

[Print this page](#)**FULL YEAR AND FOURTH QUARTER * FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT**** Asterisks denote mandatory information*

Name of Announcer *	THAKRAL CORPORATION LTD
Company Registration No.	199306606E
Announcement submitted on behalf of	THAKRAL CORPORATION LTD
Announcement is submitted with respect to *	THAKRAL CORPORATION LTD
Announcement is submitted by *	Anil Daryanani
Designation *	Group Financial Controller
Date & Time of Broadcast	19-Feb-2010 17:30:13
Announcement No.	00084

>> ANNOUNCEMENT DETAILS*The details of the announcement start here ...*

For the Financial Period Ended *	31-12-2009
Description	

Attachments

[ThakralCorp_Results_Q4FY09_19Feb10.pdf](#)

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Full Year and Fourth Quarter Financial Statements Announcement

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

1(a) An income statement (for the group) for the full year and fourth quarter ended 31 December 2009 together with comparative statements for the corresponding period of the immediately preceding financial year

These figures have not been audited.

	Note	Group			Group		
		S\$000		%	S\$000		%
		Year ended			Three months ended		
		31 Dec 2009	31 Dec 2008	Increase / (Decrease)	31 Dec 2009	31 Dec 2008	Increase / (Decrease)
Revenue	1	438,806	382,797	15	111,714	90,560	23
Cost of sales		(418,581)	(369,490)	13	(106,374)	(87,948)	21
Gross profit	1	20,225	13,307	52	5,340	2,612	104
Other operating income	2	2,044	1,005	103	198	241	(18)
Distribution costs	3	(3,879)	(3,880)	(0)	(908)	(1,070)	(15)
Administrative expenses	4	(14,045)	(20,129)	(30)	(3,940)	(7,715)	(49)
Other operating expenses	5	(514)	(829)	(38)	(128)	(191)	(33)
Profit (loss) from operations		3,831	(10,526)	NM	562	(6,123)	NM
Valuation gain/(loss) on investment properties and available-for-sale investments	6	2,723	(1,498)	NM	2,723	(1,498)	NM
Finance income	7	1,734	1,735	(0)	530	444	19
Finance costs	7	(46)	(195)	(76)	(4)	(44)	(91)
Foreign exchange gain (loss)	8	1,247	(1,423)	NM	359	(2,132)	NM
Profit (loss) before income tax, share of results of associates		9,489	(11,907)	NM	4,170	(9,353)	NM
Profit (loss) from associates		1,253	(170)	NM	-	(17)	NM
Profit (loss) before income tax		10,742	(12,077)	NM	4,170	(9,370)	NM
Income tax expense	9	(952)	(152)	NM	(243)	(58)	319
Profit (loss) from continuing operations		9,790	(12,229)	NM	3,927	(9,428)	NM
Profit (loss) from discontinued operations	10	1,961	(8,650)	NM	1,904	(1,757)	NM
Profit (loss) for the year / quarter		11,751	(20,879)	NM	5,831	(11,185)	NM
<u>Profit (loss) attributable to</u>							
Owners of the parent		11,519	(20,473)	NM	5,691	(11,210)	NM
Minority interests		232	(406)	NM	140	25	NM
		11,751	(20,879)	NM	5,831	(11,185)	NM

During the first quarter ended 31 March 2009, the Group had discontinued the operations of the EMS division. Accordingly, certain re-classifications have been made to corresponding figures for the year and fourth quarter ended 31 December 2008 to enhance comparability with those of the current period.

NM – Not meaningful

STATEMENT OF COMPREHENSIVE INCOME

	S\$'000		% Increase / (Decrease)	S\$'000		% Increase / (Decrease)
	Year ended			Three months ended		
	31 Dec 2009	31 Dec 2008		31 Dec 2009	31 Dec 2008	
Profit (loss) for the year / quarter	11,751	(20,879)	NM	5,831	(11,185)	NM
Other comprehensive income						
Exchange differences on translating foreign operations	11 (4,146)	4,825	NM	(863)	3,283	NM
Available-for-sale investments	12 14,404	(46,971)	NM	3,097	(12,845)	NM
Revaluation surplus on transfer of properties from PPE to IP	-	859	NM	-	859	NM
Other comprehensive income for the year / quarter, net of tax	10,258	(41,287)	NM	2,234	(8,703)	NM
Total comprehensive income for the year / quarter	22,009	(62,166)	NM	8,065	(19,888)	NM
<u>Total comprehensive income attributable to</u>						
Owners of the parent	21,884	(61,994)	NM	7,941	(19,918)	NM
Minority interests	125	(172)	NM	124	30	313
	22,009	(62,166)	NM	8,065	(19,888)	NM

Notes to the Income statement and statement of Comprehensive IncomeNote 1:

Turnover improved in view of the higher level of sales activity for consumer electronics in China for the year ended 31 December 2009. Gross profit margin for the period improved to about 4.6% from about 3.5% in the previous financial year primarily due to better margins in the consumer electronics distribution business units of the Group.

Note 2:

Other operating income of continuing operations comprises:

	S\$'000		% Increase / (Decrease)	S\$'000		% Increase / (Decrease)
	Year ended			Three months ended		
	31 Dec 2009	31 Dec 2008		31 Dec 2009	31 Dec 2008	
VAT subsidy	88	-	NM	17	-	NM
Net gain on disposal of properties	363	222	64	96	15	NM
Gain on disposal of investment in an associate	-	53	NM	-	-	NM
Damages and interest received from legal claims	833	-	NM	(9)	-	NM
Commission income	578	544	6	88	187	(53)
Miscellaneous	182	186	(2)	6	39	(85)
Total	2,044	1,005	103	198	241	(18)

- (i) Net gains arose on the disposal of certain group properties in China.
(ii) Damages and interest income were received mainly in respect of a legal case brought against an insurer for a marine cargo insurance claim.

THAKRAL CORPORATION LTD AND SUBSIDIARIES

Note 3:

Distribution costs of continuing operations comprise:

	S\$'000		%	S\$'000		%
	Year ended			Three months ended		
	31 Dec 2009	31 Dec 2008	Increase / (Decrease)	31 Dec 2009	31 Dec 2008	Increase / (Decrease)
Staff costs	(1,951)	(1,600)	22	(476)	(384)	24
Advertising & promotion	(173)	(278)	(38)	(10)	(108)	(91)
Transportation	(772)	(684)	13	(145)	(195)	(26)
Travelling expenses	(453)	(389)	16	(134)	(118)	14
Others	(530)	(929)	(43)	(143)	(265)	(46)
Total	(3,879)	(3,880)	(0)	(908)	(1,070)	(15)

- (i) Staff costs increased primarily due to the accrual of sales incentive under a scheme introduced during the year as well as the addition of sales personnel.
- (ii) Advertising charges declined in the latest quarter mainly due to the reduced level of advertising activity.
- (iii) Transportation expenses increased in view of the higher level of sales activity in China.
- (iv) Travelling expenses were higher due to increased travel by sales personnel.
- (v) The decline in other distribution expenses is due to steps taken for general cost reduction.

Note 4:

Administration expenses of continuing operations comprise:

	S\$'000		%	S\$'000		%
	Year ended			Three months ended		
	31 Dec 2009	31 Dec 2008	Increase / (Decrease)	31 Dec 2009	31 Dec 2008	Increase / (Decrease)
Staff costs (including executive directors)	(7,996)	(7,341)	9	(2,008)	(1,531)	31
Directors' fees	(390)	(642)	(39)	(118)	(183)	(36)
Professional fees	(1,645)	(2,008)	(18)	(706)	(1,088)	(35)
Rent & rates	(1,158)	(1,738)	(33)	(170)	(435)	(61)
Travelling expenses	(254)	(407)	(38)	(98)	(104)	(6)
Insurance	(372)	(295)	26	(85)	(76)	12
Net allowance for doubtful debts	(133)	(1,612)	(92)	(302)	(1,268)	(76)
Impairment in value of plant & equipment	-	(680)	NM	-	(468)	NM
Impairment in value of investment properties	(319)	-	NM	-	-	NM
Reversal (impairment charges and provision) for planned closure	525	(1,584)	NM	221	(1,584)	NM
Others	(2,303)	(3,822)	(40)	(674)	(978)	(31)
Total	(14,045)	(20,129)	(30)	(3,940)	(7,715)	(49)

- (i) Staff costs in the previous corresponding quarter included the reversal of the annual staff bonus.
- (ii) Directors' fees declined due to the lower number of directors as well as an overall reduction in fees.
- (iii) Professional fees for the year have been reduced by an amount of S\$0.8 million being the costs awarded to (and received by) the Group in relation to the legal case brought against the insurer for a marine cargo insurance claim. Excluding this recovery, these expenses increased due to professional fees paid to advisors and consultancy fees paid to a director in relation to the repositioning of the Group's business.
- (iv) Rent and rates declined for the year to date as well as the quarter due to the shift of operations to smaller and more economical premises in Shanghai and Hong Kong.
- (v) Travelling expenses declined due to cost cuts and reduced travelling by management and executive directors.
- (vi) Insurance expense in 2008 included reversals of certain premium overprovision. In addition, the Company had paid a higher premium on the renewal and enhancement of a policy in the current year.
- (vii) This provision relates to the write-down of a plot of land to realizable value.
- (viii) Impairment charges and provisions for planned closure in excess of estimates in connection with the unit at Chengdu were reversed during the period.
- (ix) The decline in other administration expenses is due to steps taken for general cost reduction as well as reduced foreign withholding tax arising on lower dividend income in the current year.

Note 5:

Other operating expenses comprised depreciation charges for the periods. These declined due to the impairment charges taken over fixtures, fittings and computer equipment in the previous financial year.

THAKRAL CORPORATION LTD AND SUBSIDIARIES

Note 6:

Valuation gains (losses) comprise of :

	S\$'000		% Increase / (Decrease)	S\$'000		% Increase / (Decrease)
	Year ended			Three months ended		
	31 Dec 2009	31 Dec 2008		31 Dec 2009	31 Dec 2008	
Valuation gains (losses) on investment properties	2,723	(500)	NM	2,723	(500)	NM
Impairment in value of available-for-sale investments	-	(998)	NM	-	(998)	NM
Total	2,723	(1,498)	NM	2,723	(1,498)	NM

- (i) Valuation gains on investment properties represented the unrealized appreciation in the value of the Group's investment properties in Hong Kong and mainland China during the year. In the previous financial year, there had been an unrealized decline in the valuation.

Note 7:

Finance income improved in the latest quarter due to the placement of funds in longer term deposits compared to the previous corresponding quarter.

Finance costs were lower compared to the previous financial year as a result of the repayment of certain long term loans and overdrafts.

Note 8:

Foreign exchange gain (loss) arose mainly from translation of monetary assets and liabilities, denominated in foreign currencies, outstanding as at the end of the period.

Note 9:

Group income tax for the current period arose mainly from the taxable profits at the Group's distribution unit in Shanghai as well as the property development unit in Wujiang. The tax charge for the year was reduced by a one-off reversal of a provision amounting to S\$0.4 million which was in excess of requirements.

THAKRAL CORPORATION LTD AND SUBSIDIARIES

Note 10:

In line with the Group's previously announced intention to cease operations at the Group's Electronics Manufacturing Services ("EMS"), the EMS division discontinued operations in the first quarter of the current year. The results for the EMS division for the current year and the corresponding year ended 31 December 2008 are now classified as Discontinued Operations.

	S\$000		% Increase / (Decrease)	S\$000		% Increase / (Decrease)
	Year ended			Three months ended		
	31 Dec 2009	31 Dec 2008		31 Dec 2009	31 Dec 2008	
<u>Electronic Manufacturing Services ("EMS")</u>						
Revenue	141	6,179	(98)	-	674	NM
Cost of sales	(83)	(6,111)	(99)	-	(590)	NM
Gross profit	58	68	15	-	84	NM
Other operating income	1,539	-	NM	1,539	-	NM
Distribution costs	-	(122)	NM	-	(2)	NM
Administration expenses	-	(1,035)	NM	-	106	NM
Reversal (impairment charges and provisions) for planned closure	365	(7,934)	NM	365	(1,802)	NM
Depreciation	-	(1,120)	NM	-	(149)	NM
Finance income	-	14	NM	-	2	NM
Foreign exchange (loss) gain	(1)	(14)	(93)	-	4	NM
Profit (loss) after tax	1,961	(10,143)	NM	1,904	(1,757)	NM
<u>Home Entertainment business</u>						
Revenue	-	165	NM	-	-	NM
Cost of sales	-	(104)	NM	-	-	NM
Gross profit	-	61	NM	-	-	NM
Administrative expenses	-	(47)	NM	-	-	NM
Reversal of impairment charges and provisions	-	1,467	NM	-	-	NM
Foreign exchange gain	-	12	NM	-	-	NM
Profit after tax	-	1,493	NM	-	-	NM
Profit (loss) after tax from discontinued operations	1,961	(8,650)	NM	1,904	(1,757)	NM

- (i) Other operating income of the discontinued EMS unit represents the gain on disposal of production equipment upon completion of the sale in the latest quarter.
- (ii) Impairment charges and provisions in excess of estimates in connection with the discontinuation of business were reversed during the period.

Note 11:

These unrealized differences arise due to fluctuations in exchange rates of the foreign currencies in which the net assets of the Group's overseas operations are denominated.

Note 12:

The change in the value of available-for-sale investments is due to fluctuations in the market value of the Group's listed investments in India and Australia.

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

	Note	Group		Company	
		(S\$ '000)		(S\$ '000)	
		as at		as at	
		31 Dec 2009	31 Dec 2008	31 Dec 2009	31 Dec 2008
ASSETS					
Current assets					
Inventories	1	27,492	17,247	-	-
Trade receivables	2	38,061	38,130	-	-
Available-for-sale investments	8	34,583	-	34,583	-
Bills receivable	3	992	-	-	-
Other receivables and prepayments	4	6,271	4,871	260	49
Cash and bank balances	5	122,967	119,084	75,619	72,019
Total current assets		230,366	179,332	110,462	72,068
Non-current assets					
Property, plant and equipment		5,118	5,510	134	13
Investment properties	6	11,249	13,174	-	-
Investments in subsidiaries		-	-	116,783	110,393
Investment in an associate	7	-	1,168	-	1,168
Available-for-sale investments	8	9,000	29,384	-	21,473
Total non-current assets		25,367	49,236	116,917	133,047
Total assets		255,733	228,568	227,379	205,115
LIABILITIES AND EQUITY					
Current liabilities					
Trade payables		4,330	2,610	-	-
Bills payables	9	4,454	-	-	-
Bank overdrafts		-	815	-	-
Other payables		12,061	10,751	670	678
Provisions		2,027	3,705	-	-
Income tax payable		1,232	720	-	408
Obligations under finance leases		16	-	16	-
Total current liabilities		24,120	18,601	686	1,086
Non-current liabilities					
Obligations under finance leases		76	-	76	-
Deferred tax liability	6	304	219	-	-
Total non-current liabilities		380	219	76	-
Total liabilities		24,500	18,820	762	1,086
Capital and reserves and minority interests					
Issued capital		203,134	203,134	203,134	203,134
Retained earnings (accumulated losses)		1,738	(10,043)	(9,876)	(19,354)
Other components of equity		22,834	12,731	33,359	20,249
		227,706	205,822	226,617	204,029
Minority interests		3,527	3,926	-	-
Total equity		231,233	209,748	226,617	204,029
Total liabilities and equity		255,733	228,568	227,379	205,115

THAKRAL CORPORATION LTD AND SUBSIDIARIES

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

Amount repayable in one year or less, or on demand

As at 31 December 2009		As at 31 December 2008	
Secured	Unsecured	Secured	Unsecured
S\$ 4,470,000	NIL	S\$ 815,000	NIL

Amount repayable after one year

As at 31 December 2009		As at 31 December 2008	
Secured	Unsecured	Secured	Unsecured
S\$ 76,000	NIL	NIL	NIL

Details of any collateral

Pledged bank deposits of S\$1.3 million

Group's contingent liabilities

	As at 31 December 2009	As at 31 December 2008
Potential property tax	S\$ 632,000	S\$ 648,000

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

STATEMENT OF CASH FLOWS

	(S\$ '000)		(S\$ '000)	
	Year ended		Three months ended	
	31 Dec 2009	31 Dec 2008	31 Dec 2009	31 Dec 2008
Cash flows from operating activities				
Profit (loss) before income tax	12,703	(20,727)	6,074	(11,127)
Adjustments for:				
Share of (profit) loss from associates	(1,253)	170	-	17
Depreciation expense	514	1,949	128	340
Dividend income from quoted equity shares	(1,058)	(2,110)	(371)	(393)
Impairment in value of plant and machinery	-	680	-	468
Finance lease charges	2	-	1	-
Interest expense	44	195	3	44
Interest income	(1,734)	(1,749)	(530)	(446)
(Gain) loss on disposal of property, plant and equipment	(1,694)	12	(1,614)	-
Gain on disposal of investment properties	(279)	(222)	(97)	(15)
Gain on disposal of investment in an associate	-	(53)	-	-
Valuation (gain) loss on investment properties	(2,723)	500	(2,723)	500
Share based payment expense	-	8	-	-
Net foreign exchange (gain) loss	(1,247)	1,425	(360)	2,128
(Reversal of) impairment charges and provisions for planned closure	(890)	9,518	(890)	3,386
Allowance for impairment in value of available-for-sale investments	-	998	-	998
Impairment charges for investment properties	319	-	3	-
(Reversal of allowance) allowance for inventories	(30)	1,205	(172)	385
Allowance for doubtful trade receivables	158	1,012	352	1,101
(Reversal of allowance) allowance for doubtful other receivables	(25)	77	(28)	198
Operating cash flows before movements in working capital	2,807	(7,112)	(224)	(2,416)
Trade receivables	191	3,246	7,024	14,257
Other receivables and prepayments	(1,291)	1,329	(1,086)	4,736
Inventories	(10,191)	6,193	4,599	3,905
Trade payables	1,720	(2,880)	(4,301)	(4,707)
Other payables and provisions	(269)	(1,242)	241	(2,250)
Cash (used in) from operations	(7,033)	(466)	6,253	13,525
Dividends received	1,052	2,649	372	524
Income tax (paid) refunded	(123)	(230)	113	(29)
Finance lease charges paid	(2)	-	(1)	-
Interest paid	(44)	(191)	(4)	(43)
Interest received	1,404	1,874	800	459
Net cash (used in) from operating activities	(4,746)	3,636	7,533	14,436
Cash flows from investing activities				
Additions to property, plant and equipment	(486)	(311)	(60)	(98)
Distribution and net recovery of balances from associates	2,421	191	-	-
Dividends to minority shareholders	-	(324)	-	-
Proceeds from disposal of investment in an associate	-	80	-	-
Proceeds from disposal of property, plant and equipment	1,938	169	1,784	100
Proceeds from disposal of investment properties	4,207	1,521	51	418
Net cash from investing activities	8,080	1,326	1,775	420
Cash flows from financing activities				
Repayment of finance lease obligations	(5)	-	(3)	-
Repayment of bank term loans	-	(539)	-	-
(Increase) decrease in fixed deposits with maturities exceeding three months	5 (86,041)	-	5,094	-
(Increase) decrease in pledged bank deposits	5 (1,336)	-	831	-
(Increase) decrease in bills receivable	(992)	-	749	-
Increase (decrease) in bills payable	4,454	-	(2,769)	-
Net cash (used in) from financing activities	(83,920)	(539)	3,902	-
Net effect of exchange rate changes in consolidating subsidiaries	(1,963)	2,932	(169)	624
Net effect of exchange rate changes in the balance of cash held in foreign currencies	(130)	(346)	(27)	(16)
Net (decrease) increase in cash and cash equivalents	(82,679)	7,009	13,014	15,464
Cash and cash equivalents at beginning of the period	118,269	111,260	22,576	102,805
Cash and cash equivalents at end of the period excluding fixed deposits with maturities exceeding 3 months	35,590	118,269	35,590	118,269
Cash and cash equivalents were represented by:-				
Fixed deposits with maturities less than 3 months, cash at bank and hand	5 35,590	119,084	35,590	119,084
Bank overdraft	-	(815)	-	(815)
	35,590	118,269	35,590	118,269

Notes to the Statement of Financial Position and Statement of Cash Flows

Note 1:

Inventories increased to S\$27.5 million as at 31 December 2009 from S\$17.2 million as at 31 December 2008 due to increased trading activity and purchases for a new line of products.

Note 2:

Trade receivables were level with S\$38.1 million as at 31 December 2008.

Note 3:

Bills receivable represent bankers' acceptances of trade debts due by customers for goods sold and delivered to them.

Note 4:

The increase in the Group's other receivables during the period was due to advances paid to suppliers for the purchase of goods, a higher level of VAT recoverable as well as accrued interest income on the Group's fixed deposits.

The increase in the Company's other receivables was on account of accrued interest income on its fixed deposits.

Note 5:

Cash and bank balances are comprised of:

	<u>31-Dec-09</u>	<u>31-Dec-08</u>
Cash and cash equivalents	S\$35.6 million	S\$119.1 million
Fixed deposits with maturities exceeding three months	S\$86 million	-
Fixed deposits that have been pledged to the bank against bills payable (see also note 9 below)	S\$1.3 million	-
	-----	-----
Total	S\$122.9 million	S\$119.1 million
	=====	=====

Note 6:

Investment properties, after taking into consideration the valuation gains at the end of the year, declined to S\$11.2 million as of 31 December 2009 from S\$13.2 million as at 31 December 2008 mainly due to sales of properties during the year. Appropriate adjustments were made to the deferred tax components relating to the disposed properties.

Note 7:

Investment in associate reduced to nil upon the recoupment of the Group's investment in the associate at a profit. The interest of the associate in an enterprise engaged in the development and management of an information technology park in India was disposed off during the quarter ended 30 June 2009. The associate entered into liquidation proceedings on 26 October 2009.

Note 8:

Available-for-sale investments of S\$34.6 mil. were reclassified under current assets from non-current assets in view of the intention of the Company to dispose of these investments within the next several months. The corresponding figure of S\$21.5 mil. as at 31 December 2008 remains under non-current assets. The aggregate fair value of the portfolio of investments increased during the period on the back of generally higher equity prices worldwide.

Note 9:

Bills payable of S\$4.5 million relate to short-term trade financing for the purchase of goods provided by banks in the PRC to the Group's distribution unit in Shanghai (see also note 5 above).

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

STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2009

S\$'000

	Total shareholders' equity							Minority interests	Total equity
	Issued capital	Asset revaluation reserve	Fair value adjustment reserve	Options reserve	Translation reserve	Retained earnings (Accumulated losses)	Total		
Group									
Balance at 1 Jan 2009	203,134	968	19,490	759	(8,486)	(10,043)	205,822	3,926	209,748
Total comprehensive income for the quarter	-	53	(10,706)	-	6,412	792	(3,449)	240	(3,209)
Balance at 31 Mar 2009	203,134	1,021	8,784	759	(2,074)	(9,251)	202,373	4,166	206,539
Total comprehensive income for the quarter	-	(47)	11,773	-	(6,768)	3,314	8,272	(165)	8,107
Transfer from Asset revaluation reserve to Accumulated losses on disposal of an investment property	-	(112)	-	-	-	112	-	-	-
Balance at 30 Jun 2009	203,134	862	20,557	759	(8,842)	(5,825)	210,645	4,001	214,646
Total comprehensive income for the quarter	-	(22)	10,240	-	(2,820)	1,722	9,120	(74)	9,046
Transfer from Asset revaluation reserve to Accumulated losses on disposal of an investment property	-	(150)	-	-	-	150	-	-	-
Balance at 30 Sep 2009	203,134	690	30,797	759	(11,662)	(3,953)	219,765	3,927	223,692
Total comprehensive income for the quarter	-	(3)	3,097	-	(844)	5,691	7,941	124	8,065
Dividends paid to minority shareholders	-	-	-	-	-	-	-	(524)	(524)
Balance at 31 Dec 2009	203,134	687	33,894	759	(12,506)	1,738	227,706	3,527	231,233

Year ended 31 December 2008

S\$'000

	Total shareholders' equity							Minority interests	Total equity
	Issued capital	Asset revaluation reserve	Fair value adjustment reserve	Options reserve	Translation reserve	Retained earnings (Accumulated losses)	Total		
Group									
Balance at 1 Jan 2008	203,134	112	66,461	751	(13,080)	10,430	267,808	4,422	272,230
Recognition of share-based payments	-	-	-	8	-	-	8	-	8
Dividends paid to minority shareholders	-	-	-	-	-	-	-	(324)	(324)
Total comprehensive income for the quarter	-	(8)	(25,297)	-	(3,177)	(535)	(29,017)	6	(29,011)
Balance at 31 Mar 2008	203,134	104	41,164	759	(16,257)	9,895	238,799	4,104	242,903
Total comprehensive income for the quarter	-	(2)	(10,030)	-	(2,746)	(5,738)	(18,516)	(339)	(18,855)
Balance at 30 Jun 2008	203,134	102	31,134	759	(19,003)	4,157	220,283	3,765	224,048
Total comprehensive income for the quarter	-	6	1,201	-	7,240	(2,990)	5,457	131	5,588
Balance at 30 Sep 2008	203,134	108	32,335	759	(11,763)	1,167	225,740	3,896	229,636
Total comprehensive income for the quarter	-	860	(12,845)	-	3,277	(11,210)	(19,918)	30	(19,888)
Balance at 31 Dec 2008	203,134	968	19,490	759	(8,486)	(10,043)	205,822	3,926	209,748

THAKRAL CORPORATION LTD AND SUBSIDIARIES

Year ended 31 December 2009

S\$'000

Company

Balance as at 1 Jan 2009

Total comprehensive income for the quarter

Balance as at 31 Mar 2009

Total comprehensive income for the quarter

Balance as at 30 Jun 2009

Total comprehensive income for the quarter

Balance as at 30 Sep 2009

Total comprehensive income for the quarter

Balance as at 31 Dec 2009

	Issued capital	Fair value adjustment reserve	Options reserve	Accumulated losses	Total
Balance as at 1 Jan 2009	203,134	19,490	759	(19,354)	204,029
Total comprehensive income for the quarter	-	(7,956)	-	4,603	(3,353)
Balance as at 31 Mar 2009	203,134	11,534	759	(14,751)	200,676
Total comprehensive income for the quarter	-	10,889	-	(1,724)	9,165
Balance as at 30 Jun 2009	203,134	22,423	759	(16,475)	209,841
Total comprehensive income for the quarter	-	5,186	-	3,878	9,064
Balance as at 30 Sep 2009	203,134	27,609	759	(12,597)	218,905
Total comprehensive income for the quarter	-	4,991	-	2,721	7,712
Balance as at 31 Dec 2009	203,134	32,600	759	(9,876)	226,617

Year ended 31 December 2008

S\$'000

Company

Balance as at 1 Jan 2008

Recognition of share-based payments

Total comprehensive income for the quarter

Balance as at 31 Mar 2008

Total comprehensive income for the quarter

Balance as at 30 Jun 2008

Total comprehensive income for the quarter

Balance as at 30 Sep 2008

Total comprehensive income for the quarter

Balance as at 31 Dec 2008

	Issued capital	Fair value adjustment reserve	Options reserve	Accumulated losses	Total
Balance as at 1 Jan 2008	203,134	48,173	751	(18,044)	234,014
Recognition of share-based payments	-	-	8	-	8
Total comprehensive income for the quarter	-	(21,789)	-	(7,132)	(28,921)
Balance as at 31 Mar 2008	203,134	26,384	759	(25,176)	205,101
Total comprehensive income for the quarter	-	(9,580)	-	1,314	(8,266)
Balance as at 30 Jun 2008	203,134	16,804	759	(23,862)	196,835
Total comprehensive income for the quarter	-	4,117	-	18,028	22,145
Balance as at 30 Sep 2008	203,134	20,921	759	(5,834)	218,980
Total comprehensive income for the quarter	-	(1,431)	-	(13,520)	(14,951)
Balance as at 31 Dec 2008	203,134	19,490	759	(19,354)	204,029

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

Since the beginning of the financial year, a total of 6,125,000 and 3,000,000 share options lapsed and expired respectively during the year under the Thakral Corporation Employees' Share Option Scheme 2001.

The number of shares that may be issued on exercise of all the outstanding options under the 2001 Scheme is as follows:-

	As at 31 Dec 2009	As at 31 Dec 2008
Outstanding options	24,268,000	33,393,000

There was no change in the share capital of the Company during the year.

The Company did not have any treasury shares as at 31 December 2009 and 31 December 2008.

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.

The total number of issued shares excluding treasury shares was 2,612,113,668 as at 31 December 2009 and 31 December 2008.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares 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

These figures have not been audited or reviewed.

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

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those of the audited financial statements for the year ended 31 December 2008.

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

In 2009, the Group and the Company adopted all the new and revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS that are relevant to its operations and effective for annual periods beginning on or after 1 January 2009. The Group was mainly affected by the following new / revised FRS:

- FRS 1 - Presentation of Financial Statements (Revised)
- FRS 23 - Borrowing Costs (Revised)
- FRS 108 - Operating Segments

The adoption of these new / revised FRS has no material impact on the financial statements of the Group and the Company, other than the application of FRS 1, which introduced changes in format and title of the key statements and FRS 108, which changes the basis of identifying the Group's reportable segments.

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

From continuing and discontinued operations

	Year ended 31 Dec 2009	Year ended 31 Dec 2008
(i) Basic earnings (loss) per share	0.44 cent	(0.78) cent
(ii) Fully diluted earnings (loss) per share	0.44 cent	(0.78) cent

From continuing operations

	Year ended 31 Dec 2009	Year ended 31 Dec 2008
(i) Basic earnings (loss) per share	0.37 cent	(0.45) cent
(ii) Fully diluted earnings (loss) per share	0.37 cent	(0.45) cent

From continuing and discontinued operations	Three months ended 31 Dec 2009	Three months ended 31 Dec 2008
(i) Basic earnings (loss) per share	0.22 cent	(0.43) cent
(ii) Fully diluted earnings (loss) per share	0.22 cent	(0.43) cent

From continuing operations	Three months ended 31 Dec 2009	Three months ended 31 Dec 2008
(i) Basic earnings (loss) per share	0.14 cent	(0.36) cent
(ii) Fully diluted earnings (loss) per share	0.14 cent	(0.36) cent

Basic earnings and diluted earnings (loss) per share are computed on the profit (loss) for the years / quarters after taxation and deduction of minority interests divided by 2,612,113,668 being the weighted average number of shares in issue during the year and quarter ended 31 December 2009 and 31 December 2008. The diluted earnings per share for the quarter ended 31 December 2009 are computed on the profit for the quarter after taxation and deduction of minority interests divided by 2,612,678,004 with 564,336 shares being the dilutive effect of potentially exercisable options outstanding as at the end of the quarter.

7. Net asset value (for the issuer and group) per ordinary share based on issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

Net Asset Value	As at 31 Dec 2009	As at 31 Dec 2008
Group	8.72 cents	7.88 cents
Company	8.68 cents	7.81 cents

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.

Review – Year ended 31 December 2009

Turnover & Profitability

For the year ended 31 December 2009, the Group achieved turnover of S\$438.8 million, an increase of 14.6% compared to the turnover of S\$382.8 million achieved in the previous financial year. With the property business of the Group having remained muted for most of the year, the consumer electronics Distribution Division – and in particular the unit in China – was the main driver of this growth. Sales at the Group's property division in Wujiang picked up only in the last quarter of the financial year. Rental income from the Group's investment properties in Hong Kong improved significantly in comparison with the previous financial year.

Revenue of S\$111.7 million in the latest quarter was 23.4% better than that achieved in the previous corresponding quarter.

Group gross profit margin of 4.6% for the latest financial year was a significant improvement over the 3.5% achieved in the previous financial year. Combined with the increased turnover, Group gross profit improved by 52.0% to S\$20.2 million from the previous year. The margin of 4.8% in the final quarter was significantly better than the 2.9% of the

THAKRAL CORPORATION LTD AND SUBSIDIARIES

previous corresponding quarter.

Other income of S\$2.0 million doubled from that earned in the previous financial year primarily from the damages and interest income of S\$0.8 million received upon the conclusion of a long-running marine insurance legal case in Hong Kong as well as gains from disposals of certain properties in China.

The Group also saw the value of its investment properties, particularly those in Hong Kong, increase by S\$2.7 million during the year. This unrealized gain has been recognized in the income statement in accordance with the relevant accounting standards. In the previous financial year, the Group had an unrealized valuation loss of S\$0.5 million on its investment properties and had also taken an impairment charge of about S\$1.0 million upon the market value of certain available-for-sale investments falling below cost.

Foreign exchange gains in the year were S\$1.2 million as compared to a loss of S\$1.4 million in the previous financial year and arose mainly from the translation of monetary assets and liabilities, denominated in foreign currencies, outstanding as at the end of the year.

Upon disposal by the Group's associate of its sole investment in an enterprise engaged in the development and management of an information technology park in India, the Group recognized S\$1.3 million as its share of profit in the year.

Group net income therefore turned around significantly with a net profit of S\$11.8 million attributable to shareholders as against a net attributable loss of S\$20.5 million incurred in the previous financial year.

Expenses

Distribution expenses of S\$3.9 million for the latest year were level with those incurred in the previous year. Higher staff costs as a result of increased sales staffing and the introduction of a sales incentive scheme during the year were balanced by a general cost reduction in other areas.

Administration expenses remained under control and were S\$14.0 million for the current year as compared to S\$20.1 million in the previous year. This includes the recovery of costs amounting to S\$0.9 million in the year from the settlement of the legal cases. However, the previous year included allowances for doubtful debts, impairment of plant and equipment and provisions for planned closures. Excluding the effect of the recoveries, provisions and reversals for both years, administration expenses declined by about 5.6% in the latest year.

Finance income in the current year was level with the S\$1.7 million earned in the previous financial year, despite the lower prevailing interest rates.

Finance costs declined significantly to S\$0.05 million as compared to the previous year due to the repayment of certain long term loans and overdrafts.

Group income tax of S\$1.0 million was significantly higher than the S\$0.2 million in the previous financial year principally due to the taxable profits earned at the consumer electronics business entity in China and the property development unit in Wujiang. The tax charge for the year was reduced by a one-off reversal of a provision amounting to S\$0.4 million which was in excess of requirements.

Working Capital and Cash Flow

Inventories as at 31 December 2009 increased to S\$27.5 million from S\$17.2 million as at 31 December 2008. This was mainly due to the higher level of inventories at the Distribution unit in China as a result of the increased business volumes. Trade and Bills Receivables were S\$39.1 million as at 31 December 2009 as compared to S\$38.1 million as at 31 December 2008. Other Receivables increased to S\$6.3 million as at 31 December 2009 from S\$4.9 million as at 31 December 2008 mainly due to advances paid to related and third party suppliers for the purchase of goods, a higher level of VAT recoverable as well as accrued interest income on the Group's fixed deposits. Available-for-sale investments of S\$34.6 million were reclassified from the non-current asset of the same nature in view of the intention of the company to dispose of these investments within the next several months.

The Group saw a net operational cash outflow of S\$4.7 million for the year ended 31 December 2009. This was in contrast to the net inflow of S\$3.6 million in the previous financial year. This can be attributed mainly to funding the increase in inventories of S\$10.3 million during the latest financial year as compared to a reduction of S\$6.2 million in the previous financial year.

Net Asset Value

With asset markets in Asia continuing to improve up to 31 December 2009, the fair value of the Group's combined available-for-sale investments increased by S\$14.2 million during the year. This increase and the profit earned during the year helped increase the Group's net asset value to 8.72 cents as at the end of the year compared to 7.88 cents as at 31 December 2008.

Performance Summary

Distribution (previously known as Supply Chain Management)

The consumer electronics Distribution business continued its recovery with turnover rising to S\$435.3 million for the latest year, a growth of 14.7% over the S\$379.6 million achieved in the previous financial year. This division accounted for 99.2% of the Group's revenue. Segment profit of S\$6.9 million was also a significant turnaround from the loss of S\$8.5 million incurred in the previous financial year and is the key reason for the Group's return to profitability in the year. The segment result includes S\$1.7 million in damages, interest income and costs recovery received in connection with the settlement of legal cases in Hong Kong in the year.

Discontinued operation (EMS)

As previously announced, the Group completed all its contractual obligations and received the remaining proceeds from the sale of the production equipment in this unit during the last quarter of the year.

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 operational performance in the quarter met management's expectations.

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.

With the global economy seeing some signs of recovery, and barring unforeseen circumstances, the Group expects an improved operating environment in the year ahead.

With the Group monetizing certain listed investments to meet the cash requirements for the upcoming capital reduction, dividend income from these investments disposed would be foregone in FY2010. Further, with the cash distribution pursuant to the capital reduction, the Group's interest income will decline significantly in FY2010.

The Group continues to look for opportunities for investing in property ventures in the Pan-Asia region in order to enhance shareholder value.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the 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/recommended, a statement to that effect

Subsequent to 31 December 2009, the directors do not recommend any payment of dividend.

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

Primary reporting - business segments

The Group which operates in two geographical segments being People's Republic of China (including Hong Kong) and others (Singapore and Japan) has 4 main core divisional activities as follows:

- Distribution (previously known as Supply chain management, marketing & brand building)
- Electronic manufacturing services (discontinued during the current period)
- Property holding
- Others (those activities which do not fall into the above categories)

S\$'000**Year ended 31 December 2009**

	Distribution	Electronic Manufacturing Services	Property Holding	Others	Consolidated total
Revenue					
External sales from continuing operations	435,336	-	2,412	1,058	438,806
Result					
Segment result from continuing operations	6,928	-	720	(1,829)	5,819
Unallocated corporate expenses					(1,988)
Valuation gains on investment properties			2,723		2,723
Finance income					1,734
Finance costs					(46)
Foreign exchange gain					1,247
Profit before income tax and share of results of associates					9,489
Share of results of associates					1,253
Profit before income tax					10,742
Income tax expense					(952)
Profit after tax from continuing operations					9,790
Profit from discontinued operations		1,961			1,961
Net profit for the year					11,751

Other information					
Capital expenditure:					
Property, plant and equipment	443	-	-	140	583
Depreciation expense of continuing operations	401	-	94	19	514

Assets					
Segment assets	109,980	-	26,190	119,533	255,703
Assets of discontinued operations		30			30
Total assets					255,733
Liabilities					
Segment liabilities	19,272	-	2,608	755	22,635
Liabilities of discontinued operations		329			329
Income tax payable					1,232
Deferred tax liability					304
Total liabilities					24,500

THAKRAL CORPORATION LTD AND SUBSIDIARIES

S\$'000

Year ended 31 December 2008

	Distribution	Electronic Manufacturing Services	Property Holding	Others	Consolidated total
Revenue					
External sales from continuing operations	379,623	-	1,064	2,110	382,797
Result					
Segment result from continuing operations	(8,484)	-	(408)	(623)	(9,515)
Unallocated corporate expenses					(1,286)
Valuation losses on investment properties and available-for-sale investments			(500)	(998)	(1,498)
Gain on disposal of properties					222
Gain on disposal of investment in an associate					53
Finance income					1,735
Finance costs					(195)
Foreign exchange loss					(1,423)
Loss before income tax and share of results of associates					(11,907)
Share of results of associates					(170)
Loss before income tax					(12,077)
Income tax expense					(152)
Loss after tax from continuing operations					(12,229)
Profit (loss) from discontinued operations	1,493	(10,143)			(8,650)
Net loss for the year					(20,879)

Other information					
Capital expenditure:					
Property, plant and equipment	302	7	-	2	311
Depreciation expense of continuing operations	658	-	151	20	829

Assets					
Segment assets	94,460	-	28,396	103,744	226,600
Assets of discontinued operations	5	795			800
Investment in associates					1,168
Total assets					228,568
Liabilities					
Segment liabilities	12,690	-	2,352	818	15,860
Liabilities of discontinued operations	42	1,979			2,021
Income tax payable					720
Unallocated liabilities					219
Total liabilities					18,820

Secondary reporting – geographical segments

S\$'000

Continuing and discontinued operations	Revenue		Capital Expenditure		Total Assets	
	31 Dec		31 Dec		31 Dec	
	2009	2008	2009	2008	2009	2008
People's Republic of China (including Hong Kong)	421,546	366,813	402	255	133,747	117,800
Others	17,401	22,328	181	56	121,986	110,768
	438,947	389,141	583	311	255,733	228,568

The basis of the information stated under the geographical segment above is the aggregate of the relevant figures from companies incorporated in those countries.

Revenue for the year ended 31 December 2009 of S\$141,000 (year ended 31 December 2008 : S\$6,344,000) from discontinued operations is all from the People's Republic of China.

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

See item 8 on review of performance

15. A breakdown of revenue**From continuing and discontinued operations**

- a) Revenue reported for first half year
 b) Operating profit (loss) after tax before deducting minority interests reported for first half year
 c) Revenue reported for second half year
 d) Operating profit (loss) after tax before deducting minority interests reported for second half year

S\$'000		%
Year ended 31 Dec 2009	Year ended 31 Dec 2008	Increase / (Decrease)
212,357	180,399	18
4,166	(6,631)	NM
226,590	208,742	9
7,585	(14,248)	NM

From continuing operations

- a) Revenue reported for first half year
 b) Operating profit (loss) after tax before deducting minority interests reported for first half year
 c) Revenue reported for second half year
 d) Operating profit (loss) after tax before deducting minority interests reported for second half year

S\$'000		%
Year ended 31 Dec 2009	Year ended 31 Dec 2008	Increase / (Decrease)
212,216	175,508	21
4,109	(134)	NM
226,590	207,289	9
5,681	(12,095)	NM

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

Not applicable

17. The aggregate value of interested person transactions entered into during the financial period under review

Name of interested person	Aggregate value of all interested person transactions during the year ended 31 December 2009 under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual (excluding transactions less than S\$100,000) *
	S\$'000	S\$'000
Thakral Brothers Pte Ltd and subsidiaries		
Purchases, net of returns	2,445	N/A
Sales, net of returns	404	N/A
Jaginder Singh Pasricha (Director)		
Consultancy fee and benefits paid	199	N/A
Sajuna Ltd		
Operating lease charges paid / payable	373	NA

* No general mandate was in effect during the year.

BY ORDER OF THE BOARD

Tan Ping Ping
 Chan Lai Yin
 Company Secretaries
 19 February 2010