TM

ES GROUP (HOLDINGS) LIMITED
(Company Registration No. 200410497Z)
(Incorporated in the Republic of Singapore)

FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2010

ES Group (Holdings) Limited (the "Company") was listed on Catalist of the Singapore Exchange Securities Trading Limited ("SGX-ST") on 9 July 2010. The initial public offering ("IPO") of the Company was sponsored by Collins Stewart Pte. Limited (the "Sponsor").

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Collins Stewart Pte. Limited for compliance with the relevant rules of the SGX-ST. Collins Stewart Pte. Limited has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement. The contact person for the Sponsor is Mr. Alex Tan, Managing Director, Corporate Finance, Collins Stewart Pte. Limited at 77 Robinson Road #21-02 Singapore 068896, telephone: (65) 6854-6160.

PART 1 – INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

1(a)(i) A consolidated statement of comprehensive income (for the Group) together with a comparative statement for the corresponding year of the immediately preceding financial year.

	Group		
	Unaudited FY2010 S$'000	**Audited FY2009 S$'000**	**Increase/ (Decrease) %**
Revenue	41,132	52,688	(21.9)
Cost of services	(30,824)	(37,774)	(18.4)
Gross profit	10,308	14,914	(30.9)
Other operating income	1,304	1,564	(16.6)
Administrative expenses	(4,302)	(3,370)	27.7
Other operating expenses	(5,283)	(3,655)	44.5
Finance costs	(300)	(300)	-
Profit before income tax	1,727	9,153	(81.1)
Income tax expense	(466)	(853)	(45.4)
Profit for the year	1,261	8,300	(84.8)
Exchange differences on translation of foreign operations, representing other comprehensive income for the year, net of tax	250	133	88.0
Total comprehensive income for the year	1,511	8,433	(82.1)
Profit attributable to:			
Owners of the Company	1,579	6,343	(75.1)
Non-controlling interests	(318)	1,957	n/m
	1,261	8,300	(84.8)
Total comprehensive income attributable to:			
Owners of the Company	1,703	6,410	(73.4)
Non-controlling interests	(192)	2,023	n/m
	1,511	8,433	(82.1)

n/m: not meaningful

Notes:

a. The Company and its subsidiaries (the "Group") were formed as a result of a restructuring exercise as described in the Company's Offer Document dated 1 July 2010 ("Restructuring Exercise").

b. The Group's comparative consolidated financial statements for the financial year ended 31 December 2009 have been prepared using the principles of merger accounting and on the assumption that the restructuring of entities under common control has occurred since the beginning of the earliest financial year presented in these consolidated financial statements.

1(a)(ii) Notes to consolidated statement of comprehensive income.

Profit for the year is arrived at after charging (crediting) the following items:

	Group		
	Unaudited FY2010 S$'000	**Audited FY2009 S$'000**	**Increase/ (Decrease) %**
Depreciation of property, plant and equipment	1,718	1,633	5.2
Property, plant and equipment written off	-	48	n/m
Gain on disposal of property, plant and equipment	(91)	(10)	n/m
Net foreign exchange loss (gain)	265	(122)	n/m
Interest expenses	300	300	-

n/m: not meaningful

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

	Group		Company	
	Unaudited 2010 S$'000	Audited 2009 S$'000	Unaudited 2010 S$'000	Audited 2009 S$'000
ASSETS				
Current assets				
Cash and bank balances	7,853	7,139	132	-
Trade receivables	13,736	18,728	1,599	214
Work-in-progress	8,491	2,944	-	-
Other receivables	3,013	975	3,158	1,794
Inventories	531	598	-	-
Total current assets	33,624	30,384	4,889	2,008
Non-current assets				
Restricted cash	55	36	-	-
Deposits	58	52	-	-
Subsidiaries	-	-	21,381	21,082
Club membership	50	50	-	-
Property, plant and equipment	13,994	12,079	-	-
Total non-current assets	14,157	12,217	21,381	21,082
Total assets	47,781	42,601	26,270	23,090
LIABILITIES AND EQUITY				
Current liabilities				
Bank loans (secured)	3,916	890	-	-
Trade payables	3,251	2,613	-	-
Other payables	7,746	6,739	2,234	4,069
Loan from a third party (secured)	-	106	-	-
Current portion of finance leases	116	51	-	-
Income tax payable	548	553	143	15
Total current liabilities	15,577	10,952	2,377	4,084
Non-current liabilities				
Bank loans (secured)	-	3,007	-	-
Finance leases	283	139	-	-
Deferred tax liabilities	148	206	-	-
Total non-current liabilities	431	3,352	-	-
Capital and reverses				
Share capital	23,698	18,933	23,698	18,933
Retained earnings	21,452	22,673	195	73
Translation reserve	71	(53)	-	-
Merger reserve	(18,570)	(18,570)	-	-
Equity attributable to owners of the Company	26,651	22,983	23,893	19,006
Non-controlling interests	5,122	5,314	-	-
Total equity	31,773	28,297	23,893	19,006
Total liabilities and equity	47,781	42,601	26,270	23,090

Note:

a. The Company and its subsidiaries (the "Group") were formed as a result of a restructuring exercise as described in the Company's Offer Documents dated 1 July 2010 ("Restructuring Exercise").

b. The Group's comparative consolidated financial statements for the financial year ended 31 December 2009 have been prepared using the principles of merger accounting and on the assumption that the restructuring of entities under common control has occurred since the beginning of the earliest financial year presented in these consolidated financial statements.

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

Amount repayable in one year or less, or on demand

Group as at 31/12/2010 Unaudited		Group as at 31/12/2009 Audited	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
4,032	-	1,047	-

Amount repayable after one year

Group as at 31/12/2010 Unaudited		Group as at 31/12/2009 Audited	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
283	-	3,146	-

Details of any collateral

The Group's borrowings are secured by legal mortgage of the Group's leasehold land and property, freehold property, properties of a related party and joint and several personal guarantees of a director and related parties for the monies owing.

Obligations under finance leases are secured over the leased assets.

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

	Group	
	Unaudited FY2010 S$'000	**Audited FY2009 S$'000**
Operating activities		
Profit before income tax	1,727	9,153
Adjustments for:		
Interest income	(5)	(1)
Interest expenses	300	300
Allowance for foreseeable loss on contract work-in-progress	-	108
Property, plant and equipment written off	-	48
Depreciation of property, plant and equipment	1,718	1,633
Gain on disposal of property, plant and equipment	(91)	(10)
Net foreign exchange losses	66	(59)
Operating cash flow before movements in working capital	3,715	11,172
Trade receivables	4,992	1,028
Other receivables	(1,300)	(8)
Work-in-progress	(5,547)	1,022
Inventories	67	(143)
Trade payables	638	(404)
Other payables	114	(1,112)
Cash generated from operations	2,679	11,555
Interest received	5	1
Income tax paid	(478)	(2,585)
Net cash generated from operating activities	2,206	8,971
Investing activities		
Acquisition of a subsidiary [Note 1(c)(i)]	85	-
Proceeds on disposal of property, plant and equipment	220	33
Purchases of property, plant and equipment [Note 1(c)(ii)]	(3,280)	(388)
Net cash used in investing activities	(2,975)	(355)
Financing activities		
Restricted cash deposit	(18)	(2)
Dividends paid	(2,800)	(2,500)
Interest paid	(300)	(300)
Proceeds from issuance of ordinary shares, net of share issue expenses	4,765	-
Proceeds from term loans	300	-
Proceeds from factoring loans	6,054	-
Proceeds from bridging loan	-	2,000
Proceeds from short-term loan	1,070	-
Repayments of term loans	(521)	(211)
Repayments of factoring loans	(6,051)	-
Repayments of a third party loan	(106)	(529)
Repayment of obligations under finance leases	(82)	(65)
Repayments of bridging loan	(833)	-
Net cash generate from (used in) financing activities	1,478	(1,607)
Net increase in cash and cash equivalents	709	7,009
Cash and cash equivalents at the beginning of the year	7,086	77
Cash and cash equivalents at the end of the year	7,795	7,086
Cash and bank balances	7,853	7,139
Less: restricted fixed deposit	(58)	(53)
Cash and cash equivalents	7,795	7,086

Notes to consolidated statement of cash flows

1(c)(i) Acquisition of a subsidiary, Dalian ES Marine & Offshore Engineering Co., Ltd.

Assets acquired and liabilities assumed as at the date of acquisition are as follows:

	Unaudited FY2010 S$'000	Audited FY2009 S$'000
Property, plant and equipment	14	-
Cash and bank balances	284	-
Trade receivables	799	-
Trade payables	(893)	-
Income tax payable	(5)	-
Net assets acquired and liabilities assumed	199	-
Goodwill:		
Consideration transferred	(199)	-
Less: fair value of identifiable net assets acquired	199	-
Goodwill arising on acquisition	-	-
Net cash inflow on acquisition of a subsidiary:		
Consideration paid in cash	199	-
Less: Cash and bank balances acquired	(284)	-
	(85)	-

1(c)(ii) During the year, the Group acquired property, plant and equipment with an aggregate cost of S$3,570,921 (2009: S$387,832) of which S$291,000 (2009: S$Nil) was acquired under finance arrangement. Cash payments of S$3,279,921 (2009: S$387,832) were made to purchase property, plant and equipment.

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.

	Share capital S$'000	Translation reserve S$'000	Merger reserve S$'000	Retained earnings S$'000	Attributable to owners of the Company S$'000	Non-controlling interests S$'000	Total S$'000
Group							
Balance at 1 January 2009	18,933	(119)	(18,570)	19,829	20,073	3,291	23,364
Dividends	-	-	-	(3,500)	(3,500)	-	(3,500)
Total comprehensive income for the year	-	66	-	6,344	6,410	2,023	8,433
Balance at 31 December 2009	18,933	(53)	(18,570)	22,673	22,983	5,314	28,297
Total comprehensive income for the year	-	124	-	1,579	1,703	(192)	1,511
Initial Public Offering:							
- Issue of shares	5,088	-	-	-	5,088	-	5,088
- Share issue expenses	(323)	-	-	-	(323)	-	(323)
Dividends	-	-	-	(2,800)	(2,800)	-	(2,800)
Balance at 31 December 2010	23,698	71	(18,570)	21,452	26,651	5,122	31,773
Company							
Balance at 1 January 2009	-	-	-	(4)	(4)	-	(4)
Issue of share capital	18,933	-	-	-	18,933	-	18,933
Total comprehensive income for the year	-	-	-	77	77	-	77
Balance at 31 December 2009	18,933	-	-	73	19,006	-	19,006
Total comprehensive income for the year	-	-	-	2,922	2,922	-	2,922
Initial Public Offering:							
- Issue of shares	5,088	-	-	-	5,088	-	5,088
- Share issue expenses	(323)	-	-	-	(323)	-	(323)
Dividends	-	-	-	(2,800)	(2,800)	-	(2,800)
Balance at 31 December 2010	23,698	-	-	195	23,893	-	23,893

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 well as then 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 current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	Group and Company	
	No. of ordinary shares	Resultant issued and paid up share capital S$
Balance as at 1 January 2010	18,933,469	18,933,469
Sub-division of shares to 120,000,000 shares	101,066,531	-
Initial Public Offering:		
- Issue of shares	21,200,000	5,088,000
- Share issue expenses		(323,121)
Balance as at 31 December 2010	141,200,000	23,698,348

As at 31 December 2010 and 2009, the Group and Company have no outstanding convertibles or treasury shares.

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.

	As at 31 December 2010	As at 31 December 2009
Total number of issued shares (excluding treasury shares)	141,200,000	18,933,469

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

Not applicable.

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

The figures in this announcement have not been audited or reviewed by the Company's auditors.

3 Where the figures have been audited or reviewed, the auditor's 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 accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements for the financial year ended 31 December 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.

Not applicable.

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.

	FY2010	FY2009
Earnings per share for the year based on profit attributable to owners of the Company:-		
(i) Based on the weighted average number of ordinary shares	1.21 cents [a]	5.29 cents [b]
(ii) On a fully diluted basis	1.21 cents	5.29 cents
Weighted average number of shares in issued	130,222,466	120,000,000

a) Earnings per share for FY2010 have been computed based on net profit attributable to the owners of the Group for the financial year divided by the weighted average number of shares issued.

b) Earnings per share for FY2009 have been computed based on net profit attributable to the owners of the Group for the financial year divided by 120,000,000 which represents the pre-IPO number of shares after sub-division.

7 Net asset value (for the issuer and Group) per ordinary share based on the total number of issued share excluding treasury shares of the issuer at the end of the:-

(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group As at 31 December		Company As at 31 December	
	2010	2009	2010	2009
Net asset value per share based on the number of issued shares	20.47 cents [(a)]	19.15 cents [(b)]	18.35 cents [(a)]	15.84 cents [(b)]
Weighted average number of shares in issued	130,222,466	120,000,000	130,222,466	120,000,000

a) Net asset value per share for FY2010 have been computed based on net assets of the Group and Company for the financial year divided by the weighted average number of shares issued.

b) Net asset value per share for FY2009 have been computed based on net assets of the Group and Company for the financial year divided by 120,000,000 which represents the pre-IPO number of shares after sub-division.

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.

(a) Review of Financial Performance of the Group

Revenue decreased by S$11.6 million or 21.9%, from S$52.7 million in FY2009 to S$41.1 million in FY2010. This was due mainly to the completion of projects in FY2009 for a major customer and the lower revenue contribution from our Thailand subsidiary in FY2010 as the Group consciously focused its resources in Thailand to build the two bunker vessels for chartering out to third parties.

Gross profit margin declined from 28.3% in FY2009 to 25.1% in FY2010 due mainly to the completion of contracts which yielded lower margins as a result of competitive pricing. Due to lower revenue and lower gross profit margins, the Group's gross profit for FY2010 decreased by S$4.6 million or 30.9%, from S$14.9 million in FY2009 to S$10.3 million.

Other operating income decreased by S$0.3 million or 16.6%, from S$1.6 million in FY2009 to S$1.3 million in FY2010 due mainly to a decrease in reimbursement of expenses from foreign workers.

Administrative expenses increased by S$0.9 million or 27.7%, from S$3.4 million in FY2009 to S$4.3 million in FY2010 due to the increase in professional fees of S$0.3 million, staff costs and bonuses of S$0.5 million, and advertisement and printing costs of S$0.1 million.

Other operating expenses increased by S$1.6 million or 44.5%, from S$3.7 million in FY2009 to S$5.3 million in FY2010 due to the S$0.6 million increase in depreciation expenses, IPO expenses of S$0.6 million and S$0.4 million increase in staff costs and bonuses.

Accordingly, profit before income tax decreased by S$7.4 million or 81.1%, from S$9.1 million in FY2009 to S$1.7 million in FY2010 due mainly to lower revenue and gross profit margin, and higher operating and administrative expenses in FY2010.

Excluding the IPO expenses, the Group would have recorded profit before income tax of S$2.5 million in FY2010.

(b) Review of Financial Position of the Group

As at 31 December 2010, the Group's total net assets increased by S$3.5 million from S$28.3 million as at end of 2009 to S$31.8 million as at end of 2010. The increase in total net assets was largely due to:

<u>Assets</u>

Increase in cash and bank balances of S$0.7 million as explained in point 8 (c).

Decrease in trade and other receivables of S$3.0 million as a result of better collection from trade receivables, partly offset by S$2.0 million increase in prepayment for steel materials, engine and pump equipment.

Increase in work-in-progress of S$5.5 million as most of the projects are still ongoing.

Increase in property, plant and equipment of S$1.9 million due mainly to the S$2.7 million increase in construction-in-progress, partly offset against depreciation for the year.

<u>Liabilities</u>

Increase in trade payables and others payables by S$0.6 million and S$1.0 million respectively, due mainly to construction material purchases of Engineering, Procurement and Construction ("EPC") projects and accruals of staff wages and bonuses.

Increase in finance lease of S$0.2 million due to the purchases of three new commercial vehicles during the year.

Decrease in a third party loan by S$0.1 million due to full repayment of the third party loan.

(c) Review of Statement of Cash Flows for the Group

In FY2010, net cash provided by operating activities before movements in working capital amounted to S$3.7 million. Net cash used in working capital amounted to S$1.0 million. This was due mainly to the increase in work-in-progress by S$5.5 million and other receivables by S$1.3 million, partially offset by the decrease in trade receivables by S$5.0 million, inventory by S$0.1 million and increase of trade and other payables by S$0.6 million and S$0.1 million respectively. Net cash generated from operating activities amounted to S$2.2 million after deducting S$0.5 million income tax paid during the FY2010.

Net cash used in investing activities of S$3.0 million was due to increase in construction-in-progress of S$2.7 million and purchases of property, plant and equipment of S$0.6 million, partially offset by the proceeds from disposal of property, plant and equipment of S$0.2 million and net cash inflow from acquisition of a subsidiary, namely Dalian ES Marine & Offshore Engineering Co., Ltd., of S$0.1 million.

Net cash from financing activities of S$1.5 million was due mainly to proceeds from (i) issuance of shares; (ii) term loans; (iii) factoring loans and short term loan of S$4.8 million, S$0.3 million, S$6.1 million and S$1.0 million respectively, partly offset against (i) dividend payment; (ii) interest paid; (iii) repayment of term loans; (iv) factoring loans; (v) a third party loan; (vi) obligations under finance leases and bridging loan of S$2.8 million, S$0.3 million, S$0.5 million, S$6.1 million, S$0.1 million, S$0.1 million and S$0.8 million respectively.

As a result of the above, there was a net increase of S$0.7 million in our cash and cash equivalents, from S$7.1 million as at 31 December 2009 to S$7.8 million as at 31 December 2010.

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

The Group's performance is in line with the disclosure contained in the "Trend Information" section of the Company's Offer Document dated 1 July 2010.

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 outlook for Singapore's offshore marine industry, and new building, conversion and repair sectors are improving and the Group is seeing an increase in order enquiries. As a result, the Group is cautiously optimistic about the prospects for the foreseeable future.

The IPO has raised the public profile of the Group which lead to the Group's increased efforts to market directly to international offshore customers.

Staff and related costs are expected to increase due to government's recent announcement to increase foreign workers' levy and higher house accommodation expenses resulting from higher demand for workers' accommodation. The Group will continue to attract and retain adequate skilled permanent and subcontract labour, and mitigate such cost increases by improving their productivity and operation efficiency through training.

The Group intends to expand its scope of business by developing its capabilities to undertake EPC projects, especially the building of product tankers and bunker vessels. The Group commenced construction of two bunker vessels in the second half of FY2010, which is expected to contribute to the Group's revenue from FY2012 onwards.

11 Dividend

a)	Name of dividend:	Interim
b)	Dividend rate:	2.33 cents per share based on pre-IPO share capital
c)	Tax rate:	Tax exempt
d)	Date of payment:	3 May 2010
e)	Books closure date:	Not applicable

The Directors are pleased to recommend and distribute 30% of our net profit attributable to shareholders as dividends as mentioned in the Company's Offer Documents dated 1 July 2010.

a)	Name of dividend:	Final (Proposed)
b)	Dividend rate:	0.336 cents
c)	Tax rate:	Tax exempt
d)	Date of payment:	Details will be announced in due course
e)	Books closure date:	Details will be announced in due course

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

Not applicable.

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.

(a) **Business segments**

FY2010 (Unaudited)	New building and conversion S$'000	Repair S$'000	Total S$'000
Revenue			
Segment revenue	18,977	22,155	41,132
Results			
Segment results	5,781	4,527	10,308
Other operating income			1,304
Administrative expenses			(4,302)
Other operating expenses			(5,283)
Finance costs			(300)
Profit before income tax			1,727
Income tax expense			(466)
Profit for the year			1,261
Other information			
Capital expenditure			3,571
Gain on disposal of property, plant and equipment			(91)
Depreciation of property, plant and equipment			1,718
Assets and Liabilities			
Segment assets	12,727	9,500	22,227
Unallocated corporate assets			25,554
Total assets			47,781
Unallocated corporate liabilities			16,008
Total liabilities			16,008

FY2009 (Audited)	New building and conversion S$'000	Repair S$'000	Total S$'000
Revenue			
Segment revenue	30,881	21,807	52,688
Results			
Segment results	10,180	4,734	14,914
Other operating income			1,564
Administrative expenses			(3,370)
Other operating expenses			(3,655)
Finance costs			(300)
Profit before income tax			9,153
Income tax expense			(853)
Profit for the year			8,300
Other information			
Allowance for foreseeable loss on contract work-in-progress			108
Capital expenditure			388
Property, plant and equipment written off			48
Gain on disposal of property, plant and equipment			(10)
Depreciation of property, plant and equipment			1,633
Assets and Liabilities			
Segment assets	7,951	13,721	21,672
Unallocated corporate assets			20,929
Total assets			42,601
Unallocated corporate liabilities			14,304
Total liabilities			14,304

(b) Geographical segments

The Group's operates in three main geographical areas – Singapore (country of domicile), Thailand and the People's Republic of China ("PRC").

The Group's revenue and information about its segment assets by geographical location are detailed below:

	Revenue		Non-current assets As at 31 December	
	FY2010 S$'000	FY2009 S$'000	2010 S$'000	2009 S$'000
Singapore	35,483	34,928	6,790	4,680
Thailand	5,649	17,760	7,340	7,537
PRC	-	-	27	-
Total	41,132	52,688	14,157	12,217

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.

Please refer to paragraph 8 above for further details.

15 A breakdown of sales as follows:

Group	FY2010 S$'000	FY2009 S$'000	Increase/ (Decrease) %
(a) Sales reported for first half year	18,015	29,975	(39.9)
(b) Operating profit after tax before deducting non-controlling interests reported for first half year	662	4,924	(86.6)
(c) Sales reported for second half year	23,117	22,713	1.8
(d) Operating profit after tax before deducting non-controlling interests reported for second half year	599	3,376	(71.5)

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

	FY2010 S$'000	FY2009 S$'000
Ordinary		
- Interim	2,800	3,500
- Final	474	-
Preference	-	-
Total	3,274	3,500

17 Interested Person Transactions

Pursuant to Rule 907 of the Listing Manual, the following interested person transactions were entered into during the financial year:

Name of interested person	Aggregate value of all interested person transaction during the financial period under review (excluding transactions less than $100,000)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than $100,000)
Dalian ES Marine & Offshore Engineering Co., Ltd.	S$'000	S$'000
Provision of design services	243	-
Purchases of materials	881	-
Acquisition of Dalian ES Marine & Offshore Engineering Co., Ltd.	199	-
Total	1,323	-

BY ORDER OF THE BOARD

Christopher Low Chee Leng
Chief Executive Officer
28 February 2011