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Nine Months and Third Quarter * Financial Statement And Dividend 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 * | Sanjib Sengupta |
| Designation * | Chief Financial Officer |
| Date & Time of Broadcast | 07-Nov-2008 17:11:47 |
| Announcement No. | 00048 |

>> Announcement Details

The details of the announcement start here ...

| | |
|----------------------------------|------------|
| For the Financial Period Ended * | 30-09-2008 |
|----------------------------------|------------|

Attachments

 [ThakralCorp_Results_Q3FY08_7Nov08.pdf](#)
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Nine Months and Third 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 nine months and third quarter ended 30 September 2008 together with comparative statements for the corresponding period of the immediately preceding financial year

These figures have not been audited.

Profit and loss statements

| | Note | Group | | | Group | | |
|---|------|-------------------|--------------|-------------------------|--------------------|----------------|-------------------------|
| | | S\$000 | | % Increase / (Decrease) | S\$000 | | % Increase / (Decrease) |
| | | Nine months ended | | | Three months ended | | |
| | | 30 Sep 2008 | 30 Sep 2007 | 30 Sep 2008 | 30 Sep 2007 | | |
| CONTINUING OPERATIONS | | | | | | | |
| Revenue | 1 | 297,742 | 214,983 | 38 | 117,508 | 78,362 | 50 |
| Cost of sales | | (287,063) | (201,056) | 43 | (114,285) | (74,496) | 53 |
| Gross profit | 1 | 10,679 | 13,927 | (23) | 3,223 | 3,866 | (17) |
| Other operating income | 2 | 764 | 1,317 | (42) | 92 | 108 | (15) |
| Distribution costs | 3 | (2,930) | (2,889) | 1 | (953) | (456) | 109 |
| Administration expenses | 4 | (13,555) | (11,045) | 23 | (4,639) | (4,077) | 14 |
| Other operating expenses | 5 | (1,609) | (1,941) | (17) | (355) | (647) | (45) |
| Loss from operations | | (6,651) | (631) | NM | (2,632) | (1,206) | 118 |
| Impairment charges and provisions for planned closure | 6 | (6,132) | - | NM | - | - | - |
| Finance income | 7 | 1,303 | 2,434 | (46) | 374 | 772 | (52) |
| Finance costs | 7 | (151) | (217) | (30) | (50) | (21) | 138 |
| Foreign exchange gain (loss) | 8 | 691 | 1,063 | (35) | (730) | (825) | 12 |
| (Loss) profit before income tax, share of results of associates | | (10,940) | 2,649 | NM | (3,038) | (1,280) | 137 |
| (Loss) profit from associates | | (153) | 164 | NM | - | 48 | NM |
| (Loss) profit before income tax | | (11,093) | 2,813 | NM | (3,038) | (1,232) | 147 |
| Income tax expense | 9 | (94) | (1,442) | (93) | (25) | (371) | (93) |
| (Loss) profit from continuing operations | | (11,187) | 1,371 | NM | (3,063) | (1,603) | 91 |
| DISCONTINUED OPERATIONS | | | | | | | |
| Profit (loss) from discontinued operations | 10 | 1,493 | (690) | NM | - | (161) | NM |
| (Loss) profit for the period / quarter | | (9,694) | 681 | NM | (3,063) | (1,764) | 74 |
| <u>Attributable to</u> | | | | | | | |
| Shareholders of the Company | | (9,263) | 134 | NM | (2,990) | (1,707) | 75 |
| Minority interests | | (431) | 547 | NM | (73) | (57) | 28 |
| | | (9,694) | 681 | NM | (3,063) | (1,764) | 74 |

NM – Not meaningful

Notes to the Income statement
Note 1:

Turnover improved in view of the higher level of sales activity for consumer electronics, particularly in China, in the quarter despite declines seen in the Group's other businesses. Gross profit margin for the nine months, however, declined to about 3.6% from about 6.5% in the previous corresponding period due to a larger proportion of the gross profit arising from the low-margin consumer electronics business combined with the decline in contribution from the Group's higher margin property business and the gross loss at the manufacturing business.

Note 2:

Other operating income of continuing operations comprises:

| | S\$'000 | | % Increase / (Decrease) | S\$'000 | | % Increase / (Decrease) |
|--|-------------------|-------------|-------------------------------|--------------------|-------------|-------------------------------|
| | Nine months ended | | | Three months ended | | |
| | 30 Sep 2008 | 30 Sep 2007 | | 30 Sep 2008 | 30 Sep 2007 | |
| Gain on disposal of properties (PPE) | - | 63 | (100) | - | - | - |
| Gain on disposal of investment properties | 207 | - | NM | - | - | - |
| Gain on disposal of available-for-sale investments | - | 850 | (100) | - | - | - |
| Gain on disposal of investment in an associate | 53 | - | NM | - | - | - |
| Miscellaneous | 504 | 404 | 25 | 92 | 108 | (15) |
| Total | 764 | 1,317 | (42) | 92 | 108 | (15) |

Note 3:

Distribution costs of continuing operations comprises:

| | S\$'000 | | % Increase / (Decrease) | S\$'000 | | % Increase / (Decrease) |
|-------------------------|-------------------|-------------|-------------------------------|--------------------|-------------|-------------------------------|
| | Nine months ended | | | Three months ended | | |
| | 30 Sep 2008 | 30 Sep 2007 | | 30 Sep 2008 | 30 Sep 2007 | |
| Staff costs | (1,320) | (712) | 85 | (391) | 113 | NM |
| Advertising & promotion | (170) | (366) | (54) | (45) | (104) | (57) |
| Transportation | (489) | (475) | 3 | (175) | (137) | 28 |
| Travelling expenses | (272) | (463) | (41) | (92) | (135) | (32) |
| Others | (679) | (873) | (22) | (250) | (193) | 30 |
| Total | (2,930) | (2,889) | 1 | (953) | (456) | 109 |

- (i) Staff costs in the current period were higher due to the recruitment of additional sales and marketing personnel. For the previous corresponding period, staff costs would have been S\$1.26 million, if not for the reversal of accruals of S\$546,000.
- (ii) Advertising charges declined due to lower advertising activity.
- (iii) Transportation and travelling expenses declined mainly due to cost reductions and reduced travelling by sales personnel.

Note 4:

Administration expenses of continuing operations comprises:

| | S\$'000 | | % Increase / (Decrease) | S\$'000 | | % Increase / (Decrease) |
|---|-------------------|-------------|-------------------------------|--------------------|-------------|-------------------------------|
| | Nine months ended | | | Three months ended | | |
| | 30 Sep 2008 | 30 Sep 2007 | | 30 Sep 2008 | 30 Sep 2007 | |
| Staff costs (including executive directors) | (6,457) | (7,093) | (9) | (2,079) | (2,268) | (8) |
| Directors' fees | (459) | (485) | (5) | (142) | (168) | (15) |
| Professional fees | (945) | (1,513) | (38) | (321) | (601) | (47) |
| Rent & rates | (1,401) | (1,347) | 4 | (470) | (475) | (1) |
| Travelling expenses | (319) | (274) | 16 | (104) | (111) | (6) |
| Net (allowance) reversal for doubtful debts | (344) | 2,483 | NM | (174) | 347 | NM |
| Impairment in value of plant & equipment | (212) | (7) | NM | (212) | - | NM |
| Others | (3,418) | (2,809) | 22 | (1,137) | (801) | 42 |
| Total | (13,555) | (11,045) | 23 | (4,639) | (4,077) | 14 |

THAKRAL CORPORATION LTD AND SUBSIDIARIES

- (i) Staff costs for the current quarter declined due to the lower headcount.
- (ii) Professional fees are lower in view of the absence of legal fees incurred in relation to cases that have been decided or under appeal.
- (iii) Travelling expenses rose due to additional travelling required of management and executive directors.
- (iv) The impairment charge relates to the existing fixtures and fittings at the Shanghai office in connection with the planned move to smaller premises for cost reduction purposes.
- (v) The net reversal of allowance for doubtful debts in the previous corresponding period relates primarily to recoveries from a related party.

Note 5:

Other operating expenses comprised depreciation charges for the periods.

Note 6:

As announced on 8 August 2008, the Board had decided to cease operations of the Electronic Manufacturing Services ("EMS") division due to its continued under-performance. Charges of S\$6.1 million were made in the previous quarter for this cessation.

Note 7:

Finance income declined substantially from the previous corresponding period mainly due to the lower interest rates received on the Group's fixed deposits.

Finance costs were lower compared to the previous corresponding period as a result of the redemption of all outstanding convertible bonds in the previous financial year.

Note 8:

Foreign exchange gain mainly arose 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 property development unit in Wujiang.

Note 10:

Discontinued operations

| | S\$000 | | % Increase / (Decrease) | S\$000 | | % Increase / (Decrease) |
|---|-------------------|-------------|-------------------------------|--------------------|-------------|-------------------------------|
| | Nine months ended | | | Three months ended | | |
| | 30 Sep 2008 | 30 Sep 2007 | | 30 Sep 2008 | 30 Sep 2007 | |
| <u>Home Entertainment business</u> | | | | | | |
| Revenue | 165 | 529 | (69) | - | 50 | (100) |
| Cost of sales | (104) | (205) | (49) | - | (1) | (100) |
| Gross profit | 61 | 324 | (81) | - | 49 | (100) |
| Distribution costs | - | (471) | (100) | - | (138) | (100) |
| Administration expenses | (47) | (231) | (80) | - | (77) | 100 |
| Reversal of impairment charges and provisions | 1,467 | (326) | NM | - | - | NM |
| Foreign exchange gain | 12 | 14 | (14) | - | 5 | (100) |
| Profit (loss) before tax | 1,493 | (690) | NM | - | (161) | NM |
| Income tax expenses | - | - | - | - | - | - |
| Profit (loss) after tax | 1,493 | (690) | NM | - | (161) | NM |

NM – Not meaningful

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

Balance Sheets

| | Note | Group (S\$ '000) as at | | Company (S\$ '000) as at | |
|--|------|-------------------------------|----------------|---------------------------------|----------------|
| | | 30 Sep 2008 | 31 Dec 2007 | 30 Sep 2008 | 31 Dec 2007 |
| | | | | | |
| ASSETS | | | | | |
| Current assets | | | | | |
| Inventories | 1 | 21,914 | 25,219 | - | - |
| Trade receivables | 2 | 53,219 | 42,981 | - | - |
| Other receivables and prepayments | 3 | 10,321 | 7,476 | 216 | 175 |
| Cash and cash equivalents | | 106,383 | 112,134 | 72,106 | 71,630 |
| Total current assets | | 191,837 | 187,810 | 72,322 | 71,805 |
| Non-current assets | | | | | |
| Property, plant and equipment | 4 | 9,789 | 14,666 | 13 | 19 |
| Investment properties | | 11,278 | 12,181 | - | - |
| Investment in subsidiaries | | - | - | 123,305 | 111,437 |
| Investment in associates | | 1,185 | 1,558 | 1,185 | 1,520 |
| Available-for-sale investments | 5 | 43,178 | 77,323 | 22,904 | 50,156 |
| Deferred tax asset | | - | 3 | - | - |
| Total non-current assets | | 65,430 | 105,731 | 147,407 | 163,132 |
| Total assets | | 257,267 | 293,541 | 219,729 | 234,937 |
| LIABILITIES AND EQUITY | | | | | |
| Current liabilities | | | | | |
| Trade payables | | 7,317 | 5,490 | - | - |
| Bank overdrafts and term loans | | 3,578 | 1,080 | - | - |
| Other payables | 6 | 14,253 | 12,221 | 341 | 515 |
| Provisions | | 1,588 | 1,177 | - | - |
| Income tax payable | | 617 | 717 | 408 | 408 |
| Total current liabilities | | 27,353 | 20,685 | 749 | 923 |
| Non-current liabilities | | | | | |
| Long-term loans | | - | 309 | - | - |
| Deferred tax liability | | 278 | 317 | - | - |
| Total non-current liabilities | | 278 | 626 | - | - |
| Total liabilities | | 27,631 | 21,311 | 749 | 923 |
| Capital and reserves | | | | | |
| Issued capital | | 203,134 | 203,134 | 203,134 | 203,134 |
| Reserves | 7 | 22,606 | 64,674 | 15,846 | 30,880 |
| Equity attributable to equity shareholders of the Company | | 225,740 | 267,808 | 218,980 | 234,014 |
| Minority interests | | 3,896 | 4,422 | - | - |
| Total equity | | 229,636 | 272,230 | 218,980 | 234,014 |
| Total liabilities and equity | | 257,267 | 293,541 | 219,729 | 234,937 |

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 30 September 2008 | | As at 31 December 2007 | |
|-------------------------|---------------|------------------------|-------------|
| Secured | Unsecured | Secured | Unsecured |
| S\$ 861,000 | S\$ 2,717,000 | S\$ 861,000 | S\$ 219,000 |

Amount repayable after one year

| As at 30 September 2008 | | As at 31 December 2007 | |
|-------------------------|-----------|------------------------|-------------|
| Secured | Unsecured | Secured | Unsecured |
| NIL | NIL | NIL | S\$ 309,000 |

Details of any collateral

N.A.

Group's contingent liabilities

| | As at 30 September 2008 | As at 31 December 2007 |
|------------------------|-------------------------|------------------------|
| Potential property tax | S\$ 642,000 | S\$ 605,000 |

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

| | (S\$ '000) | | (S\$ '000) | |
|---|-------------------|-----------------|--------------------|----------------|
| | Nine months ended | | Three months ended | |
| | 30 Sep 2008 | 30 Sep 2007 | 30 Sep 2008 | 30 Sep 2007 |
| Cash flows from operating activities | | | | |
| (Loss) profit before income tax | (9,600) | 2,123 | (3,038) | (1,393) |
| Adjustments for: | | | | |
| Share of loss (profit) from associates | 153 | (164) | - | (48) |
| Depreciation expense | 1,609 | 1,941 | 355 | 647 |
| Dividend income from quoted equity shares | (1,717) | (1,594) | (134) | - |
| Finance lease charges | - | 22 | - | 1 |
| Interest expense | 151 | 195 | 50 | 20 |
| Interest income | (1,303) | (2,434) | (374) | (772) |
| Gain on disposal of investment in an associate | (53) | - | - | - |
| Gain on disposal of available-for-sale investments | - | (850) | - | - |
| Loss (gain) on disposal of property, plant and equipment | 12 | (67) | 27 | - |
| Gain on disposal of investment properties | (207) | - | - | - |
| Share based payment expense | 8 | 73 | - | 21 |
| Impairment charges and provisions for planned closure | 6,132 | - | - | - |
| Impairment in value of plant and machinery | 212 | 7 | 212 | - |
| Allowance (reversal) for inventories | 820 | (1,874) | 717 | (1,975) |
| (Reversal) allowance for doubtful trade receivables | (89) | (2,864) | 144 | (281) |
| (Reversal) allowance for doubtful other receivables | (121) | 38 | 1 | - |
| Operating cash flows before movements in working capital | (3,993) | (5,448) | (2,040) | (3,780) |
| Trade receivables | (11,011) | (6,506) | (15,727) | (5,696) |
| Other receivables and prepayments | (3,407) | 171 | (1,646) | 1,948 |
| Inventories | 2,288 | 5,893 | 3,128 | 2,686 |
| Trade payables | 1,827 | (276) | 1,591 | (37) |
| Other payables | 1,008 | (3,785) | 2,276 | (1,913) |
| Cash used in operations | (13,288) | (9,951) | (12,418) | (6,792) |
| Dividends received | 2,125 | 2,042 | 1,051 | 1,091 |
| Income tax paid | (201) | (1,933) | (66) | (1,098) |
| Finance lease charges paid | - | (22) | - | (1) |
| Interest paid | (148) | (114) | (52) | (11) |
| Interest received | 1,415 | 2,394 | 362 | 726 |
| Net cash used in operating activities | (10,097) | (7,584) | (11,123) | (6,085) |
| Cash flows from investing activities | | | | |
| Additions to property, plant and equipment | (213) | (290) | (29) | (65) |
| Net investment in balances from associates | 191 | (18) | 183 | (16) |
| Proceeds from disposal of property, plant and equipment | 69 | 149 | 2 | - |
| Proceeds from disposal of available-for-sale investments | - | 1,104 | - | - |
| Proceeds from disposal of investment in an associate | 80 | - | - | - |
| Proceeds from disposal of investment properties | 1,103 | - | - | - |
| Cash to minority shareholders | (324) | (1,498) | - | (639) |
| Net cash from (used in) investing activities | 906 | (553) | 156 | (720) |
| Cash flows from financing activities | | | | |
| Net proceeds from issue of shares on exercise of employees' share options | - | 275 | - | 87 |
| Repayment of finance lease obligations | - | (289) | - | (75) |
| Repayment of bank term loans | (539) | (155) | (433) | (55) |
| Net cash used in financing activities | (539) | (169) | (433) | (43) |
| Net effect of exchange rate changes in consolidating subsidiaries | 1,275 | (2,131) | 5,680 | (929) |
| Net decrease in cash and cash equivalents | (8,455) | (10,437) | (5,720) | (7,777) |
| Cash and cash equivalents at beginning of the period | 111,260 | 123,981 | 108,525 | 121,321 |
| Cash and cash equivalents at end of the period | 102,805 | 113,544 | 102,805 | 113,544 |
| Cash and cash equivalents were represented by:- | | | | |
| Fixed deposits, cash at bank and hand | 106,383 | 114,176 | 106,383 | 114,176 |
| Bank overdraft | (3,578) | (632) | (3,578) | (632) |
| | 102,805 | 113,544 | 102,805 | 113,544 |

Notes to the Balance Sheet and Consolidated Cash Flow Statement

Note 1:

Inventories reduced to S\$21.9 million as at 30 September 2008 from S\$25.2 million as at 31 December 2007 due to the higher sales of consumer electronics in the latest quarter, especially in the lead-up to the PRC National Day holidays in early October. There has been no significant movement in the inventory of properties at the property unit in Wujiang.

Note 2:

Trade receivables increased to S\$53.2 million as at 30 September 2008 from S\$43.0 million as at 31 December 2007 due to the higher sales of consumer electronics, principally in China. A major part of the receivables at this subsidiary are generated by back-to-back sales against pre-orders from customers.

Note 3:

Other receivables increased by 38% to S\$10.3 million as at 30 September 2008 from S\$7.5 million as at 31 December 2007 primarily due to an increase in advances to suppliers for the purchase of goods.

Note 4:

Property, plant and equipment declined to S\$9.8 million as at 30 September 2008 from S\$14.7 million as at 31 December 2007 primarily due to the impairment charge of S\$3.4 million made against the plant and machinery of the EMS business in the previous quarter.

Note 5:

Available-for-sale investments decreased due to the significant decline in fair values of the investments arising from the continuing instability in global equity markets.

Note 6:

Other payables increased primarily due to VAT accruals on the higher level of sales.

Note 7:

Reserves (particulars of which are in Note 1(d)(i) below) reduced substantially in the current half year primarily due to the significant decline in the fair values of the Group's available-for-sale investments as a result of the continuing volatility in global equity markets as well as the impairment charges and provisions for the EMS business.

THAKRAL CORPORATION LTD AND SUBSIDIARIES

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

Nine months ended 30 September 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 | | | Total |
| Group | | | | | | | | | |
| Balance at 1 Jan 2008 | 203,134 | 112 | 66,461 | 751 | (13,080) | 10,430 | 267,808 | 4,422 | 272,230 |
| Net fair value changes in available-for-sale investments | - | - | (25,297) | - | - | - | (25,297) | - | (25,297) |
| Translation (loss) gain arising on consolidation | - | (8) | - | - | (3,177) | - | (3,185) | 22 | (3,163) |
| Net (loss) profit recognised directly in equity | - | (8) | (25,297) | - | (3,177) | - | (28,482) | 22 | (28,460) |
| Net loss for the quarter | - | - | - | - | - | (535) | (535) | (16) | (551) |
| Total recognised (loss) profit | - | (8) | (25,297) | - | (3,177) | (535) | (29,017) | 6 | (29,011) |
| Recognition of share-based payments | - | - | - | 8 | - | - | 8 | - | 8 |
| Dividend paid to minority interests | - | - | - | - | - | - | - | (324) | (324) |
| Balance at 31 Mar 2008 | 203,134 | 104 | 41,164 | 759 | (16,257) | 9,895 | 238,799 | 4,104 | 242,903 |
| Net fair value changes in available-for-sale investments | - | - | (10,030) | - | - | - | (10,030) | - | (10,030) |
| Translation (loss) gain arising on consolidation | - | (2) | - | - | (2,746) | - | (2,748) | 3 | (2,745) |
| Net (loss) gain recognised directly in equity | - | (2) | (10,030) | - | (2,746) | - | (12,778) | 3 | (12,775) |
| Net loss for the quarter | - | - | - | - | - | (5,738) | (5,738) | (342) | (6,080) |
| Total recognised loss | - | (2) | (10,030) | - | (2,746) | (5,738) | (18,516) | (339) | (18,855) |
| Balance as at 30 Jun 2008 | 203,134 | 102 | 31,134 | 759 | (19,003) | 4,157 | 220,283 | 3,765 | 224,048 |
| Net fair value changes in available-for-sale investments | - | - | 1,201 | - | - | - | 1,201 | - | 1,201 |
| Translation gain arising on consolidation | - | 6 | - | - | 7,240 | - | 7,246 | 204 | 7,450 |
| Net loss recognised directly in equity | - | 6 | 1,201 | - | 7,240 | - | 8,447 | 204 | 8,651 |
| Net loss for the quarter | - | - | - | - | - | (2,990) | (2,990) | (73) | (3,063) |
| Total recognised profit (loss) | - | 6 | 1,201 | - | 7,240 | (2,990) | 5,457 | 131 | 5,588 |
| Balance as at 30 Sep 2008 | 203,134 | 108 | 32,335 | 759 | (11,763) | 1,167 | 225,740 | 3,896 | 229,636 |

THAKRAL CORPORATION LTD AND SUBSIDIARIES

Statement of changes in equity

Nine months ended 30 September 2007

S\$'000

| | Total shareholders' equity | | | | | | | | Minority interests | Total equity |
|--|----------------------------|---------------------------|-------------------------------|-----------------|---------------------------|---------------------|-------------------|----------|--------------------|--------------|
| | Issued capital | Asset revaluation reserve | Fair value adjustment reserve | Options reserve | Convertible bonds reserve | Translation reserve | Retained earnings | Total | | |
| Group | | | | | | | | | | |
| Balance at 31 Dec 2006 | 190,402 | - | 58,348 | 686 | 766 | (6,106) | 2,818 | 246,914 | 5,449 | 252,363 |
| Effect of adoption of FRS 40 | - | 112 | - | - | - | (275) | 2,161 | 1,998 | - | 1,998 |
| Balance at 1 Jan 2007 | 190,402 | 112 | 58,348 | 686 | 766 | (6,381) | 4,979 | 248,912 | 5,449 | 254,361 |
| Net fair value changes in available-for-sale investments | - | - | (10,682) | - | - | - | - | (10,682) | - | (10,682) |
| Translation loss arising on consolidation | - | - | - | - | - | (1,772) | - | (1,772) | (16) | (1,788) |
| Net loss recognised directly in equity | - | - | (10,682) | - | - | (1,772) | - | (12,454) | (16) | (12,470) |
| Realisation of revaluation reserve on disposal of available-for-sale investments | - | - | (836) | - | - | - | - | (836) | - | (836) |
| Net profit for the quarter | - | - | - | - | - | - | 217 | 217 | 127 | 344 |
| Total recognised (loss) profit | - | - | (11,518) | - | - | (1,772) | 217 | (13,073) | 111 | (12,962) |
| Recognition of share-based payments | - | - | - | 28 | - | - | - | 28 | - | 28 |
| Ordinary shares issued upon conversion of bonds | 43 | - | - | - | (3) | - | - | 40 | - | 40 |
| Issue of shares on exercise of employees' share options | 3 | - | - | - | - | - | - | 3 | - | 3 |
| Dividend paid to minority interests | - | - | - | - | - | - | - | - | (845) | (845) |
| Balance at 31 Mar 2007 | 190,448 | 112 | 46,830 | 714 | 763 | (8,153) | 5,196 | 235,910 | 4,715 | 240,625 |
| Net fair value changes in available-for-sale investments | - | - | 18,336 | - | - | - | - | 18,336 | - | 18,336 |
| Translation gain arising on consolidation | - | - | - | - | - | 537 | - | 537 | 130 | 667 |
| Net gain recognised directly in equity | - | - | 18,336 | - | - | 537 | - | 18,873 | 130 | 19,003 |
| Net profit for the quarter | - | - | - | - | - | - | 1,624 | 1,624 | 477 | 2,101 |
| Total recognised profit | - | - | 18,336 | - | - | 537 | 1,624 | 20,497 | 607 | 21,104 |
| Ordinary shares issued upon conversion of bonds | 5,960 | - | - | - | (357) | - | - | 5,603 | - | 5,603 |
| Issue of shares on exercise of employees' share options | 207 | - | - | (22) | - | - | - | 185 | - | 185 |
| Recognition of share-based payments | - | - | - | 24 | - | - | - | 24 | - | 24 |
| Balance as at 30 Jun 2007 | 196,615 | 112 | 65,166 | 716 | 406 | (7,616) | 6,820 | 262,219 | 5,322 | 267,541 |
| Net fair value changes in available-for-sale investments | - | - | (5,180) | - | - | - | - | (5,180) | - | (5,180) |
| Translation loss arising on consolidation | - | - | - | - | - | (1,656) | - | (1,656) | (99) | (1,755) |
| Net loss recognised directly in equity | - | - | (5,180) | - | - | (1,656) | - | (6,836) | (99) | (6,935) |
| Net loss for the quarter | - | - | - | - | - | - | (1,707) | (1,707) | (57) | (1,764) |
| Total recognised loss | - | - | (5,180) | - | - | (1,656) | (1,707) | (8,543) | (156) | (8,699) |
| Ordinary shares issued upon conversion of bonds | 5,912 | - | - | - | (350) | - | - | 5,562 | - | 5,562 |
| Issue of shares on exercise of employees' share options | 92 | - | - | (5) | - | - | - | 87 | - | 87 |
| Recognition of share-based payments | - | - | - | 21 | - | - | - | 21 | - | 21 |
| Dividends paid to minority interests | - | - | - | - | - | - | - | - | (653) | (653) |
| Balance as at 30 Sep 2007 | 202,619 | 112 | 59,986 | 732 | 56 | (9,272) | 5,113 | 259,346 | 4,513 | 263,859 |

THAKRAL CORPORATION LTD AND SUBSIDIARIES

Nine months ended 30 September 2008

SS'000

Company

Balance as at 1 Jan 2008

Net fair value changes in available-for-sale investments

Net loss recognised directly in equity

Net loss for the quarter

Total recognised loss

Recognition of share-based payments

Balance as at 31 Mar 2008

Net fair value changes in available-for-sale investments

Net loss recognised directly in equity

Net profit for the quarter

Total recognised (loss) profit

Balance as at 30 Jun 2008

Net fair value changes in available-for-sale investments

Net gain recognised directly in equity

Net profit for the quarter

Total recognised profit

Balance as at 30 Sep 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 |
| Net fair value changes in available-for-sale investments | - | (21,789) | - | - | (21,789) |
| Net loss recognised directly in equity | - | (21,789) | - | - | (21,789) |
| Net loss for the quarter | - | - | - | (7,132) | (7,132) |
| Total recognised loss | - | (21,789) | - | (7,132) | (28,921) |
| Recognition of share-based payments | - | - | 8 | - | 8 |
| Balance as at 31 Mar 2008 | 203,134 | 26,384 | 759 | (25,176) | 205,101 |
| Net fair value changes in available-for-sale investments | - | (9,580) | - | - | (9,580) |
| Net loss recognised directly in equity | - | (9,580) | - | - | (9,580) |
| Net profit for the quarter | - | - | - | 1,314 | 1,314 |
| Total recognised (loss) profit | - | (9,580) | - | 1,314 | (8,266) |
| Balance as at 30 Jun 2008 | 203,134 | 16,804 | 759 | (23,862) | 196,835 |
| Net fair value changes in available-for-sale investments | - | 4,117 | - | - | 4,117 |
| Net gain recognised directly in equity | - | 4,117 | - | - | 4,117 |
| Net profit for the quarter | - | - | - | 18,028 | 18,028 |
| Total recognised profit | - | 4,117 | - | 18,028 | 22,145 |
| Balance as at 30 Sep 2008 | 203,134 | 20,921 | 759 | (5,834) | 218,980 |

Statement of changes in equity

Nine months ended 30 September 2007

S\$'000

| Company | Issued | Fair value | Options | Convertible | Accumulated | Total |
|--|---------|-----------------------|---------|------------------|-------------|----------|
| | capital | adjustment reserve | reserve | bonds reserve | losses | |
| Balance as at 1 Jan 2007 | 190,402 | 46,158 | 686 | 766 | (30,713) | 207,299 |
| Net fair value changes in available-for-sale investments | - | (10,738) | - | - | - | (10,738) |
| Net loss recognised directly in equity | - | (10,738) | - | - | - | (10,738) |
| Net loss for the quarter | - | - | - | - | (4,226) | (4,226) |
| Total recognised loss | - | (10,738) | - | - | (4,226) | (14,964) |
| Ordinary shares issued upon conversion of bonds | 43 | - | - | (3) | - | 40 |
| Issue of shares on exercise of employees' share options | 3 | - | - | - | - | 3 |
| Recognition of share-based payments | - | - | 28 | - | - | 28 |
| Balance as at 31 Mar 2007 | 190,448 | 35,420 | 714 | 763 | (34,939) | 192,406 |
| Net fair value changes in available-for-sale investments | - | 9,711 | - | - | - | 9,711 |
| Net profit recognised directly in equity | - | 9,711 | - | - | - | 9,711 |
| Net profit for the quarter | - | - | - | - | 3,415 | 3,415 |
| Total recognised profit | - | 9,711 | - | - | 3,415 | 13,126 |
| Ordinary shares issued upon conversion of bonds | 5,960 | - | - | (357) | - | 5,603 |
| Issue of shares on exercise of employees' share options | 207 | - | (22) | - | - | 185 |
| Recognition of share-based payments | - | - | 24 | - | - | 24 |
| Balance as at 30 Jun 2007 | 196,615 | 45,131 | 716 | 406 | (31,524) | 211,344 |
| Net fair value changes in available-for-sale investments | - | (4,879) | - | - | - | (4,879) |
| Net loss recognised directly in equity | - | (4,879) | - | - | - | (4,879) |
| Net loss for the quarter | - | - | - | - | (2,909) | (2,909) |
| Total recognised profit | - | (4,879) | - | - | (2,909) | (7,788) |
| Ordinary shares issued upon conversion of bonds | 5,912 | - | - | (350) | - | 5,562 |
| Issue of shares on exercise of employees' share options | 92 | - | (5) | - | - | 87 |
| Recognition of share-based payments | - | - | 21 | - | - | 21 |
| Balance as at 30 Sep 2007 | 202,619 | 40,252 | 732 | 56 | (34,433) | 209,226 |

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 3,147,500 and 1,050,000 share options lapsed and expired respectively during the period under the Thakral Corporation Employees' Share Option Scheme 2001 (the "2001 Scheme").

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

| | As at 30 Sep 2008 | As at 31 Dec 2007 |
|---------------------|-------------------|-------------------|
| Outstanding options | 33,538,000 | 37,735,500 |

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

The Company did not have any treasury shares as at 30 September 2008 and 31 December 2007.

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 30 September 2008 and 31 December 2007.

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

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 2007.

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

Not applicable.

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 | Nine months ended 30 Sep 2008 | Nine months ended 30 Sep 2007 |
|--|-----------------------------------|-----------------------------------|
| (i) Basic earnings (loss) per share | (0.35) cents | 0.01 cents |
| (ii) Fully diluted earnings (loss) per share | (0.35) cents | 0.01 cents |
| From continuing operations | Nine months ended 30 Sep 2008 | Nine months ended 30 Sep 2007 |
| (i) Basic earnings (loss) per share | (0.41) cents | 0.03 cents |
| (ii) Fully diluted earnings (loss) per share | (0.41) cents | 0.03 cents |
| From continuing and discontinued operations | Three months ended 30 Sep 2008 | Three months ended 30 Sep 2007 |
| (i) Basic loss per share | (0.11) cents | (0.07) cents |
| (ii) Fully diluted loss per share | (0.11) cents | (0.07) cents |
| From continuing operations | Three months ended 30 Sep 2008 | Three months ended 30 Sep 2007 |
| (i) Basic loss per share | (0.11) cents | (0.06) cents |
| (ii) Fully diluted loss per share | (0.11) cents | (0.06) cents |

Basic loss per share is computed on the loss for the period after taxation and deduction of minority interests divided by 2,612,113,668 being the weighted average number of shares in issue during the nine months and quarter ended 30 September 2008. Basic earnings (loss) per share is computed on the profit (loss) for the period after taxation and deduction of minority interests divided by 2,497,878,853 and 2,540,161,966 being the weighted average number of shares in issue during the nine months and quarter ended 30 September 2007 respectively.

Fully diluted loss per share for the nine months and the quarter ended 30 September 2008 is computed on the loss after taxation and deduction of minority interests divided by 2,612,113,668 being the weighted average number of shares in issue during the period.

Fully diluted earnings per share for the period ended 30 September 2007 is computed on the profit after taxation and deduction of minority interests divided by 2,497,878,853 being the weighted average number of shares in issue during the nine months ended 30 September 2007, 4,993,047 shares being the dilutive effect of potentially exercisable options outstanding as at the date, and 11,629,710 shares being the dilutive effect of the convertible bonds outstanding as at the date.

Fully diluted loss per share for the quarter ended 30 September 2007 is computed on the loss after taxation and deduction of minority interests divided by 2,540,161,966 being the weighted average number of shares in issue during the quarter. Employee share options to purchase 22,020,500 ordinary shares at S\$0.06 to S\$0.12 were outstanding as at 30 September 2007 but were not included in the computation of the diluted loss per share because these options were antidilutive. The options expire between 27 May 2008 and 2 April 2016. Convertible bonds, which were redeemed on 30 November on 30 November 2007, convertible into 11,629,710 ordinary shares were outstanding as at 30 September 2007 but were not included in the computation of the diluted loss per share because these bonds were antidilutive.

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 30 Sep 2008 | As at 31 Dec 2007 |
|---------|----------------------|----------------------|
| Group | 8.64 cents | 10.25 cents |
| Company | 8.38 cents | 8.96 cents |

The net asset value of the Company has decreased principally as a result of the decline in the fair value of its available for sale investments offset by the reversal of impairment provisions for its investments in subsidiaries.

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 – nine months ended 30 September 2008

Turnover & Profitability

Group turnover for the 9 months to 30 September 2008 grew by 38% to S\$297.7 million from S\$215.0 million in the corresponding period in 2007. The growth in turnover was achieved by the Supply Chain Management ("SCM") segment for consumer electronics products and offset declines seen in the Group's other business segments. Sales at this segment increased by 53.4% to S\$289.7 million in the current 9 months compared to S\$188.9 million achieved in the previous corresponding period.

With the Company having announced on 8 August 2008 its decision to cease the Electronic Manufacturing Services ("EMS") business, the unit began to wind down its business during the latest quarter. Consequently, turnover at this unit fell by 69.2% to S\$5.5 million from S\$17.9 million in the previous corresponding period.

There has been no change in the operating environment at the property division in Wujiang. Government measures to cool the PRC property market continued to remain in place in the quarter. Accordingly, the division's revenues declined by 87.7% to S\$0.8 million in the latest 9 months as compared to S\$6.5 million achieved in the previous corresponding period.

Group gross profit margin has therefore continued to remain under pressure. The change in revenue mix with the low margin SCM business making up a larger proportion of total Group turnover and the absence of any significant contribution from the higher margin property division led to the gross profit margin declining to 3.6% in the current year to date as compared to 6.5% achieved in the previous corresponding period. The gross loss incurred by the EMS division further reduced the Group gross profit margin.

Group gross profits therefore declined to S\$10.7 million in the latest 9 months as compared to S\$13.9 million in the previous corresponding period, a decline of about 23%.

Other income dropped to S\$0.8 million from S\$1.3 million in the previous corresponding period mainly due to the lower asset sales in the current year.

Foreign exchange gains mainly from the retranslation of monetary assets and liabilities denominated in foreign currencies amounted to S\$0.7 million in the current period as compared to S\$1.1 million in the previous corresponding period, a decline of about 35%.

Group net loss after tax for the 9 months ended 30 September 2008, which includes impairment charges and provisions of S\$6.1 million for the EMS business made in the last quarter, amounted to S\$9.7 million as compared to a profit of S\$0.7 million achieved in the previous corresponding period.

THAKRAL CORPORATION LTD AND SUBSIDIARIES

Expenses

The Group continues to keep operating expenses under control. Distribution expenses, after adjusting for the reversal of accruals for a sales incentive scheme discontinued in the previous corresponding period, reduced by about 15% for the latest 9 month period. Administration expenses for the previous corresponding period included S\$2.5 million of recoveries of trade debts from a related party. Excluding the effect of this recovery and the various provisions in both periods, administration expenses declined by about 4% from the previous corresponding period. The Group is continuously looking at possibilities for cost reduction and to this end, its Shanghai office has moved to a smaller and more economical premises.

Lower interest rates offered by banks on deposits resulted in finance income declining by 46% to S\$1.3 million in the latest 9 months as compared to S\$2.4 million earned in the previous corresponding period.

Finance costs also declined by 30% in the current period mainly as a result of the redemption of all the outstanding convertible bonds in the previous financial year.

Group income tax declined by 93% to S\$0.1 million from S\$1.4 million in the previous corresponding period mainly due to the low level of taxable profits at the property division in Wujiang.

Working Capital and Cash Flow

Inventories reduced to S\$21.9 million as at 30 September 2008 from S\$25.2 million as at 31 December 2007, primarily due to the reduction of inventories in the consumer electronics business. Receivables, however, increased to S\$53.2 million as at 30 September 2008 from S\$43.0 million as at 31 December 2007, mainly as a result of the higher consumer electronics sales at a subsidiary in China in the lead up to the PRC National Day holidays in early October. Other receivables increased by 38% to S\$10.3 million as at 30 September 2008 from S\$7.5 million as at 31 December 2007 primarily due to an increase in advances to suppliers for the purchase of goods.

There was a net operational cash outflow of S\$10.0 million for the period to 30 September 2008 as compared to a net operational cash outflow of S\$7.6 million in the previous corresponding period ended 30 September 2007. The higher outflow was mainly due to the net increase in trade and other receivables as well as inventory during the period under consideration.

Net Asset Value

The continuing meltdown in the global equity and currency markets has seen the value of the Group's equity investments in India and Australia decline by about 44% during the latest 9 months. This, together with the impairment charges and provisions taken for the EMS business in the previous quarter, has resulted in the net asset value of the Group declining to 8.64 cents as at 30 September 2008.

Performance Summary

Supply Chain Management ("SCM")

As noted above, sales at the SCM segment grew by 53.5% to S\$289.7 million in the current 9 months compared to S\$188.9 million achieved in the previous corresponding period. Segmental loss reduced to S\$3.1 million for the 9 months ended 30 September 2008 from S\$4.1 million for the previous corresponding period, after excluding the reversal of provisions of S\$2.5 million upon recoveries from a related party in that period.

The segment is seeing rising turnover from its diversified portfolio of brands, although competition remains intense and margins thin.

Electronic Manufacturing Services ("EMS")

The operations of this segment are in the process of being wound down prior to cessation. Revenues at this unit fell by 69.2% to S\$5.5 million from S\$17.9 million in the previous corresponding period. Segment loss, excluding the impairment charges and provisions for closure, widened to S\$2.4 million in the latest period from S\$1.1 million in the previous corresponding period.

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 credit crunch and a looming recession, the Group is taking a cautious stance in relation to credit and inventory risks. The Group has taken steps to tighten the extension of credit to customers, reduce inventory and thus conserve cash. This, combined with the continuing intense competition and thin margin, will adversely result on the Group's profitability. The Group therefore expects to continue operating under difficult market conditions.

Continuing instability in the global financial markets may lead to fluctuations in the value of the Group's investments in India and Australia and consequently in the Group's net asset value.

The Company made an announcement on 20 May 2008 to reposition the Group's principal business from consumer electronics distribution to real estate and related infrastructure investment in the Pan Asia region. The Group intends to conclude the review shortly and advise the shareholders accordingly.

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 2007, 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:

- a) Supply chain management, marketing & brand building
- b) Electronic manufacturing services
- c) Property holding
- d) Others (those activities which do not fall into the above categories)

S\$'000**Nine months ended 30 September 2008**

| | Supply Chain Management | Electronic Manufacturing Services | Property Holding | Others | Consolidated total |
|---|-------------------------|-----------------------------------|------------------|--------|--------------------|
| Revenue | | | | | |
| External sales from continuing operations | 289,666 | 5,506 | 853 | 1,717 | 297,742 |
| Result | | | | | |
| Segment result from continuing operations | (3,052) | (2,416) | (205) | (92) | (5,765) |
| Unallocated corporate expenses | | | | | (1,146) |
| Gain on disposal of properties | | | | | 207 |
| Gain on disposal of investment in an associate | | | | | 53 |
| Impairment charges and provisions for planned closure | | | | | (6,132) |
| Finance income | | | | | 1,303 |
| Finance costs | | | | | (151) |
| Foreign exchange gain | | | | | 691 |
| Loss before income tax and share of results of associates | | | | | (10,940) |
| Share of results of associates | | | | | (153) |
| Loss before income tax | | | | | (11,093) |
| Income tax expense | | | | | (94) |
| Loss after tax from continuing operations | | | | | (11,187) |
| Profit from discontinued operations | 1,493 | | | | 1,493 |
| Net loss for the period | | | | | (9,694) |

Other information

| | | | | | |
|---|-----|-----|-----|----|-------|
| Capital expenditure: | | | | | |
| Property, plant and equipment | 206 | 7 | - | - | 213 |
| Depreciation expense of continuing operations | 499 | 973 | 122 | 15 | 1,609 |

| | | | | | |
|--|---------|-------|--------|---------|----------------|
| Assets | | | | | |
| Segment assets | 104,189 | 6,034 | 27,800 | 118,047 | 256,070 |
| Assets of discontinued operations | 12 | | | | 12 |
| Investment in associates | | | | | 1,185 |
| Total assets | | | | | 257,267 |
| Liabilities | | | | | |
| Segment liabilities | 19,542 | 4,485 | 2,181 | 470 | 26,678 |
| Liabilities of discontinued operations | 58 | | | | 58 |
| Income tax payable | | | | | 617 |
| Deferred tax liability | | | | | 278 |
| Total liabilities | | | | | 27,631 |

THAKRAL CORPORATION LTD AND SUBSIDIARIES

S\$'000

Nine months ended 30 September 2007

| | Supply Chain Management | Electronic Manufacturing Services | Property Holding | Others | Consolidated total |
|---|-------------------------|-----------------------------------|------------------|--------|--------------------|
| Revenue | | | | | |
| External sales from continuing operations | 188,883 | 17,904 | 6,605 | 1,591 | 214,983 |
| Result | | | | | |
| Segment result from continuing operations | (1,573) | (1,106) | 2,376 | 661 | 358 |
| Unallocated corporate expenses | | | | | (989) |
| Finance income | | | | | 2,434 |
| Finance costs | | | | | (217) |
| Foreign exchange gain | | | | | 1,063 |
| Profit before income tax and share of results of associates | | | | | 2,649 |
| Share of results of associates | | | | | 164 |
| Profit before income tax | | | | | 2,813 |
| Income tax expense | | | | | (1,442) |
| Profit after tax from continuing operations | | | | | 1,371 |
| Loss from discontinued operations | (690) | | | | (690) |
| Net profit for the period | | | | | 681 |

Other information

| | | | | | |
|---|-----|-------|-----|---|-------|
| Capital expenditure: | | | | | |
| Property, plant and equipment | 130 | 159 | - | 1 | 290 |
| Depreciation expense of continuing operations | 528 | 1,271 | 133 | 9 | 1,941 |

Assets

| | | | | | |
|-----------------------------------|---------|--------|--------|---------|----------------|
| Segment assets | 100,111 | 15,354 | 25,547 | 145,219 | 286,231 |
| Assets of discontinued operations | 517 | | | | 517 |
| Deferred tax asset | | | | | 399 |
| Investment in associates | | | | | 1,610 |
| Total assets | | | | | 288,757 |

Liabilities

| | | | | | |
|--|--------|-------|-------|-----|---------------|
| Segment liabilities | 14,571 | 4,671 | 2,664 | 575 | 22,481 |
| Liabilities of discontinued operations | 981 | | | | 981 |
| Income tax payable | | | | | 533 |
| Unallocated liabilities | | | | | 903 |
| Total liabilities | | | | | 24,898 |

Secondary reporting – geographical segments

S\$'000

| Continuing and discontinued operations | Revenue | | Capital Expenditure | | Total Assets | |
|--|----------------|---------|----------------------------|------|---------------------|---------|
| | 30 Sep | | 30 Sep | | 30 Sep | |
| | 2008 | 2007 | 2008 | 2007 | 2008 | 2007 |
| People's Republic of China (including Hong Kong) | 219,947 | 209,887 | 169 | 213 | 145,665 | 162,443 |
| Others | 77,960 | 5,625 | 44 | 77 | 111,602 | 126,314 |
| | 297,907 | 215,512 | 213 | 290 | 257,267 | 288,757 |

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

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

THAKRAL CORPORATION LTD AND SUBSIDIARIES

15. A breakdown of revenue

Not applicable

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 9 months ended 30 September 2008 under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the Listing Manual upto 26 April 2007) | Aggregate value of all interested person transactions conducted under shareholders' mandate (upto 26 April 2007) pursuant to Rule 920 of the Listing Manual (excluding transactions less than S\$100,000) |
|--|---|---|
| | S\$'000 | S\$'000 |
| Millennium Gloucester Hotel Sales, net of returns | 1,078 | NIL |
| Thakral Brothers Pte Ltd Purchases, net of returns | 891 | NIL |
| Sales, net of returns | 105 | |
| Thakral Realty (S) Pte Ltd Operating lease charges paid / payable | 168 | NIL |

BY ORDER OF THE BOARD

Lim Chee Ying
Tan Ping Ping
Company Secretaries
7 November 2008

Statement Pursuant to SGX Listing Rule 705(4) of the Listing Manual

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results for the 9 months ended 30 September 2008 to be false or misleading.

ON BEHALF OF THE BOARD

Kartar Singh Thakral
Chairman

Jasvinder Singh Thakral
Director
7 November 2008