



AIROCEAN GROUP LIMITED

FULL YEAR FINANCIAL STATEMENT

**PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS FOR QUARTERLY
(Q1, Q2 & Q3)**

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

Profit and Loss Account
For the financial year ended 31 March 2005

	Group		
	12 months ended		Change %
	31-Mar-05 S\$'000	31-Mar-04 S\$'000	
Turnover	525,063	359,517	46.0%
Cost of services sold	(467,060)	(311,991)	49.7%
Gross profit	58,003	47,526	22.0%
Other revenue	3,202	2,763	15.9%
Cost and expenses			
Salaries and staff costs	(27,406)	(21,561)	27.1%
Defined contribution plan	(1,233)	(1,022)	20.6%
Amortisation of intangibles	(3,067)	(2,812)	9.1%
Depreciation	(1,959)	(1,811)	8.2%
Other operating expenses	(19,312)	(11,859)	62.8%
Total costs and expenses	(52,977)	(39,065)	35.6%
Profit from operating activities	8,228	11,224	-26.7%
Finance costs	(1,322)	(747)	77.0%
Share of profit of associated companies	794	749	6.0%
Profit from operations before income tax and minority interests	7,700	11,226	-31.4%
Income tax	(2,715)	(2,772)	-2.1%
Minority interests, net of tax	(548)	(377)	45.4%
Net profit for the financial period	4,437	8,077	-45.1%

1(a)(ii) Included in the determination of net profit are the following items:-

	The Group	
	12 months ended	
	31-Mar-05	31-Mar-04
	S\$'000	S\$'000
Other revenue		
Interest income		
- related parties	8	8
- others	136	91
Foreign exchange gain, net	48	1,138
Gain on disposal of interest in subsidiary	1,012	-
Gain on partial disposal of interest in subsidiary	49	-
Commission fee income	949	917
Rental income	4	-
Sundry income	787	535
Gain on disposal of plant, property and equipment, net	209	74
	<u>3,202</u>	<u>2,763</u>
Other operating expenses		
Bad debts written off - trade	136	25
Bad debts recovered	(13)	(10)
Provision for doubtful debts	182	92
Provision for doubtful debts written back	(82)	(237)
Property, plant and equipment written off	48	-
Loss on de-registration of an associated company	-	8
Loss on disposal of an associated company	96	-
Preliminary expenses written off	43	-
Under-provision for income tax	29	99

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.

Balance Sheets as at 31 March 2005

	Group		Company	
	As at		As at	
	31-Mar-05	31-Mar-04	31-Mar-05	31-Mar-04
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS LESS LIABILITIES				
Non-current assets				
Property, plant and equipment, net	5,127	4,935	531	743
Other receivables	1,226	92	1,226	-
Investments in subsidiaries	-	-	9,319	9,815
Investments in associated companies	1,566	2,008	31	931
Intangibles	51,613	54,587	-	-
Deferred tax assets	125	90	-	-
Current assets				
Cash and bank balances	25,019	25,115	369	95
Fixed deposits	251	-	-	-
Amounts receivable from subsidiaries	-	-	50,949	44,942
Loan receivable from subsidiaries	-	-	15,864	20,317
Amounts receivable from associated companies	522	448	-	-
Amounts receivable from related parties	2,504	1,167	1,087	1
Other receivables	2,921	2,774	356	227
Trade receivables	50,294	49,880	-	-
Tax recoverable	1,567	770	117	-
	83,078	80,154	68,742	65,582
Current liabilities				
Trade payables	32,072	35,111	-	-
Other payables	7,433	9,997	858	488
Amounts payable to subsidiaries	-	-	1,381	1,313
Amounts payable to associated companies	2	32	-	-
Amounts payable to related parties	1,151	336	-	-
Amount payable to a Director	-	5	-	-
Bank overdrafts	705	1,168	-	-
Term loans	28,151	21,558	28,150	20,593
Lease liabilities	470	759	-	-
Tax payable	1,029	531	-	6
	71,013	69,497	30,389	22,400
Net current assets	12,065	10,657	38,353	43,182
Non-current liabilities				
Term loans	(8,237)	(15,126)	(8,237)	(15,125)
Lease liabilities	(404)	(663)	-	-
Deferred tax liabilities	(187)	(112)	(15)	-
Net assets	62,894	56,468	41,208	39,546
Share capital	20,993	20,514	20,993	20,514
Capital reserve	1,387	1,387	1,387	1,387
Capital redemption reserve	1,731	1,731	1,731	1,731
Share premium	16,062	13,870	16,062	13,870
Foreign currency translation reserve	(1,990)	(1,546)	-	-
Revenue reserve	20,528	17,090	1,035	2,044
	58,711	53,046	41,208	39,546
Minority interests	4,183	3,422	-	-
Total equity and minority interests	62,894	56,468	41,208	39,546

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 Statements

	12 months ended	
	31-Mar-05	31-Mar-04
	S\$'000	S\$'000
Cash flows from operating activities		
Profit from operations before taxes and minority interests	7,700	11,226
Adjustments :-		
Amortisation of intangibles	3,067	2,812
Depreciation	1,959	1,811
Gain on disposal of property, plant and equipment, net	(209)	(74)
Property, plant and equipment written off	48	-
Share of profit of associated companies	(794)	(749)
Interest income	(145)	(99)
Interest expense	1,322	747
Gain on disposal of interest in a subsidiary	(1,012)	-
Gain on partial disposal of interest in a subsidiary	(49)	-
Loss on de-registration of an associated company	-	8
Loss on disposal of an associated company	96	-
Amortisation of non-current prepayments	91	9
Foreign exchange adjustment	(429)	(1,280)
Operating profit before working capital changes	11,645	14,411
Increase in trade and other receivables, amounts receivable from associated companies and related party	(10,357)	(7,683)
Increase / (decrease) in trade and other payables, amounts payable to associated companies, related party and Director	3,990	(5,855)
Cash generated from operations	5,278	873
Tax paid	(2,719)	(4,753)
Interest paid	(1,207)	(615)
Interest received	147	98
Net cash flows from / (used in) operating activities	1,499	(4,397)
Cash flows from investing activities		
Proceeds from share issues by subsidiaries	968	-
Proceeds from disposal of property, plant and equipment	410	456
Purchase of property, plant and equipment	(2,262)	(983)
Acquisition of subsidiaries, net of cash	(147)	(15,861)
Dividends received from associated company	436	630
Proceeds from disposal of interest in subsidiaries	1,479	147
Proceeds from partial disposal of interest in a subsidiary	36	-
Proceeds from de-registration of an associated company	-	76
Proceeds from disposal of an associated company	563	-
Net cash flows from / (used in) investing activities	1,483	(15,535)
Cash flows from financing activities		
Proceeds from ordinary shares issued by the Company	45	1,503
Option fee received	-	1,387
Shares re-purchased and cancelled	-	(2,931)
Dividends paid	(986)	(949)
(Repayment of) / proceeds from bank loans, net	(295)	14,023
Repayment of lease liabilities	(783)	(814)
Repayment of loan by minority shareholders of subsidiary	-	129
Dividend paid by subsidiary companies to minority shareholders	(345)	-
Net cash flows (used in) / from financing activities	(2,364)	12,348
Net increase / (decrease) in cash and cash equivalents	618	(7,584)
Cash and cash equivalents at beginning of period	23,947	31,531
Cash and cash equivalent at end of period	24,565	23,947

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

Amount repayable in one year or less, or on demand			
As at 31/03/05		As at 31/03/04	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
470	28,856 ⁽¹⁾	759	22,726

Amount repayable after one year			
As at 31/03/05		As at 31/03/04	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
404	8,237 ⁽²⁾	663	15,126

Footnote :

⁽¹⁾ Included in the unsecured borrowings repayable within one year are the following:

- S\$6,590,000 (31/03/04 : S\$5,042,000) being the current portion of the USD12 million long term loan (Facility A) of the US\$25 million facility agreement ("Facility Agreement") with a syndicate of banks ("Lenders") to finance the acquisition of UBI Logistics Limited and its subsidiary and the use of general corporate purposes of the Company. Certain subsidiaries of Airocean granted corporate guarantees in favour of the Lenders;
- S\$13,180,000 (31/03/04 : S\$6,722,000) drawn under an uncommitted revolving loan facility of USD13 million (Facility B) of the Facility Agreement;

⁽²⁾ This unsecured borrowings repayable after one year relates to the long term portion of amount drawn under Facility A. Facility A is repayable in six half-yearly instalments with the first and second instalments paid on 2 July 2004 and 4 January 2005 respectively.

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.

(a) Consolidated statement of changes in equity for the financial year ended 31 March 2005

	Share Capital	Capital Reserve	Capital Redemption Reserve	Share Premium	Foreign Currency Translation Reserve	Revenue Reserve	Total equity (excluding minority interests)
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
GROUP							
Balance as at 1 April 2004	20,514	1,387	1,731	13,870	(1,546)	17,090	53,046
Issuance of ordinary shares	479	-	-	2,192	-	-	2,671
Foreign currency translation adjustment	-	-	-	-	(441)	-	(441)
Partial disposal of interest in a subsidiary	-	-	-	-	(3)	(13)	(16)
Net profit for the financial period	-	-	-	-	-	4,437	4,437
Dividends paid	-	-	-	-	-	(986)	(986)
Balance as at 31 March 2005	20,993	1,387	1,731	16,062	(1,990)	20,528	58,711

(b) Statement of changes in equity for the financial year ended 31 March 2005

	Share Capital	Capital Reserve	Capital Redemption Reserve	Share Premium	Foreign Currency Translation Reserve	Revenue Reserve	Total equity (excluding minority interests)
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
COMPANY							
Balance as at 1 April 2004	20,514	1,387	1,731	13,870	-	2,045	39,547
Issuance of ordinary shares	479	-	-	2,192	-	-	2,671
Net loss for the financial period	-	-	-	-	-	(24)	(24)
Dividends paid	-	-	-	-	-	(986)	(986)
Balance as at 31 March 2005	20,993	1,387	1,731	16,062	-	1,035	41,208

(c) Consolidated statement of changes in equity for the financial year ended 31 March 2004

	Share Capital	Capital Reserve	Capital Redemption Reserve	Share Premium	Foreign Currency Translation Reserve	Revenue Reserve	Total equity (excluding minority interests)
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
GROUP							
Balance as at 1 April 2003	20,720	-	1,096	12,795	(243)	12,893	47,261
Issuance of ordinary shares	429	-	-	1,075	-	-	1,504
Option fee received	-	1,387	-	-	-	-	1,387
Re-purchase and cancellation of ordinary shares	(635)	-	635	-	-	(2,931)	(2,931)
Foreign currency translation adjustment	-	-	-	-	(1,303)	-	(1,303)
Net profit for the financial period	-	-	-	-	-	8,077	8,077
Dividends paid	-	-	-	-	-	(949)	(949)
Balance as at 31 March 2004	20,514	1,387	1,731	13,870	(1,546)	17,090	53,046

(d) Statement of changes in equity for the financial year ended 31 March 2004

	Share Capital	Capital Reserve	Capital Redemption Reserve	Share Premium	Foreign Currency Translation Reserve	Revenue Reserve	Total equity (excluding minority interests)
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
COMPANY							
Balance as at 1 April 2003	20,720	-	1,096	12,795	-	4,931	39,542
Issuance of ordinary shares	429	-	-	1,075	-	-	1,504
Option fee received	-	1,387	-	-	-	-	1,387
Re-purchase and cancellation of ordinary shares	(635)	-	635	-	-	(2,931)	(2,931)
Net profit for the financial period	-	-	-	-	-	993	993
Dividends paid	-	-	-	-	-	(949)	(949)
Balance as at 31 March 2004	20,514	1,387	1,731	13,870	-	2,044	39,546

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.

Description	No. of shares
No. of shares in issue as at 1 April 2004	410,273,447
Total no. of shares issued pursuant to exercise of share options during the financial year	270,000
Total no. of shares issued to the vendor of a subsidiary	9,311,700
No. of shares in issue as at 31 March 2005	<u>419,855,147</u>

As at 31-Mar-05, options to take up 25,197,000 unissued ordinary shares of \$0.05 each in the Company under the Airocean Group Executive's Share Option Scheme were outstanding:-

Date of grant of options	Exercise price per share	Options outstanding as at 1-Apr-04	Options granted	Options exercised	Options cancelled/lapsed	Options outstanding as at 31-Mar-05
14/09/2001	0.251	1,043,000	-	-	-	1,043,000
28/09/2001	0.177	380,000	-	(120,000)	-	260,000
24/09/2002	0.160	1,912,000	-	-	-	1,912,000
16/10/2002	0.160	670,000	-	(150,000)	(60,000)	460,000
12/08/2003	0.250	1,912,000	-	-	-	1,912,000
15/10/2003	0.280	4,020,000	-	-	(240,000)	3,780,000
15/10/2003	0.224	4,020,000	-	-	(240,000)	3,780,000
23/08/2004	0.270	-	1,800,000	-	-	1,800,000
23/08/2004	0.220	-	1,480,000	-	-	1,480,000
03/09/2004	0.210	-	9,290,000	-	(520,000)	8,770,000
	Total	13,957,000	12,570,000	(270,000)	(1,060,000)	25,197,000

As at 31-Mar-05, options to take up 55,500,000 unissued ordinary shares of \$0.05 each in the Company granted to Clopton Associates Limited were outstanding:-

Date of grant of options	Exercise price per share	Options outstanding as at 1-Apr-04	Options granted	Options exercised	Options cancelled/lapsed	Options outstanding as at 31-Mar-05
03/11/2003	0.265	55,500,000	-	-	-	55,500,000
	Total	55,500,000	-	-	-	55,500,000

As at 31-Mar-04, options to take up 13,957,000 unissued ordinary shares of \$0.05 each in the Company under the Airocean Group Executive's Share Option Scheme were outstanding:-

Date of grant of options	Exercise price per share	Options outstanding as at 1-Apr-03	Options granted	Options exercised	Options cancelled/lapsed	Options outstanding as at 31-Mar-04
14/09/2001	0.251	1,912,000	-	(869,000)	-	1,043,000
28/09/2001	0.177	3,600,000	-	(3,220,000)	-	380,000
24/09/2002	0.160	1,912,000	-	-	-	1,912,000
16/10/2002	0.160	5,140,000	-	(4,470,000)	-	670,000
12/08/2003	0.250	-	1,912,000	-	-	1,912,000
15/10/2003	0.280	-	4,125,000	-	(105,000)	4,020,000
15/10/2003	0.224	-	4,125,000	-	(105,000)	4,020,000
	Total	12,564,000	10,162,000	(8,559,000)	(210,000)	13,957,000

As at 31-Mar-04, options to take up 55,500,000 unissued ordinary shares of \$0.05 each in the Company granted to Clopton Associates Limited were outstanding:-

Date of grant of options	Exercise price per share	Options outstanding as at 1-Apr-03	Options granted	Options exercised	Options cancelled/lapsed	Options outstanding as at 31-Mar-04
03/11/2003	0.265	-	55,500,000	-	-	55,500,000
	Total	-	55,500,000	-	-	55,500,000

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

The Full Year Financial Statement has not been audited or reviewed.

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

N.A.

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 same accounting policies and methods of computations are followed in the financial statement for the Full Year ended 31 March 2005 as compared with the most recent audited financial statements for the year ended 31 March 2004.

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.**

N.A.

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	
	12 months ended	12 months ended
	31-Mar-05	31-Mar-04
Earnings per ordinary share (cents)		
Based on the weighted average of		
(a) ordinary shares in issue	1.07	1.98
(b) On a fully diluted basis	1.06	1.96

7. Net assets 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	
	As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-05	As at 31-Mar-04
Net asset value per ordinary share (cents)	13.98	12.93	9.81	9.64

8. A review of the 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.

Background

Airocean Group Limited is a leading global integrated air, sea and land cargo logistics group with strong core businesses in international freight forwarding, airline general sales agency ("GSA") and airport terminal ground cargo handling services.

Committed to growth, the Group has recently entered into China's international and domestic express courier market with Express Courier (China) Limited ("Express"), a new subsidiary that was established through a joint venture with A-Sonic Aerospace Limited.

Revenue

FY 2004/2005 was a challenging year for the Group. Conditions remained competitive in the major markets we operate. In addition, following the acquisition of LIMA-UBI Transport International Co., Ltd ("LIMA-UBI") in January 2004, we integrated its operations into the Group and expanded its freight forwarding, general sales agency and express courier business in China.

The acquisition of LIMA-UBI and the subsequent business expansion in China contributed significantly to the growth in Group Turnover of 46.0% to \$525.1 million in FY 2004/2005. Growth in Group Turnover was broad based across all core businesses and in all geographical segments.

Segment turnover	FY2004/2005 S\$m	FY2003/2004 S\$m	% change
Freight forwarding	423.6	273.9	+54.7%
General sales agent (GSA)	84.4	74.2	+13.7%
Ground handling and transportation services	15.4	11.4	+35.1%
Express Courier*	1.7	-	n.m.
Total	525.1	359.5	+46.0%

* Started in FY 2004/2005

In FY 2004/2005, turnover for the freight forwarding division grew by a strong 54.7% to \$423.6 million as a result of a first full year of contributions from LIMA-UBI. The buoyant economy in China added to the growth of LIMA-UBI's freight forwarding business there.

Turnover for the GSA division rose by 13.7% to \$84.4 million during the year. This improvement was attributed to higher space allocations from the Group's airline partners as well as the expansion of the Group's GSA services in Australia and a full 12-month contribution from the Group's GSA services in Europe.

The Group's ground handling business recorded higher volume of cargo shipment and contribution from the new SATS (Singapore Airport Terminal Services) contract secured during the financial year. As a consequence, turnover increased by 35.1% to \$15.4 million.

The express courier business in China commenced in September 2004 and made its maiden contribution to Group Turnover in FY 2004/2005 with a turnover of \$1.7 million generated from December 2004 to March 2005. The Group has since steadily expanded its coverage to 12 cities in China.

Following the disposal of a subsidiary in Hong Kong, the Group recorded a \$1.0 million gain which was included in Other Revenue for FY2004/2005. This is offset by the decrease in foreign exchange gain from \$1.1 million in FY 2003/2004 to \$48,000 in FY 2004/2005.

Profitability

Higher turnover as a result of growth in core business activities (particularly in China following the acquisition of LIMA-UBI) contributed to the 22.0% increase in gross profit from \$47.5 million to \$58.0 million in FY2004/2005. However, gross margin decreased from 13.2% to 11.0% due to prevailing competitive business conditions.

Salaries and staff costs increased from \$21.6 million to \$27.4 million mainly due to the accounting of a full year of expenses of LIMA-UBI compared to two months in the previous financial year. The increase in other operating expenses from \$11.9 million to \$19.3 million is also mainly due to the same reason.

The Group's continuous investments in China to establish an integrated logistics business there have added to operating costs during the year, particularly the business expansion in the fourth core business of express courier. Due to the start-up costs incurred for this new core activity, the Group incurred a loss of S\$1.2 million from the express courier business.

The finance costs had risen from \$0.7 million to \$1.3 million due to higher interest rate, and on account of finance charges on loans taken up to finance the acquisition of LIMA-UBI in end of January 2004 being computed for a period of 12 months compared to 2 months in the previous financial year.

Due to a higher proportion of profits coming from jurisdictions with higher tax rates, the overall tax rate for the Group was correspondingly higher in FY 2004/2005.

The decline of the Group's net profit was primarily attributed to the initial start-up costs of the Group's new express courier business, lower yield from freight forwarding activities, higher operating and finance costs.

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

At the request of A-Sonic and its wholly owned subsidiary, Janco Strategic Biz Pte. Ltd. ("the Subscriber"), the Company on 3rd May 2005 entered into a supplementary agreement with the Subscriber ("Supplementary Agreement") in respect of the Subscription Agreement dated 3rd January 2005 between the Subscriber and the Company ("Subscription Agreement").

The Supplementary Agreement reduces the number of Placement Shares the Subscriber committed to subscribe for under the Subscription Agreement from 110,000,000 Placement Shares to 33,200,000 Placement Shares. Consequently, the proceeds from the subscription of Placement Shares under the Subscription Agreement is reduced from S\$27,500,000 to S\$8,300,000. Other terms and conditions, in particular, the issue price of S\$0.25 per Placement Share, in the Subscription Agreement remain unchanged. The completion was duly announced on 3 May 2005.

Except for the reduction in number of placement shares, there is no variance between the prospect statement issued in the Third Quarter Financial Statements released on 14 February 2005 and the actual results for the Full Year.

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.**

Prospects

The Group expects market conditions to remain competitive in FY 2005/2006. The continuing growth of the Chinese economy will generate additional demand for logistic services as well as contribute to the increase in flight frequencies both domestically and internationally. The foundation laid in FY 2004/2005 in building up the operations of LIMA-UBI will provide a base for further growth of our freight forwarding business in China.

With several new contracts secured in FY 2004/2005, the GSA division is expected to grow through a combination of a higher volume of business from existing airline partners and new GSA contracts. The ground handling business will continue to expand with the new contract from SATS and the Group will direct additional efforts to grow the customer base in the current financial year.

The express courier business will record a full year of operations in FY 2005/2006. The Group will closely monitor the progress and performance of the express courier business to closely meet the demand for such services.

Following a year of rapid growth in FY2004/2005, the focus of the Group in the current financial year is expected to improve the synergies and operating efficiency of the businesses in the Group.

11. Dividends

(a) Current Financial Period Report On

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

Name of dividend	First & final	
Dividend type	Cash	
Dividend Amount per Share (in cents)	0.3 cents per ordinary share (less tax)	
Dividend Rate (in %)	6 % per ordinary share	
Par value of shares	\$0.05	
Tax rate	20%	

(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	First & final	
Dividend type	Cash	
Dividend Amount per Share (in cents)	0.3 cents per ordinary share (less tax)	
Dividend Rate (in %)	6 % per ordinary share	
Par value of shares	\$0.05	
Tax rate	20%	

(c) Date payable

To be announced at a later date.

(d) Books closure date

To be announced at a later date.

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

N.A.

**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.

**Full year ended 31 March 2005
Business segments**

	Freight Forwarding		Express Courier		General sales agent		Ground Handling		Corporate and others		Eliminations		Consolidated	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Segment revenue														
Sales to external customers	423,600	273,919	1,655	-	84,405	74,171	15,403	11,427	-	-	-	-	525,063	359,517
Intersegments sales	-	294	-	-	4,567	2,125	297	378	-	-	(4,864)	(2,797)	-	-
Total revenue	423,600	274,213	1,655	-	88,972	76,296	15,700	11,805	-	-	(4,864)	(2,797)	525,063	359,517
Segment result	6,155	9,724	(1,152)	-	2,523	1,187	85	24	378	(4)	-	-	7,989	10,931
Unallocated income/(expenses)													94	194
Operating profit													8,083	11,125
Finance costs													(1,322)	(747)
Interest income													145	99
Share of profit of associated companies													794	749
Profit from operations before income tax and minority interests													7,700	11,226
Income tax													(2,715)	(2,772)
Minority interests, net of tax													(548)	(377)
Net profit for the financial year													4,437	8,077

Full year ended 31 March 2005
Geographical segments

	Singapore		Malaysia		China/Hong Kong		USA/Canada		Others		Eliminations		Consolidated	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Segment revenue														
Sales to external customers	58,539	46,996	74,178	65,812	230,213	103,157	155,782	140,006	6,351	3,546	-	-	525,063	359,517
Intersegments sales	326	819	175	305	23,894	27,744	4,967	4,290	6	10	(29,368)	(33,168)	-	-
Total revenue	58,865	47,815	74,353	66,117	254,107	130,901	160,749	144,296	6,357	3,556	(29,368)	(33,168)	525,063	359,517

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.

The full 12-month contribution from LIMA-UBI Transport International Co., Ltd, as compared to a 2-month contribution in the previous financial year is the main reason for the increased turnover from freight forwarding and from the China/Hong Kong geographical segment in FY 2004/2005.

New contracts under GSA as well as market expansion in Australia and Europe resulted in higher profits for the division. The loss incurred by the express courier division was due to the initial set-up costs and operating expenses of the division in FY 2004/2005.

15. A breakdown of sales.

	The Group		
	2004-05 S\$'000	2003-04 S\$'000	Change %
Revenue reported for first half year	276,516	166,789	65.8%
Profit after tax before deducting minority interests reported for first half year	3,212	3,655	-12.1%
Revenue reported for second half year	248,547	192,728	29.0%
Profit after tax before deducting minority interests reported for second half year	1,773	4,799	-63.1%

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

Total Annual Dividend (Refer to Para 16 of Appendix 7.2 for the required details)

	Latest Full Year (S\$'000)	Previous Full Year (S\$'000)
Ordinary	1,087	986
Preference	0	0
Total:	1,087	986

BY ORDER OF THE BOARD

Thomas Tay Nguen Cheong
Chief Executive Officer
29/05/2005