and equipment was accounted for mainly by capital expenditure on warehouse facilities less depreciation.
- (b) The increase in investment properties was due to fair value gain on valuation of properties.
- (c) The decrease in subsidiaries was largely due to the disposal of our Australian subsidiary.
- (d) Investment in associates decreased was mainly due to redemption of convertible loan and foreign exchange loss on investment in PRC associates.
- (e) The decrease in non-current other receivables was due to repayment of loan from a related party and allowance for doubtful loan receivable from an associate in China. At Company level, the increase in other receivables was due to funds extended to a subsidiary for the construction of a warehouse and additional investment in an associate in Korea.
- (f) Deferred tax assets was reversed as it is no longer probable that the tax benefit will be realised.
- (g) The trade and other receivables decreased due to repayment of loans and advances from Citic Logistics Co., Ltd.
- (h) The decrease in other investments was due to disposal of marketable securities.
- (i) The increase in cash and cash equivalents was mainly due to repayment of loans and advances from Fudao Petrochemicals Group Pte Ltd and Citic Logistics Co., Ltd, offset by the internal funding for the construction of warehouse.
- (j) The decrease in minority interests was due to capital reduction in a PRC subsidiary and disposal of an Australian subsidiary.
- (k) The other payables under non-current liabilities decreased due to accretion of deferred revenue and repayment of related party loan.
- (l) The decrease in financial liabilities was mainly due to repayment of bank borrowings.
- (m) The decrease in trade and other payables was mainly due to progress payments for the warehouse construction costs and prepayment of investment in Citic Logistics Co., Ltd.

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

**Amount repayable in one year or less, or on demand**

	As at 30/04/10		As at 30/04/2009	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Borrowings	7,539	-	22,244	-
Finance lease liabilities	1,298	-	1,126	-
Total	8,837	-	23,370	-

**Amount repayable after one year**

	As at 30/04/2010		As at 30/04/2009	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Borrowings	46,322	-	56,392	-
Finance lease liabilities	2,344	-	1,851	-
Total	48,666	-	58,243	-

**Details of any collateral**

The bank borrowings of the subsidiaries are guaranteed by the Company and are secured by legal mortgages over the Group's freehold and leasehold properties. The finance lease liabilities are secured by the assets under finance leases.

**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 Cash Flow Statement**

**Operating activities**

Profit before income tax	17,306	9,985
Adjustments for:		
Depreciation of property, plant and equipment	6,159	5,455
Property, plant & equipment written off	-	2,003
Allowance of doubtful loan receivable	809	-
Gain on disposal of property, plant and equipment	(220)	(263)
(Gain)/loss on financial assets at fair value through profit or loss (net):		
- marketable securities	(509)	1,180
- interest rate swaps	(156)	(1,142)
- embedded option of investment in an associate	-	4,183
Gain on waiver of loan due to a minority shareholder of a subsidiary	-	(99)
Gain on disposal of marketable securities	(26)	-
Gain on disposal of subsidiaries	(3,960)	-
Impairment loss on warehouse properties (written back)/ recognised	(4,417)	357
(Gain)/ Loss on fair value of investment properties	(1,700)	2,000
Share of profit of associates	(880)	(998)
Accretion of deferred revenue	(2,989)	(2,989)
Dividend income from financial assets at fair value through profit or loss	(7)	(10)
Foreign exchange loss/(gain)	3,733	(4,163)
Finance costs	2,633	5,006
Finance income	(576)	(1,823)
Interest income on:		
- convertible loans to associates	(2,471)	(2,735)
- redeemable cumulative convertible preference shares in an associate	-	(1,522)

Changes in working capital:

Trade and other receivables

Trade and other payables

Foreign currency translation

Cash generated from operations

Income taxes refunded

Income taxes paid

**Cash flows from operating activities**

**Investing activities**

Proceeds from sale of property, plant and equipment	314	1,297
Purchase of property, plant and equipment	(9,936)	(8,122)
Acquisition of shares in an associate in Korea	(1,138)	(51)
Prepayment of investment and loan to Citic Logistics Co., Ltd	(5,697)	(27,759)
Proceeds from repayment of loans to Citic Logistics Co.Ltd	18,049	5,152
Proceeds from sale of other investments	873	-
Proceeds from disposal of subsidiaries, net of cash disposed	1,360	-
Purchase of other investments	-	(13)
Dividends received		
- financial assets at fair value through profit or loss	7	10
- an associated company	337	343
Loan to an associate	-	(723)
Finance income received	203	1,066
Repayment of loan by a related party	2,110	-
Receipt of interest income on loan to associate	-	32
Receipt of interest income on convertible loans to associates	2,471	6,516
Redemption of convertible loan to an associate	13,433	2,625

**Cash flows from investing activities**

**Financing activities**

Net proceeds from issue of shares to minority interests of subsidiaries	-	116
Proceeds from issue of new shares	900	-
Proceeds from exercise of warrants	-	426
Proceeds from borrowings	6,800	36,070
Proceeds from loan from a related party	-	3,000
Proceeds from loan from a director	-	942
Proceeds from finance lease facilities	-	280

	<b>FY2010</b>	<b>FY2009</b>
	<b>S\$'000</b>	<b>S\$'000</b>
	17,306	9,985
	6,159	5,455
	-	2,003
	809	-
	(220)	(263)
	(509)	1,180
	(156)	(1,142)
	-	4,183
	-	(99)
	(26)	-
	(3,960)	-
	(4,417)	357
	(1,700)	2,000
	(880)	(998)
	(2,989)	(2,989)
	(7)	(10)
	3,733	(4,163)
	2,633	5,006
	(576)	(1,823)
	(2,471)	(2,735)
	-	(1,522)
	12,729	14,425
	(15,168)	11,866
	15,970	2,965
	1,567	(892)
	15,098	28,364
	256	848
	(1,137)	(1,002)
	14,217	28,210
	314	1,297
	(9,936)	(8,122)
	(1,138)	(51)
	(5,697)	(27,759)
	18,049	5,152
	873	-
	1,360	-
	-	(13)
	7	10
	337	343
	-	(723)
	203	1,066
	2,110	-
	-	32
	2,471	6,516
	13,433	2,625
	22,386	(19,627)
	-	116
	900	-
	-	426
	6,800	36,070
	-	3,000
	-	942
	-	280

**Consolidated Cash Flow Statement (continued)**

Repayment of borrowings  
 Repayment of loan to a related party  
 Repayment of loan to director  
 Payment of finance lease liabilities  
 Dividend paid to shareholders  
 Dividend paid to minority interests  
 Finance costs

**Cash flows from financing activities****Net increase /(decrease) in cash and cash equivalents**

Cash and cash equivalents at beginning of year  
 Effect of exchange rate fluctuations on cash and cash equivalents

**Cash and cash equivalents at end of year****Cash and cash equivalents comprise the following:**

Cash at bank and in hand  
 Deposits with banks  
 Cash and cash equivalents  
 Bank overdrafts

**Cash and cash equivalents in the cash flow statement**

	<b>FY2010</b>	<b>FY2009</b>
	<b>S\$'000</b>	<b>S\$'000</b>
	(31,882)	(47,585)
	(3,000)	-
	(942)	-
	(1,281)	(1,627)
	-	(5,277)
	(175)	(74)
	(2,778)	(2,041)
	<b>(32,358)</b>	<b>(15,770)</b>
	4,245	(7,187)
	33,807	42,106
	(87)	(1,112)
	<b>37,965</b>	<b>33,807</b>
	13,333	12,912
	25,184	20,951
	38,517	33,863
	(552)	(56)
	<b>37,965</b>	<b>33,807</b>

**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 capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

**1(d)(i)(a) Consolidated Statement of Comprehensive Income for the year ended 30 April 2010**

The Statement of Comprehensive Income included as part of the results announcement is in compliance with the revised Financial Reporting Standard (FRS) 1 (effective from 1 January 2009)

	<b>The Group</b>		
	<b>FY2010</b>	<b>FY2009</b>	<b>Increase/(Decrease)</b>
	<b>S'\$000</b>	<b>S'\$000</b>	<b>%</b>
<b>Net profit for the year</b>	15,168	8,763	73.1
<b>Other comprehensive income</b>			
Foreign currency translation	391	(586)	n.m.
<b>Total comprehensive income</b>	<b>15,559</b>	<b>8,177</b>	<b>90.3</b>
<b>Total comprehensive income attributable to:</b>			
Equity holders of the Company	14,622	7,960	83.7
Minority interests	937	217	331.8
	<b>15,559</b>	<b>8,177</b>	<b>90.3</b>

**1(d)(i)(b) Statement of Changes in Equity**  
**For the year ended 30 April 2010**

<b><u>The Group</u></b>	<b><u>Share capital</u></b> <b><u>S\$'000</u></b>	<b><u>Capital reserve</u></b> <b><u>S\$'000</u></b>	<b><u>Foreign currency translation reserve</u></b> <b><u>S\$'000</u></b>	<b><u>Accumulated profits</u></b> <b><u>S\$'000</u></b>	<b><u>Total attributable to equity holders of the Company</u></b> <b><u>S\$'000</u></b>	<b><u>Minority interests</u></b> <b><u>S\$'000</u></b>	<b><u>Total equity</u></b> <b><u>S\$'000</u></b>
<b>At 1 May 2009</b>	74,216	7,082	1,333	47,127	129,758	11,406	141,164
Total comprehensive income	-	-	771	13,851	14,622	937	15,559
Issue of new shares	900	-	-	-	900	-	900
Dividends paid to minority shareholders of a subsidiary	-	-	-	-	-	(175)	(175)
Realisation of minority interests upon disposal of subsidiaries	-	-	-	-	-	(2,330)	(2,330)
Effect of capital reduction by a subsidiary	-	-	-	-	-	(4,478)	(4,478)
<b>At 30 April 2010</b>	<b>75,116</b>	<b>7,082</b>	<b>2,104</b>	<b>60,978</b>	<b>145,280</b>	<b>5,360</b>	<b>150,640</b>
<b>At 1 May 2008</b>	73,705	7,167	2,157	43,620	126,649	11,204	137,853
Total comprehensive income	-	-	(824)	8,784	7,960	217	8,177
Exercise of warrants	85	(85)	-	-	-	-	-
Issue of new shares	426	-	-	-	426	-	426
2008 final one-tier dividend paid of 0.25 cent per share	-	-	-	(5,277)	(5,277)	-	(5,277)
Dividends paid to minority shareholders of a subsidiary	-	-	-	-	-	(74)	(74)
Issue of shares to minority interests of subsidiaries	-	-	-	-	-	59	59
<b>At 30 April 2009</b>	<b>74,216</b>	<b>7,082</b>	<b>1,333</b>	<b>47,127</b>	<b>129,758</b>	<b>11,406</b>	<b>141,164</b>
<b><u>The Company</u></b>	<b><u>Share capital</u></b> <b><u>S\$'000</u></b>	<b><u>Capital reserve</u></b> <b><u>S\$'000</u></b>		<b><u>Accumulated profits</u></b> <b><u>S\$'000</u></b>	<b><u>Total equity</u></b> <b><u>S\$'000</u></b>		
<b>At 1 May 2009</b>	74,216	7,082		19,155	100,453		
Total comprehensive income	-	-		8,144	8,144		
Issue of new shares	900	-		-	900		
<b>At 30 April 2010</b>	<b>75,116</b>	<b>7,082</b>		<b>27,299</b>	<b>109,497</b>		
<b>At 1 May 2008</b>	73,705	7,167		20,757	101,629		
Total comprehensive income	-	-		3,675	3,675		
Exercise of warrants	85	(85)		-	-		
Issue of new shares	426	-		-	426		
2008 final one-tier dividend paid of 0.25 cent per share	-	-		(5,277)	(5,277)		
<b>At 30 April 2009</b>	<b>74,216</b>	<b>7,082</b>		<b>19,155</b>	<b>100,453</b>		



- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for 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 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**

**Details of any changes in the Company's issued share capital**

	<u>Number of Ordinary shares</u>	<u>Share Capital</u> S\$'000
As at 1 May 2009	2,111,492,885	74,216
Issue of new shares	20,000,000	900
As at 30 April 2010	<u>2,131,492,885</u>	<u>75,116</u>

- 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 immediately preceding year.**

Please refer to 1(d)(ii). There were no treasury shares as at April 30, 2010

- 1(d)(iv) A statement showing all sales, transfer, 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 standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

The figures have not been audited or reviewed by the auditors.

- 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 statements have been applied**

Except as disclosed in paragraph 5, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year compared with the audited financial statements for the financial year ended 30 April 2009.

- 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**

With effect from 1 May 2009, the Group adopted the following new/ revised Financial Reporting Standards (FRS), which are relevant to the Group:

FRS 1 (revised 2008)	Presentation of Financial Statements
FRS 23 (revised 2007)	Borrowing Costs
FRS107	Financial Instruments: Disclosures
FRS 108	Operating Segments

The adoption of the above FRS does not have any significant impact on the financial statements.

**6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

	FY 2010	FY 2009
<b><u>Earnings per ordinary share</u></b>		
(a) Based on the weighted average number of ordinary shares on issue	0.65 cent	0.42 cent
(b) On a fully diluted basis	0.65 cent	0.42 cent

The basic earnings per share is calculated based on the weighted average number of ordinary shares in issue of 2,129,301,104 (30 April 2009: 2,108,404,034).

The fully diluted earning per share is calculated based on the weighted average number of ordinary shares of 2,129,301,104 (30 April 2009: 2,108,404,034).

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

	<u>As at</u> <u>30/04/2010</u> Cents	<u>As at</u> <u>30/04/2009</u> Cents
<b>Net assets value per ordinary share</b>		
The Group	6.82	6.15
The Company	5.14	4.76

Net asset value per share is calculated based on 2,131,492,885 (30 April 2009: 2,111,492,885) ordinary shares in issue at the end of the financial year under review and of the immediately preceding financial year.

**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**

**Financial Performance**

The Group reported a net profit attributable to shareholders of \$13.9 million for the financial year ended 30 April 2010, an increase of 57.7% or \$5.1 million from a year ago. This was achieved despite a decline of 8.2% in Group revenue to \$125.8 million from \$137.1 million in the previous corresponding year. As a result, earnings per share rose 54.8% to 0.65 cent from 0.42 cent the previous year.

For the financial year ended 30 April 2010, the Group reported lower turnover of \$125.8 million from \$137.1 million in FY2009. This was largely due to an economic recovery that was still weak and patchy particularly in the first half of the financial year which negatively affected the freight forwarding and general logistics businesses.

Turnover from freight forwarding business declined by 19.3% or \$14.5 million to \$60.4 million compared to a year ago due to lower freight rates charged to customers whilst maintaining volume and market share. Consequently, the profit after tax for this segment declined by 37.1% or \$2.2 million to \$3.7 million compared to \$5.9 million in FY2009.

The chemical storage and logistics business, however, improved significantly due to added capacity from a newly completed chemical warehouse as well as a more robust petrochemical industry sector. Revenue grew by 19.0% or \$6.7 million to \$41.6 million from \$34.9 million in FY2009. Excluding exceptional items (write back of impairment loss on warehouse properties of \$513,000 in FY2010 and \$212,000 in FY2009, and asset write-off of \$2.0 million in FY2009 for the property at 18 Gul Drive), segment profit after tax rose by 143.5% to \$2.2 million compared to \$0.9 million in FY2009.

Warehousing and logistics business improved marginally by 1% or \$0.2 million to \$19.4 million. Warehouse properties and investment properties, had seen their values improved in tandem with the general market conditions. The Group wrote back impairment loss of \$3.9 million on the warehouse properties, based on professional independent valuations. The investment properties are stated at open market values and recorded a fair value gain of \$1.7 million. These gains are included in Other Income. Consequently, this segment profit after tax increased by \$4.7 million to \$8.4 million compared to \$3.7 million in FY2009.

Other businesses comprising exhibition design and build, relocation and document storage services reported lower turnover of \$4.4 million, a decline of 45.3% or \$3.7 million from \$8.1 million a year earlier. This was due to fewer overseas projects as well as lesser relocation services. As previously announced, the Group has in April 2010 disposed off its 80% stake in the subsidiary engaged in relocation business.

#### **Cash Flows**

As at 30 April 2010, the Group has cash and cash equivalents of \$38.5 million and a net of cash, gearing of 0.13 times.

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

The current announced results are in line with the general market conditions as previously described in the last 3Q FY2010 Financial Statement Announcement.

#### **10. A commentary at the date of the announcement of the 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 global economy has improved but concerns about the improvement remain. The Group is cautiously optimistic that its freight forwarding business will see some growth in the new financial year given the business activity in Asia.

Business in warehousing and storage division has proven to be fairly resilient and the Group is seeing more enquiries for warehouse space and logistics services.

On the proposed sale of property at 30/32 Tuas Avenue 8, the Company has decided not to proceed with its appeal in view of improved market condition resulting in higher property values.

#### **11. Dividend**

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

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

Name of Dividend:	First and Final
Dividend type:	Cash
Dividend Amount per share ( in cents):	0.25 cent per ordinary share
Tax Rate :	Tax exempt

Name of Dividend:	Special
Dividend type:	Cash
Dividend Amount per share ( in cents):	0.1 cent per ordinary share
Tax Rate :	Tax exempt

##### Note:

The Directors intend to propose a Scrip Dividend Scheme to give shareholders the option of receiving dividends in the form of new ordinary shares of the Company in lieu of cash. Subject to the Company obtaining all necessary approvals, including shareholders' approval at an Extraordinary General Meeting to be convened, the Scheme will be applied to the final dividend for the financial year ended 30 April 2010.

Details of the proposed Scheme and its application to the final dividend will be announced at a later date.

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

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

**(c) Date payable**

Will be announced at a later date.

**(d) Books closure date**

Notice of books closure for determining shareholders' entitlement of the proposed dividend will be announced at a later stage.

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

Not applicable .

**PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

**13. Segmented revenue and results for 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**

	Freight forwarding	Warehousing and logistics	Chemical storage and logistics	Other operations	Eliminations	Total Operations
<b>Operating Segments</b>						
<b>Year ended 30 April 2010</b>	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenues</b>						
External revenue	60,446	19,383	41,563	4,410		125,802
Inter-segment revenue	4,019	5,049	468	8	(9,544)	-
Total revenue	<u>64,465</u>	<u>24,432</u>	<u>42,031</u>	<u>4,418</u>	<u>(9,544)</u>	<u>125,802</u>
<b>Results</b>						
Segment results	4,543	7,135	3,316	2,901	-	17,895
Unallocated corporate costs						(4,872)
Accretion of deferred revenue		2,989	-	-	-	2,989
Results from operating activities						16,012
Interest income from associates	-	-	-	2,471	-	2,471
Finance income	32	397	-	147	-	576
Finance costs	(272)	(1,041)	(479)	(841)	-	(2,633)
Share of profit of associates						880
Profit before income tax						17,306
Income tax expense	(592)	(1,056)	(154)	(336)	-	(2,138)
Profit for the year	<u>3,711</u>	<u>8,424</u>	<u>2,683</u>	<u>4,342</u>		<u>15,168</u>
<b>Other segmental information</b>						
Gain on fair value of investment properties	-	1,700	-	-		1,700
(Loss)/ Gain on disposal of subsidiaries	(1)	(4)	-	3,965		3,960
Gain/ (Loss) on disposal of property, plant & equipment	8	(22)	234	-		220
Write back of impairment loss on warehouse properties	-	3,904	513	-		4,417
Allowance for doubtful loan receivable from an associate	-	-	-	(809)		(809)
<b>Assets and liabilities</b>						
Segment assets	18,599	123,104	41,249	1,869	982	185,803
Tax recoverable						80
Investment in club membership						50
Associates						38,745
Other investments						193
Unallocated assets						23,593
Total assets						<u>248,464</u>
Segment liabilities	7,416	13,922	15,195	1,049	-	37,582
Unallocated liabilities						750
Financial liabilities						57,503
Deferred income tax liabilities						511
Income tax liabilities						1,478
Total liabilities						<u>97,824</u>
Capital expenditure	85	1,607	7,138	12	-	8,842
Depreciation	239	3,579	2,129	212	-	6,159

	Freight forwarding	Warehousing and logistics	Chemical storage and logistics	Other operations	Eliminations	Total Operations
Operating Segments Year ended 30 April 2009	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenues</b>						
External revenue	74,900	19,184	34,913	8,065	-	137,062
Inter-segment revenue	2,392	5,895	-	8	(8,295)	-
Total revenue	<u>77,292</u>	<u>25,079</u>	<u>34,913</u>	<u>8,073</u>	<u>(8,295)</u>	<u>137,062</u>
<b>Results</b>						
Segment results	<u>7,272</u>	<u>464</u>	<u>(307)</u>	<u>(713)</u>	<u>-</u>	<u>6,716</u>
Unallocated corporate costs						(1,792)
Accretion of deferred revenue	-	2,989	-	-	-	<u>2,989</u>
Results from operating activities						7,913
Interest income from associates	-	-	-	4,257	-	4,257
Finance income	42	777	7	997	-	1,823
Finance costs	(34)	(1,350)	(468)	(3,154)	-	(5,006)
Share of profit of associates						<u>998</u>
Profit before income tax						9,985
Income tax expense	<u>(1,377)</u>	<u>857</u>	<u>(129)</u>	<u>(573)</u>	<u>-</u>	<u>(1,222)</u>
Profit for the year	<u>5,903</u>	<u>3,737</u>	<u>(897)</u>	<u>814</u>	<u>-</u>	<u>8,763</u>
<b>Other segmental information</b>						
Loss on fair value of investment properties	-	(2,000)	-	-	-	(2,000)
Loss on fair value of embedded option of investment in an associate	-	-	-	(4,183)	-	(4,183)
(Loss) / Gain on disposal of property, plant & equipment	(1)	4	260	-	-	263
(Impairment loss)/Write back of impairment loss on warehouse properties	-	(569)	212	-	-	(357)
Property, plant & equipment written off	-	-	(2,003)	-	-	(2,003)
<b>Assets and liabilities</b>						
Segment assets	<u>17,875</u>	<u>135,435</u>	<u>31,141</u>	<u>28,402</u>	<u>982</u>	<u>213,835</u>
Tax recoverable						937
Investment in club membership						50
Associates						51,862
Other investments						531
Deferred income tax assets						396
Unallocated assets						<u>13,070</u>
Total assets						<u>280,681</u>
Segment liabilities	<u>7,298</u>	<u>18,232</u>	<u>15,626</u>	<u>2,038</u>	<u>-</u>	<u>43,194</u>
Unallocated liabilities						12,678
Financial liabilities						81,613
Income tax liabilities						<u>2,032</u>
Total liabilities						<u>139,517</u>
Capital expenditure	<u>115</u>	<u>4,764</u>	<u>11,853</u>	<u>281</u>	<u>-</u>	<u>17,013</u>
Depreciation	<u>253</u>	<u>3,104</u>	<u>1,871</u>	<u>227</u>	<u>-</u>	<u>5,455</u>

**Geographical Segment**

	<b><u>2010</u></b>								
	<b><u>Singapore</u></b> S\$'000	<b><u>ASEAN</u></b> <b><u>(excluding</u></b> <b><u>Singapore)</u></b> S\$'000	<b><u>Asia</u></b> S\$'000	<b><u>America</u></b> S\$'000	<b><u>Oceania</u></b> S\$'000	<b><u>Europe</u></b> S\$'000	<b><u>Middle</u></b> <b><u>East</u></b> S\$'000	<b><u>Others</u></b> S\$'000	<b><u>Group</u></b> S\$'000
Revenue from external customers	50,055	26,608	20,649	4,806	3,924	9,242	6,300	4,218	125,802
Non-current assets	140,022	3,664	618	-	-	-	118	-	144,422
Capital expenditure	7,912	927	1	-	-	-	2	-	8,842
	<b><u>2009</u></b>								
Revenue from external customers	50,050	24,071	27,446	5,471	6,792	10,925	7,353	4,954	137,062
Non-current assets	129,875	3,286	574	-	-	-	200	-	133,935
Capital expenditure	15,987	700	83	-	-	-	243	-	17,013

**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**

See paragraph 8.

**15. A breakdown of sales**

	<b>Group</b>		
	<b>FY2010</b> S\$'000	<b>FY2009</b> S\$'000	<b>Increase/ (Decrease)</b> %
Sales reported for the first half year	61,338	74,694	(17.9)
Operating profit after tax and before minority interests for the first half year	1,566	3,099	(49.5)
Sales reported for the second half year	64,464	62,368	3.4
Operating profit after tax and before minority interests for the second half year	13,602	5,664	140.1

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

	<b>FY2010</b>	<b>FY2009</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Ordinary	7,460	-

**17. Interested Person Transactions**

	<b>Aggregate value of all interested person transactions during the financial year under review (excluding transaction less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)</b>	<b>Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)</b>
	<b>S\$'000</b>	<b>S\$'000</b>
TSMP Law Corporation - Professional and legal services	187	-

Mr Derek Loh Eu Tse is an independent director of Freight Links Express Holdings Limited and is a shareholder and director of TSMP Law Corporation.

**BY ORDER OF THE BOARD**

Thomas Woo  
Executive Director & CFO  
25 June 2010