



UNAUDITED HALF YEAR FINANCIAL STATEMENT FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2009

JLJ Holdings Limited (the “**Company**”) was listed on Catalist of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 10 July 2009. The initial public offering of the Company was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the “**Sponsor**”).

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. for compliance with the relevant rules of the SGX-ST. PrimePartners Corporate Finance Pte. Ltd. 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 Mark Liew, Managing Director, Corporate Finance, at 1 Raffles Place, #30-03 OUB Centre Singapore 048616, telephone (65) 6229 8088.

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR

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

Background

JLJ Holdings Limited, (the “**Company**”) was incorporated in the Republic of Singapore on 18 March 2009 under the Companies Act (Chapter 50) of Singapore as a private limited company. The Company and its subsidiaries (the “**Group**”) was formed pursuant to a restructuring exercise (the “**Restructuring Exercise**”) undertaken to streamline and rationalise the corporate structure and shareholding structure of the Group prior to the Company’s listing on Catalist. Please refer to the Company’s offer document dated 6 July 2009 for further details on the Restructuring Exercise.

For the purpose of this announcement, the results of the Group for the six-month period ended 30 June 2009 has been prepared on the assumption that the Group structure following the completion of the Restructuring Exercise has been in place since 1 January 2008.



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

CONSOLIDATED INCOME STATEMENT

| | Group | | Increase/ (Decrease) % |
|---|--|--|---------------------------------------|
| | Six months ended 30 June 2009 S\$'000 | Six months ended 30 June 2008 S\$'000 | |
| Revenue | 26,845 | 17,347 | 54.8 |
| Cost of sales | (23,977) | (13,984) | 71.5 |
| Gross profit | 2,868 | 3,363 | (14.7) |
| Other income | 414 | 63 | 557.1 |
| Expense | | | |
| - Selling and distribution | (377) | (322) | 17.1 |
| - Administrative | (1,784) | (1,928) | (7.5) |
| - Other operating expense | - | (202) | NM |
| - Finance | (479) | (335) | 43.0 |
| Profit before income tax | 642 | 639 | 0.5 |
| Income tax expense | (201) | (270) | (25.6) |
| Net profit attributable to equity holders of the Company | 441 | 369 | 19.5 |

NM: Not Meaningful

1(a)(ii) Statement of comprehensive income for the six months ended 30 June 2009

| | Group | | Increase/ (Decrease) % |
|---|--|--|---------------------------------------|
| | Six months ended 30 June 2009 S\$'000 | Six months ended 30 June 2008 S\$'000 | |
| Profit for the period/year | 441 | 369 | 19.5 |
| Other comprehensive income, after tax | | | |
| Currency translation differences | 14 | 104 | (86.5) |
| Total comprehensive income for the period/year | 455 | 473 | (3.8) |



1(a)(iii) Notes to income statements

The Group's profit before income tax is arrived at after charging/(crediting):

| | Group | | Increase/ (Decrease) % |
|---|--|---------------------------------|---------------------------------------|
| | Six months ended 30 June 2009 S\$'000 | 30 June 2008 S\$'000 | |
| Depreciation on property, plant and equipment | 2,223 | 1,836 | 21.1 |
| Amortisation of intangible assets | 31 | 6 | 416.7 |
| Gain on sale of property, plant and equipment | - | 24 | NM |
| Interest expense | 479 | 335 | 43.0 |
| Foreign exchange (gain)/loss, net | (148) | 178 | 183.1 |

NM: Not Meaningful

Other income and finance expenses

| | Group | | Increase/ (Decrease) % |
|-------------------------------------|--|---------------------------------|---------------------------------------|
| | Six months ended 30 June 2009 S\$'000 | 30 June 2008 S\$'000 | |
| Other income | | | |
| - Interest income | 5 | 22 | (77.3) |
| - Sale of scrap and other materials | 21 | - | NM |
| - Exchange gain | 148 | - | NM |
| - Other | 240 | 41 | 261.0 |
| | <u>414</u> | <u>63</u> | <u>557.1</u> |
| Interest expenses on: | | | |
| - Bank borrowings | 137 | 75 | 82.7 |
| - Bank overdraft | 63 | 59 | 6.8 |
| - Bills payables | 83 | 30 | 176.7 |
| - Factoring of trade receivables | 119 | 100 | 19.0 |
| - Finance lease | 77 | 71 | 8.5 |
| | <u>479</u> | <u>335</u> | <u>43.0</u> |



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.

STATEMENT OF FINANCIAL POSITION

| | As at 30 June 2009 S\$'000 | Group As at 31 December 2008 S\$'000 | Company As at 30 June 2009 S\$'000 |
|---|----------------------------------|---|---|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | 5,744 | 5,237 | - |
| Trade and other receivables | 13,680 | 11,124 | - |
| Inventories | 2,593 | 2,330 | - |
| Deferred costs | 3,286 | 4,012 | - |
| Other current assets | 1,004 | 1,215 | 19 |
| | 26,307 | 23,918 | 19 |
| Non-current assets | | | |
| Property, plant and equipment | 21,468 | 22,550 | - |
| Intangible assets | 212 | 243 | - |
| Investment in subsidiaries | - | - | 21,510 |
| | 21,680 | 22,793 | 21,510 |
| Total Assets | 47,987 | 46,711 | 21,529 |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables | 11,426 | 13,937 | 21 |
| Current income tax liabilities | 215 | 391 | - |
| Borrowings | 6,960 | 7,316 | - |
| | 18,601 | 21,644 | 21 |
| Non-current liabilities | | | |
| Borrowings | 6,420 | 2,599 | - |
| Deferred income tax liabilities | 1,001 | 958 | - |
| | 7,421 | 3,557 | - |
| Total Liabilities | 26,022 | 25,201 | 21 |
| Net Assets | 21,965 | 21,510 | 21,508 |
| Capital and reserves attributed to equity holders of the Company | | | |
| Share capital | 21,510 | 7,282 | 21,510 |
| Retained earnings | 441 | 12,826 | (2) |
| Other reserves | 14 | 1,402 | - |
| Total Equity | 21,965 | 21,510 | 21,508 |



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 June 2009 | | As at 31 December 2008 | |
|--------------------|----------------------|------------------------|----------------------|
| Secured S\$'000 | Unsecured S\$'000 | Secured S\$'000 | Unsecured S\$'000 |
| 6,960 | - | 7,316 | - |

Amount repayable after one year

| As at 30 June 2009 | | As at 31 December 2008 | |
|--------------------|----------------------|------------------------|----------------------|
| Secured S\$'000 | Unsecured S\$'000 | Secured S\$'000 | Unsecured S\$'000 |
| 6,420 | - | 2,599 | - |

Details of any collateral

Bank borrowings are secured by a legal mortgage over the Group's plant and machinery. Bills payables and bank overdrafts are secured by the floating charges over the Group's plant and machinery and personal guarantee of the Executive Chairman. Finance lease liabilities of the Group are secured by the rights to the leased plant and machinery, motor vehicles and office equipment and tools which will revert to the lessor in the event of default by the Group.



- 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

| | Group | |
|--|-------------------------|-------------------------|
| | 30 June 2009 S\$'000 | 30 June 2008 S\$'000 |
| Cash flows from operating activities | | |
| Net profit | 441 | 369 |
| Adjustments for:- | | |
| - Income tax expenses | 201 | 270 |
| - Amortisation and depreciation | 2,255 | 1,842 |
| - Gain/loss on disposal of property, plant and equipment | - | 24 |
| - Interest income | (5) | (22) |
| - Interest expense | 479 | 335 |
| - Unrealised translation (gains)/losses | (35) | 16 |
| | 3,336 | 2,834 |
| Changes in working capital: | | |
| - Trade and other receivables | (2,556) | (261) |
| - Inventories | (263) | 477 |
| - Deferred costs | 725 | (3,833) |
| - Other current assets | 212 | (1,771) |
| - Trade and other payables | (1,538) | 7,771 |
| Cash (used in)/generated from operations | (84) | 5,217 |
| Interest received | 5 | 22 |
| Income tax paid | (334) | (806) |
| Net cash (used in)/provided by operating activities | (413) | 4,433 |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (1,115) | (1,548) |
| Proceeds from disposal of property, plant and equipment | - | 61 |
| Purchase of intangible assets | - | - |
| Net cash used in investing activities | (1,115) | (1,487) |
| Cash flows from financing activities | | |
| Proceeds from borrowings | 2,361 | 18 |
| Repayment of finance lease liabilities | 753 | (806) |
| Interest paid | (479) | (335) |
| Dividends paid | (973) | (1,561) |
| Decrease in short-term bank deposits pledged | 76 | 472 |
| Net cash used in financing activities | 1,738 | (2,212) |
| Net (decrease)/increase in cash and cash equivalents | 210 | 734 |
| Cash and cash equivalents at beginning of period | 2,449 | 1,959 |
| Effects of currency translation on cash and cash equivalents | 21 | 24 |
| Cash and cash equivalents at end of period | 2,680 | 2,717 |



1(c)(i) Cash and cash equivalents

| | Six-months ended | |
|--|-------------------------|-------------------------|
| | 30 June 2009 S\$'000 | 30 June 2008 S\$'000 |
| Cash and bank balances | 5,217 | 4,251 |
| Short term bank deposits | 527 | 540 |
| | 5,744 | 4,791 |
| Less: Short-term bank deposits pledged as collateral and with maturity of more than three months | (527) | (540) |
| Less: Bank overdraft | (2,537) | (1,534) |
| | 2,680 | 2,717 |
| Cash and cash equivalents per consolidated cash flow statements | 2,680 | 2,717 |

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 capitalization issues and distributions to shareholders, together with comparative statement for the corresponding period of the immediately preceding financial year.

STATEMENT OF CHANGES IN EQUITY

| | Share capital S\$'000 | Retained earnings S\$'000 | Other reserves S\$'000 | Total S\$'000 |
|---|--------------------------|------------------------------|---------------------------|------------------|
| Group | | | | |
| Balance as at 1 January 2009 | 7,282 | 12,826 | 1,402 | 21,510 |
| Share swap pursuant to restructuring exercise | (7,282) | (12,826) | (1,402) | (21,510) |
| Share issue for acquisition of subsidiaries | 21,510 | - | - | 21,510 |
| Net profit for the financial period | - | 441 | - | 441 |
| Currency translation differences | - | - | 14 | 14 |
| Total recognised income | - | 441 | 14 | 455 |
| Balance as at 30 June 2009 | 21,510 | 441 | 14 | 21,965 |
| Balance as at 1 January 2008 | 7,282 | 11,627 | 453 | 19,362 |
| Net profit for the financial period | - | 369 | - | 369 |
| Currency translation differences | - | - | 104 | 104 |
| Total recognised income | - | 369 | 104 | 473 |
| Dividend paid during the period | - | (1,561) | - | (1,561) |
| Balance as at 30 June 2008 | 7,282 | 10,435 | 557 | 18,274 |



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 capitalization issues and distributions to shareholders, together with comparative statement for the corresponding period of the immediately preceding financial year.

STATEMENT OF CHANGES IN EQUITY

| | Share capital S\$'000 | Retained earnings S\$'000 | Other reserves S\$'000 | Total S\$'000 |
|---|-----------------------------|---------------------------------|------------------------------|------------------|
| Company | | | | |
| Balance as at 1 January 2009 | - | - | - | - |
| Share issue on incorporation | - | - | - | - |
| Share issue for acquisition of subsidiaries | 21,510 | - | - | 21,510 |
| Net profit for the financial period | - | (2) | - | (2) |
| Balance as at 30 June 2009 | <u>21,510</u> | <u>(2)</u> | | <u>21,508</u> |

1(d)(ii) Details of any changes in the company's share capital arising from right 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 the changes in issued and paid-up capital of the Company from 18 March 2009, being the date of incorporation of the Company, to 30 June 2009 are as follows:

CHANGES IN ISSUED AND PAID UP CAPITAL

| | Number of shares | Paid-up capital (S\$) |
|--|---------------------|--------------------------|
| Shares at incorporation | 1 | 1 |
| Issue of shares pursuant to the Restructuring Exercise | <u>21,510,248</u> | <u>21,510,248</u> |
| | <u>21,510,249</u> | <u>21,510,249</u> |
| Share split of 1 share into 5 shares | <u>107,551,245</u> | <u>21,510,249</u> |
| Issued and paid-up share capital as at 30 June 2009 | <u>107,551,245</u> | <u>21,510,249</u> |



1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of current financial period and as at the end of the immediately preceding year.

| | As at 30 June 2009 | As at 31 December 2008 |
|---|-------------------------------|-----------------------------------|
| Total number of issued shares (excluding treasury shares) | 107,551,245 | N.A. ⁽¹⁾ |

Note:

(1) Not applicable as the Company was only incorporated on 18 March 2009

The Company has no treasury shares or share options outstanding as at 30 June 2009 and 31 December 2008.

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury share 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 auditing standard or practice.

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.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as compared to its audited combined financial statement as at 31 December 2008 as set out in its offer document dated 6 July 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.

There are no changes in the accounting policies and methods of computation including any required by an accounting standard.



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.

EARNINGS PER SHARE (“EPS”)

| | Group | |
|---|-------------------------|---------------------|
| | Six months ended | |
| | 30 June 2009 | 30 June 2008 |
| Earnings attributable to equity holders of the Company (S\$'000) | 441 | 369 |
| Basic EPS attributable to equity holders of the Company (SGD cents) | 0.41 | 5.07 |
| Weighted average number of shares used in computation of basic EPS | 107,551,245 | 7,281,544 |

Basic earnings per share is computed by dividing the earnings attributable to the equity holders of the Company in each financial period by the weighted average number of ordinary shares outstanding at the end of the respective financial period.

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 financial period reported on; and
(b) Immediately preceding financial year.

NET ASSET VALUE (“NAV”)

| | Group | | Company |
|---|---------------------|-------------------------|---------------------|
| | As at | As at | As at |
| | 30 June 2009 | 31 December 2008 | 30 June 2009 |
| NAV per ordinary share (SGD cents) | 20.42 | 20.00 | 20.00 |
| Number of shares used in computation of NAV per share | 107,551,245 | 107,551,245 | 107,551,245 |



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, cost, 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.

REVIEW OF INCOME STATEMENT OF THE GROUP

Six months ended 30 June 2009 ("HY2009") vs six months ended 30 June 2008 ("HY2008")

Revenue

The Group's revenue increased by approximately S\$9.5 million or 54.8% from approximately S\$17.3 million in HY2008 to approximately S\$26.8 million in HY2009. The increase was contributed fairly by our design, fabrication and sale of precision plastic injection moulds ("MDF") and precision plastic injection moulding ("PPIM") segments.

Gross profit

The Group's gross profit decreased by approximately S\$0.5 million or 14.7% from approximately S\$3.4 million in HY2008 to approximately S\$2.9 million in HY2009. It was mainly due to the lower margins secured on orders.

Other income

The Group's other income increased by approximately S\$0.3 million or 557.1% from approximately S\$0.1 million to approximately S\$0.4 million mainly due to

- a) exchange gain of approximately S\$0.1 million.
- b) jobs credit assistance from the Government amounting to approximately S\$0.1 million.
- c) trading income of approximately S\$0.1 million derived from trading of material and machinery.

Depreciation and amortization

Depreciation and amortization increased by approximately S\$0.4 million or 22.2% from S\$1.8 million in HY2008 to approximately S\$2.2 million in HY2009 mainly due to the acquisition of machinery in the second half of 2008.

Finance expenses

The Group's finance expenses increased by approximately S\$0.2 million or 43.0% from approximately S\$0.3 million in HY2008 to S\$0.5 million in HY2009 mainly due to interest charged for working capital facilities usage and on term loans which were secured after HY2008.



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:-

- (c) any significant factors that affected the turnover, cost, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (d) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

REVIEW OF FINANCIAL POSITION

Trade and other receivables increased by approximately S\$2.6 million mainly due to the higher revenue in HY2009.

Deferred costs decreased by approximately S\$1.0 million mainly due to lower MDF projects on hand in HY2009.

Property, plant and equipment decreased by approximately S\$1.0 million mainly due to depreciation charge which was offset by the acquisitions for our Malaysian plant.

Trade and other payables decreased by approximately S\$2.5 million mainly due to machinery payables being paid through lease financing and the payment of dividend.

REVIEW OF CASHFLOW STATEMENT

Net cash from operating activities was an outflow of approximately S\$0.4 million in HY2009 mainly due to an increase in trade receivables and a decrease in trade and other payables as a result of machinery payables being paid through lease finance. Correspondingly in HY2008, the net cash from operating activities was an inflow of approximately S\$4.4 million mainly due to advance payment from customers.

Net cash from financing activities was an inflow of approximately S\$1.7 million in HY2009 as compared to a HY2008 outflow of approximately S\$2.2 million mainly to the additional term loan secured.

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

Not applicable.

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 event that may affect the group in the next reporting period and the next 12 months.

The Group expects the operating environment to continue to be challenging and competitive. Although the economic conditions have improved as compared to the beginning of 2009, orders inflow will still be slow. The Management will continue to improve productivity and diversify the Group's product segments with existing and new customers.



11. Dividend

(a) Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the immediately Preceding financial year

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommendeded, a statement to the effect.

No dividend has been declared/recommendeded for the six-month period ended 30 June 2009.

13. INTERESTED PERSON TRANSACTIONS

There were no interested person transactions of S\$100,000 or more for the six months ended 30 June 2009.

14. CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5)

We, Chua Kim Guan and Ng Boon Leng, being directors of JLJ Holdings Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the unaudited financial statements for the six months ended 30 June 2009 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Ng Boon Leng
Chief Executive Officer

Chua Kim Guan
Executive Chairman

BY ORDER OF THE BOARD

Ng Boon Leng
Chief Executive Officer

7 August 2009