FULL YEAR FINANCIAL RESULTS AND DIVIDEND ANNOUNCEMENT

(Company Registration number: 198303419G)

The Board of Directors of Informatics Holdings Ltd is pleased to announce the
Unaudited results for the year ended 31 March 2006:-

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

	Group S$'000		Change %
	FY 2006	FY2005	
Operating revenue	57,024	74,683	-24%
Staff costs	(30,310)	(41,716)	-27%
Depreciation of fixed assets	(3,215)	(5,418)	-41%
Other operating expenses	(46,968)	(84,815)	-45%
Loss from operations	(23,469)	(57,266)	-59%
Interest expenses	(123)	(135)	-9%
Interest income	187	82	128%
Share of results of associated companies	(266)	(821)	-68%
Loss before tax and exceptional item	(23,671)	(58,140)	-59%
Exceptional items	770	(12,357)	N/M
Loss before taxation	(22,901)	(70,497)	-68%
Taxation	83	(715) -	N/M
Loss after tax	(22,818)	(71,212)	-68%
Attributable to:			
Shareholders of the Company	(22,818)	(70,262)	-68%
Minority Interests	-	(950)	N/M
	(22,818)	(71,212)	-68%

Notes to income statements

(i) **Loss from operations is stated after (charging)/crediting:**

	Group S$'000		Change %
	FY 2006	FY2005	
Amortisation of intangible assets	(367)	(718)	-49%
Amortisation of goodwill on consolidation	-	(38)	-100%
Goodwill written off	-	(2,541)	N/M
Provision for doubtful debts	(1,558)	(2,877)	-46%
Net bad debts recovered / (written off)	235	(6,186)	N/M
Provision for joint venture in China	(4,828)	(10,036)	N/M
Impairment loss in Fixed Assets	(1,062)	(206)	N/M
Impairment loss in investment in associates	(197)	(2,944)	N/M
Net loss on disposal of fixed assets	(115)	(1,424)	-92%
Gain on disposal of fixed assets - properties	582	4,748	N/M
Loss on disposal of investments	(45)	-	N/M
Rationalisation cost	(1,081)	-	N/M
Foreign exchange loss, net	(129)	(53)	143%

(ii) **Exceptional items**

	FY 2006	FY2005
Professional fees incurred to address the misstatement of quarterly results in FY2004.	-	(1,964)
In relation to an educational investment in the United States :-		-
- Impairment loss and provision for guarantees provided.	-	(15,794)
- Net gain on disposal of property, land and assets.	770	-
- Net gain on disposal of subsidiaries and businesses	-	5,401
	770	(12,357)

(iii) The other operating expenses reduced by $37.8 million (45%) to $47.0 million compared with $84.8 million in the previous financial year. The reduction was mainly due to the following:
- one time provision adjustment in Singapore and Malaysia business units totalling $7.0 million in previous year
- goodwill written off of $2.6 million in previous year
- reduction in advertisement and promotion cost, rental and facility cost due to closure/consolidation of centres in Singapore and Malaysia totalling $6.2 million.
- reduction in provision/write-off of debts for 3rd parties and joint venture in China totalling $12.9 million
- reduction of $2.7 million of impairment loss in investments
- reduction in other operating cost of $6.8 million due to disposal of Cornerstone on 22 March 2005

(iv) There was an overprovision of tax in respect of prior years of $269,000.

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

	Group S$'000 31.3.06	Group S$'000 31.3.05	Change %	Company S$'000 31.3.06	Company S$'000 31.3.05	Change %
Fixed Assets	6,546	16,275	-60%	549	5,540	-90%
Subsidiary Companies	-	-	N/M	1,699	3,165	-46%
Associated Companies	134	876	-85%	86	876	-90%
Intangible Assets	32	1,173	-97%	-	-	N/M
Deferred Tax Assets	307	338	-9%	-	-	N/M
Trade Debtors, Non-Current	-	919	-100%	-	919	-100%
CURRENT ASSETS						
Stocks	-	119	-100%	-	-	N/M
Trade Debtors	4,172	6,667	-37%	2,503	4,043	-38%
Other Debtors, Deposits & Prepayments	6,711	11,640	-42%	1,085	2,271	N/M
Amount Due From Subsidiary Companies	-	-	N/M	1,767	3,442	-49%
Amount Due From Associated Companies	257	340	-24%	223	338	-34%
Fixed Deposits*	7,409	1,770	319%	7,101	1,054	N/M
Cash and Bank Balances	10,609	5,426	96%	2,085	1,520	37%
	29,158	25,962	12%	14,764	12,668	17%
CURRENT LIABILITIES						
Bank Overdrafts (Unsecured)	-	256	N/M	-	-	N/M
Fees Received In Advance	18,224	12,199	49%	-	74	N/M
Trade Creditors	4,140	7,412	-44%	794	697	14%
Other Creditors And Accruals	26,181	27,483	-5%	8,477	8,686	-2%
Loan from a director of the Company	0	3,256	-100%	-	-	N/M
Amount Due To Subsidiary Companies	-	-	N/M	1,857	3,575	-48%
Amount Due To Associated Companies	21	286	-93%	-	-	N/M
Hire Purchase Creditors	46	95	-52%	40	90	N/M
Provision For Tax	1,393	1,509	-8%	(40)	-	N/M
Interest-bearing loans - current portion (secured)	204	538	-62%	-	350	N/M
	50,209	53,034	-5%	11,128	13,472	-17%
NET CURRENT LIABILITIES	(21,051)	(27,072)	-22%	3,636	(804)	N/M
NON-CURRENT LIABILITIES						
Due To Subsidiary Companies (Non-Trade)	-	-	N/M	7,438	7,417	N/M
Hire Purchase & Lease Liabilities	18	64	-72%	11	51	N/M
Interest-bearing loans - non-current portion (secured)	586	3,458	-83%	-	2,552	N/M
Deferred Tax Liabilities	136	97	40%	-	-	N/M
	(14,772)	(11,110)	33%	(1,479)	(324)	356%
SHARE CAPITAL AND RESERVES						
Share Capital	61,469	42,342	45%	61,469	42,342	45%
Accumulated Losses	(73,898)	(51,080)	45%	(63,302)	(42,738)	48%
Capital Reserves	354	72	392%	354	72	392%
Translation Reserve	(2,697)	(2,444)	10%	-	-	N/M
Total Share Capital & Reserves	(14,772)	(11,110)	33%	(1,479)	(324)	356%

Notes to Balance Sheets

* Fixed deposits includes a restricted deposit of $1,050,000 held by a bank as collateral for the issue of a banker's guarantee on behalf of a subsidiary company.

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

	As at 31.3.06		As at 31.03.05	
	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
Amount repayable in one year or less, or on demand	250	0	633	3,256

	As at 31.3.06		As at 31.03.05	
	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
Amount repayable after one year	604	-	3,522	-

Details of any collateral

The Group's interest bearing loans are secured by properties owned by a subsidiary company

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

	Group S$'000 FY 2006	Group S$'000 FY 2005
Operating activities		
Loss before tax and minority interests	(22,901)	(70,497)
Non cash items	8,622	39,661
Working capital changes	5,204	4,535
Interest received	187	82
Interest paid	(123)	(135)
Income tax paid	247	(2,354)
Net Cash used in operations	(8,764)	(28,708)
Investing activities		
Purchase of fixed assets	(1,600)	(4,478)
Proceeds on disposal of fixed assets	6,889	7,672
Proceeds on disposal of other investments	1,596	200
Increase in intangible assets	-	(326)
Increase in other investments	-	-
Disposal of a subsidiary, net of cash disposed	529	(811)
Net Cash generated from investing activities	7,414	2,257
Financing activities		
Payment to hire purchase creditors	(91)	(57)
Increase in interest bearing loans	-	411
Repayment in amount due to a bank	(3,133)	(13,538)
(Repayment to) / Loan from a director of the Company	(3,295)	3,256
Net proceeds from issuance of shares	19,127	18,986
Net Cash generated from financing activities	12,608	9,058
Net increase / (decrease) in cash and cash equivalent	11,258	(17,393)
Cash and cash equivalent at beginning of the period	6,940	25,573
Effect of exchange rate changes	(180)	(1,240)
Balance as at end of the period	18,018	6,940
Fixed deposits	7,409	1,770
Cash and bank	10,609	5,426
Bank overdraft	-	(256)
	18,018	6,940

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	Revenue Reserve/ (Accumulated Losses)	Capital Reserve	Translation Reserve	Minority Interests	Total
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Group						
Balance at 01.04.04	23,356	19,254	-	(2,453)	4,748	44,905
Net Loss		(70,262)			(1,204)	(71,466)
Issue of shares	18,986					18,986
Disposal of subsidiary					(3,457)	(3,457)
Exchange differences arising from consolidation				9	(87)	(78)
Balance at 31.3.05	42,342	(51,008)	-	(2,444)	-	(11,110)
- cost of share-based payment		(72)	72			-
- as restated	42,342	(51,080)	72	(2,444)	-	(11,110)
Net Loss		(22,818)				(22,818)
Issue of shares	19,144					19,144
Cost incurred in issue of shares	(17)		-			(17)
Cost of share-based payment			282			282
Exchange differences arising from consolidation				(253)		(253)
Balance at 31.3.06	61,469	(73,898)	354	(2,697)	-	(14,772)
Company						
Balance at 01.04.04	23,356	17,679	-	-		41,035
Net Loss	-	(60,345)		-		(60,345)
Issue of shares	18,986	-		-		18,986
Balance at 31.3.05	42,342	(42,666)	-	- -	-	(324)
- cost of share-based payment		(72)	72			-
- as restated	42,342	(42,738)	72	-	-	(324)
Net Loss	-	(20,564)	-	-	-	(20,564)
Issue of shares	19,127	-	-	-	-	19,127
- cost of share-based payment			282	-	-	282
Exchange differences arising from consolidation	-	-	-	-	-	-
Balance at 31.3.06	61,469	(63,302)	354	- -	-	(1,479)

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.

As at 31 March 2006, there were 4,786,733 unexercised options to subscribe for ordinary shares (31 March 2005: 13,510,000) under the scheme of the Company.

During the year, the Company issued 392,000,000 new Rights Shares (as defined in the Offer Information Statement dated 14 December 2005) of par value of $0.05 each at an issue price of $0.05 each with 195,999,994 free detachable warrants (W110108), raising net proceeds of $19.1 million. Each warrant carries the right to subscribe for one new ordinary share of par value $0.05 each at an exercise price of $0.05 for each new share, on the basis of 2 rights shares with 1 free warrant for every 2 existing ordinary shares of $0.05 each in the capital of the company. These warrants are exercisable within 5 years from the date of issue of warrants on 12 January 2006 and expiring on 8 January 2011. As 168 warrants were being exercised during the year, this resulted in an outstanding balance of 195,999,826 for Warrants W110108 as well as 784,000,168 ordinary shares as at end of the year.

During the year, the company has listed an additional 13,014,352 warrants, pursuant to the adjustment made in accordance with the deed poll dated 7 September 2004 constituting the warrants issued in 2004 (W090930) in connection with the Rights Issue announcement on 22 March 2005. This resulted in the outstanding balance of 91,414,352 for Warrants W090930 with an adjusted exercise price of $0.22 as at end of the year (31 March 2005: 78,400,000 with an ex-adjusted price of $0.25)

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 by the auditors.

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

NA

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 Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as compared with the audited financial statements as at 31 March 2005 except for the adoption of the following new Singapore Financial Reporting Standards (FRSs) that became effective for financial years beginning on or after 1 January 2005 which is stated in note 5.

(a) FRS 39 Financial Instruments: Recognition and Measurement; and
(b) FRS 102 Share based Payment

Apart from the above, the Group also adopted various revisions in FRS, applicable from 1 January 2005. Those adoptions do not have a financial impact on the Group.

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**

FRS 39
The adoption of FRS 39 had no significant impact on the interim financial statement.

FRS 102
As a result of adopting FRS 102, the Group and the Company adjusted downwards the opening revenue reserves as at 1 April 2005 by $72,000; likewise the opening capital reserve was adjusted upwards by the same amount. Overall, as at 1 April 2005, there were no impact on the share capital and reserves of the Group and the Company.

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**

		Group FY 2006	Group FY 2005	Change %
	Loss per ordinary share after deducting any provision for preference dividends:			
(a)	Based on weighted average number of ordinary shares in issue (in cents)	(4.73)	(19.92)	N/M
(b)	On a fully diluted basis (in cents)	(4.73)	(19.92)	N/M

Loss per share for the year ended ended 31 March 2006 was calculated based on weighted average number of shares in issue during the year of 482,213,704 ordinary shares (31 March 2005: 352,693,000 ordinary shares)

Loss per share for the year ended 31 March 2006 computed on a fully dilutive basis is calculated based on the weighted average share capital adjusted for the dilutive effect of shares under options of 482,213,704 ordinary shares (31 March 2005: 352,693,000 ordinary shares).

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**

	Group 31.3.06	Group 31.03.05	Change %	Company 31.3.06	Company 31.03.05	Change %
Net (liability)/asset backing per ordinary shares (cents) based on existing issued share capital as at the end of the period reported on	(1.88)	(2.83)	-34%	(0.19)	(0.08)	128%

8 **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**

(a) Group revenue registered a decrease of $17.7 million (24%) to $57.0 million as compared with $74.7 million in the previous year. The de-consolidation of Cornerstone, a subsidiary disposed on 22 March 2005, took away $14.7 million in revenue which was recorded in prior year. Malaysian operations showed a drop of $3.9 million due to consolidation of operations and tightening of revenue recognition practice. However, some decreases were offset by the revenue growths shown in the school operations in Singapore and Hong Kong and validating and awarding operations in UK.

(b) The net loss attributable to shareholders was $22.8 million compared to a net loss of $70.3 million in the previous year. The reduction of $47.5 million (68%) was mainly due to savings in staff cost ($11.4 million) and reduction in other operating cost ($37.8 million) as a result of group consolidation exercise.

(c)(i) Fixed assets reduced by $9.7 million (60%) to $6.5 million due to depreciation for the year of $3.2m, impairment loss of $1.1m, disposal of assets of $7.1 million including properties, offset by purchase of new fixed assets of $2.2 million for expansion and improvement of facilities in Hong Kong and Singapore.

(c)(ii) Associated companies reduced by $0.7 million (85%) to $0.1 million due to share of losses of $0.3 million, disposal of an associate of $0.3 million and impairment of $0.2 million. Intangible Assets reduced by $1.1 million to $0.03 million mainly due to disposal of ATS business in quarter 3.

(c)(iii) Trade debtors (current and non current) decreased by $3.4 million to $4.2 million compared to $7.6 million in the last financial year end is mainly due to provision made/write-off of franchise debtors, collection received and disposal of ATS business during the year.

(c)(iv) Other debtors decreased by $4.9 million to $6.7 million compared to $11.6 million in the last financial year end is mainly due to the provision made for joint venture in China ($4.8 million) during the year.

(c)(v) Fees received in advance increased by $6.0 million (49%) to $18.2 million from $12.2 million in the last financial year-end and this was mainly due the further tightening of revenue recognition practice during the year.

(c)(vi) Trade creditors decreased by $3.3 million (44%) to $4.1 million from $7.4 million in the last financial year-end and this was mainly due to timely payments made for university fees during the year.

(c)(vii) Loan from a director of the Company of $3.3 million was fully settled in January 2006 via proceeds from Rights Issue.

(c)(viii) Interest bearing loans (current and non-current portion) decreased by $3.2 million to $0.8 million due to loan settlement with proceeds from sale of properties.

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

In spite of the challenging conditions in which the Group operates, its performance in this year had been encouraging.

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 education sector, in which the Group operates, will continue to be challenging. The Group showed improvement in cost control and operation efficiency in the year, and, going forward, will continue to focus its effort in revenue growth through product development and new market penetration as well as improvement in financial and operational management control system.

The Board noted that the Group's financial position has been improved after the rights issue, however, its NTA remains negative due to current year losses. The Group may need to raise additional funds by issuing equity via another rights issue or private placement. The Group may also consider entering into strategic partnerships to enhance the Group's core business which may entail fresh equity injection into the Company. These efforts may comprise approaching other parties including the Berjaya Companies.

11 **Dividend**

(a) **Current Financial Period Reported on**

Any dividend recommended for the current financial period reported on? ~~Yes~~/No

Name of Dividend	Interim
Dividend Type	NIL
Dividend Rate	NIL
Par value of shares	NIL
Tax Rate	NIL

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

Any dividend declared for the corresponding period of the immediate preceding financial year? ~~Yes~~/No

Name of Dividend	Interim
Dividend Type	NIL
Dividend Rate	NIL
Par value of shares	NIL
Tax Rate	NIL

(c) Date Payable

NIL

(d) Books closure date

NIL

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

NIL

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

Segmental Results
- Year to Date

(a) Analysis by Activity

	Turnover			(Loss)/Profit before Interest & Tax		
	FY 2006 $'000	FY 2005 $'000	Change %	FY 2006 $'000	FY 2005 $'000	Change %
Higher Education	44,136	45,639	-3%	(21,007)	(56,723)	-63%
Corporate Learning	8,221	21,239	-61%	(1,681)	(7,028)	-76%
e-Learning	4,157	5,927	-30%	(399)	(2,704)	-85%
Others	510	1,878	-73%	122	(3,989)	N/M
	57,024	74,683	-24%	(22,965)	(70,444)	-67%

(b) Geographical Analysis

	Turnover		
	FY 2006 $'000	FY 2005 $'000	Change %
Singapore	16,921	19,019	-11%
Asia Pacific	24,990	26,092	-4%
Europe & Others	15,113	29,572	-49%
	57,024	74,683	-24%

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

(a) Higher Education revenue decreased by 3% to $44.1 million compared with $45.6 million in prior year. This is mainly due to tightening of revenue recognition practice. As a result of consolidation of school operations in Singapore and Malaysia, as well as lower provision and write-off of doubtful debts, losses from Higher Education was slashed by $35.7 million or 63% to $21.0 million from $56.7 million in previous year.

Corporate Learning revenue recorded $13.0 million or 61% decrease to $8.2 million from $21.2 million last year. This is mainly due to the disposal of Sweden operation which accounted for $14.7 million of revenue in previous year. However the decrease was mitigated by improvements shown in Hong Kong and Malaysia operations.

E-learning registered a drop of 30% in revenue mainly due to the poor performance in Singapore and Malaysia market.

Others showed a reduction of $1.3 million in revenue to $0.6 million from $1.9 million in prior year. Rental income dropped by $1.0 million due to disposal of properties while the disposal of Young Learners business last year has resulted in a decrease of $0.3 million. Last year's losses of $4.0 million mainly came from Young Learners business operations.

(b) Geographically, Singapore operations registered a lower revenue of $16.9 million compared to $19.0 million last year, mainly due to poorer performance of e-Learning business. However, the campus operations showed improvement inspite of further tightening of revenue recognition practice in the year.

Due to the slow down in franchising activities and poor performance in Malaysia, Asia Pacific saw a revenue decline of 4% from $26.1 million to $25.0 million.

Europe's revenue dropped by $14.4 million or 49% to $15.1 million mainly due to the disposal of Sweden operation.

15 **A breakdown of sales**

	Group		
	FY 2006 $'000	FY 2005 $'000	Change %
Sales reported for first half year	28,474	36,512	-22%
Operating (loss)/profit after tax reported for first half year	(7,778)	(54,512)	-86%
Sales reported for second half year	28,550	38,171	-25%
Operating (loss)/profit after tax reported for second half year	(15,040)	(16,700)	-10%

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

	FY 2006 $'000	FY 2005 $'000
Ordinary	-	-
Preference	-	-
Total	-	-

17 **Contingent Liabilities**

		Group		Company	
		31.3.06	31.03.05	31.3.06	31.03.05
		$'000	$'000	$'000	$'000
(a)	Guarantee issued to a Director in respect of loan granted to a subsidiary company	0	–	–	3,256
	Corporate guarantee issued to a subsidiary company	176	–	176	0

(b) The Company has undertaken to provide continuing financial support to subsidiaries that are in net shareholders' deficit positions to enable them to operate as going concerns at least through 12 months from the date of the Directors' Report in the Annual Report.

(c) Legal suits amounting to approximately RM5,851,137 have been filed against the Company by franchisees for alleged non-fulfillment of the terms of sub-franchise agreements by the Company. In the opinion of the Directors, supported by legal advice, the alleged claims made are unsubstantiated, and accordingly no provision has been made in the financial statements in respect thereof.

(d) A subsidiary in the United Kingdom, Informatics Group (UK) Limited ("IGUK") is currently under liquidation. The Company's solicitors have advised that legal liability under the letters of Comfort is uncertain as at balance sheet date. Although the liquidator of IGUK has not made a claim against the Company under the Letters of Comfort, there is no assurance that the liquidator of IGUK will not make such a claim against the Company in the future. If the liquidator does make such a claim in future and is successful, this would have an adverse effect on the financial performance and position of the Group.

(e) Instituto Informatics Mexico S.A. de C.V. ("IMX") is claiming compensatory damages of at least US$4.1 million against the Company for alleged breaches of its terms and obligations of the Master Franchise Agreement and Reseller Agreement for the territory of Mexico dated 14 November 2003 and Master Franchise Agreement and Reseller Agreement for the territory of Brazil dated 19 March 2004. Based on the legal advice received, the Company is of the preliminary view that it has grounds to challenge and refute the claim by IMX. The Company's lawyers have also formed the preliminary view that the Company has a counterclaim of at least US$1.1 million against IMX. Both parties are working towards an amicable settlement.

N/M - NOT MEANINGFUL

Whitewash Waiver

Please note that in connection with the Rights Issue that was undertaken by the Company and completed on 31 December 2005 ("the Rights Issue"), a Whitewash Waiver was granted by the Securities Industry Council of Singapore whereby Tan Sri Dato' Seri Vincent Tan Chee Yioun ("Tan Sri") and his concert parties are waived from the requirement to make a mandatory general offer for the Company under Rule 14 of the Singapore Code on Take-overs and Mergers ("the Code") arising from the acquisition by Tan Sri and his concert parties of rights shares and/or new shares upon the exercise of warrants issued pursuant to the Rights Issue. Further details of the Whitewash Waiver and the Rights Issue are set out in the Circular to Shareholders dated 10 November 2005, the Offer Information Statement of the Company dated 14 December 2005, and the Disclosure Notice pursuant to Note 2 on Section 2 of Appendix 1 of the Code, all of which copies can be downloaded from the SGX-ST website, the Company's website or obtained from the registered office of the Company.

BY ORDER OF THE BOARD

TONG CHIU FAI
DIRECTOR

30 MAY 2006
SINGAPORE