

ASSUMPTIONS FOR PROSPECT STATEMENT

The prospect statement for which the Directors are solely responsible, has been prepared on bases consistent with the accounting policies normally adopted by the Group and has been compiled based on the assumptions set out below:

- (a) There will be no changes in the statutory income tax rates in the respective countries in which our Group operates.
- (b) There will be no significant changes in the prevailing foreign currency exchange rates, in particular, US\$, RM and A\$.
- (c) There will be no significant changes in the existing political, economic, legal or regulatory and market conditions in the countries in which our Group operates that may have a material adverse effect on the performance of the Group.
- (d) There will be no changes in the prevailing CPF rates and interest rates.
- (e) There will be no material changes in the accounting policies which are consistent with those of prior years and consistently applied in the forecast except for changes made to comply with the following Singapore Financial Reporting Standards (FRS) that became effective in Financial Year Ending 30/9/05:-
 - i) FRS 103;
 - ii) Revised FRS 36; and
 - iii) Revised FRS 38
- (f) There will be no material changes in applicable accounting standards, which may adversely affect the results of the Group.
- (g) There will be no exceptional circumstances or events which will require provisions to be made in respect of assets and liabilities of the Group except for provisions already made in arriving at the Prospect Statement.
- (h) There will be no material changes in the principal activities of the Group.
- (i) There will be no major disposal of the Group's property, plant & equipment.
- (j) The subsidiary companies will continue to hold their existing agency rights and there will be no significant changes to the existing terms and conditions.
- (k) There will be no significant acquisition or disposal of subsidiaries, associated companies and joint ventures by the Group.
- (l) There will be no significant unexpected delays affecting the progress of existing contracts/projects.