

TELEDATA (SINGAPORE) LIMITED=====
Half Year Financial Statement And Dividend Announcement
=====**PART I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**

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

**TELEDATA (SINGAPORE) LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE SIX MONTHS PERIOD ENDED
30 JUNE 2010**

	30.06.10	30.06.09	%
	S\$'000	S\$'000	Change
Revenue	9,433	8,338	13
Cost of sales	(7,127)	(6,116)	17
Gross profit	2,306	2,222	4
Other income	180	320	(44)
Distribution expenses	(2,698)	(3,160)	(15)
Administrative expenses	(1,097)	(931)	18
Other expenses	(1,185)	(122)	871
Finance costs	-	-	-
Loss Before Taxation	(2,494)	(1,671)	49
Income tax (expense)/credit	(26)	(17)	53
Loss for the period	(2,520)	(1,688)	49
Attributable to :			
Equity holders of the Company	(2,517)	(1,708)	47
Minority Interest	(3)	20	nm
Loss for the period	(2,520)	(1,688)	49

nm - not meaningful

* Included in the Profit and Loss Account of the Group were the following items:

Depreciation and amortisation	158	171
Foreign exchange loss/(gain), net	113	(143)
Interest income	(3)	(8)
Inventories written off	3	11
Loss on write-off/disposal of property, plant and equipment	2	-
Allowance for inventory obsolescence	(75)	92

1 (b) (ii) TELEDATA (SINGAPORE) LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTH PERIOD
30 JUNE 2010

	30.06.10	30.06.09	%
	S\$'000	S\$'000	Change
Loss for the period	(2,520)	(1,688)	49
Other Comprehensive (Loss) :			
Foreign currency translation loss	(59)	(75)	(21)
Other comprehensive (Loss) for the period, net of tax	(59)	(75)	(21)
Total comprehensive (Loss) for the period	<u>(2,579)</u>	<u>(1,763)</u>	<u>46</u>
Total comprehensive (Loss) attributable to:			
Shareholders of the company	(2,576)	(1,783)	44
Minority Interest	(3)	20	nm
	<u>(2,579)</u>	<u>(1,763)</u>	<u>46</u>

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.

**TELEDATA (SINGAPORE) LIMITED AND ITS SUBSIDIARIES
BALANCE SHEET AS AT 30 JUNE 2010**

	The Group		The Company	
	30.06.10 S\$'000	31.12.09 S\$'000	30.06.10 S\$'000	31.12.09 S\$'000
Non-current assets				
Property, plant and equipment	1,063	898	169	-
Intangible assets	982	982	-	-
Subsidiaries	-	-	2,556	2,408
Other investments	834	834	834	834
Club membership, at cost	-	47	-	47
Deferred tax assets	850	863	-	-
	<u>3,729</u>	<u>3,624</u>	<u>3,559</u>	<u>3,289</u>
Current assets				
Inventories	957	1,332	220	533
Project work-in-progress	237	364	41	186
Trade and other receivables	8,406	7,824	2,086	2,264
Balances with related parties	-	-	1,768	3,800
Cash and cash equivalents	2,691	2,727	877	311
	<u>12,291</u>	<u>12,247</u>	<u>4,992</u>	<u>7,094</u>
Total assets	<u>16,020</u>	<u>15,871</u>	<u>8,551</u>	<u>10,383</u>
Equity				
Attributable to equity holders of the Company				
Share capital	19,690	18,290	19,690	18,290
Reserves	(12,921)	(10,345)	(20,338)	(17,034)
	<u>6,769</u>	<u>7,945</u>	<u>(648)</u>	<u>1,256</u>
Minority Interest	<u>28</u>	<u>31</u>	<u>-</u>	<u>-</u>
Total equity	<u>6,797</u>	<u>7,976</u>	<u>(648)</u>	<u>1,256</u>
Non-current liabilities				
Deferred tax liabilities	4	4	-	-
Balances with related parties	-	-	6,821	6,835
Hire Purchase Creditor	129	-	129	-
Employee benefits	245	245	-	-
	<u>378</u>	<u>249</u>	<u>6,950</u>	<u>6,835</u>
Current liabilities				
Excess of progress billings over project work-in-progress	304	309	33	135
Trade and other payables	8,324	7,165	2,190	2,157
Balances with related parties	-	-	-	-
Hire Purchase Creditor	26	-	26	-
Current tax payable	191	172	-	-
	<u>8,845</u>	<u>7,646</u>	<u>2,249</u>	<u>2,292</u>
Total liabilities	<u>9,223</u>	<u>7,895</u>	<u>9,199</u>	<u>9,127</u>
Total equity and liabilities	<u>16,020</u>	<u>15,871</u>	<u>8,551</u>	<u>10,383</u>

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

Amount repayable in one year or less, or on demand

As at 30.06.2010		As at 31.12.2009	
Secured	Unsecured	Secured	Unsecured
S\$	S\$	S\$	S\$
-	-	-	-

Amount repayable after one year

As at 30.06.2010		As at 31.12.2009	
Secured	Unsecured	Secured	Unsecured
S\$	S\$	S\$	S\$
-	-	-	-

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

**TELEDATA (SINGAPORE) LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED CASH FLOW STATEMENT FOR THE SIX MONTH PERIOD 30 JUNE 2010**

	30.06.10	30.06.09
	S\$'000	S\$'000
Operating activities		
Loss before taxation	(2,494)	(1,671)
Adjustments for:		
Depreciation of property, plant and equipment	298	171
Effect of exchange rate changes	(60)	(240)
Reversal of Doubtful Debts Provision	(57)	-
Provision for Impairment of Fixed Assets	(11)	-
Inventories written off	3	11
Interest income	(8)	(8)
Loss on disposal of property, plant and equipment	2	-
Operating (loss) before working capital changes	(2,327)	(1,737)
Changes in working capital:		
Inventories, projects work-in-progress and excess of progress billings over project work-in-progress	491	1,376
Trade and other receivables	(618)	1,411
Trade and other payables	1,277	250
Cash (utilised)/generated in operations	(1,177)	1,300
Income tax paid	(10)	(121)
Cash flows from operating activities	(1,187)	1,179
Cash flows from investing activities		
Purchase of property, plant and equipment	(463)	(50)
Proceeds from disposal of property, plant and equipment	47	-
Interest received	3	8
Net cash used in investing activities	(413)	(42)
Cash flows from financing activities		
Issue of shares	1,400	-
Interest Bearing Borrowing	155	-
Net cash from financing activities	1,555	-
Net (decrease)/increase in cash and cash equivalents	(45)	1,137
Cash and cash equivalents at the beginning of year	2,727	4,926
Effect of exchange rate changes on balances held in foreign currencies	9	(1)
Cash and cash equivalents at the end of the period	2,691	6,062

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

**TELEDATA (SINGAPORE) LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN EQUITY – 30 JUNE 2010**

Group	Share Capital	Fair value reserve	Share option reserve	Exchange translation reserve	Accumulated (Losses)	Total attributable to equity holders of the Company	MI	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2009	18,290	-	249	374	(3,094)	15,819	27	15,846
Total comprehensive (loss)/income for the period	-			(75)	(1,708)	(1,783)	20	(1,763)
At 30 June 2009	18,290	-	249	299	(4,802)	14,036	47	14,083
At 1 January 2010	18,290	-	249	400	(10,994)	7,945	31	7,976
Issue of new shares	1,400					1,400		1,400
Total comprehensive (loss) for the period	-			(59)	(2,517)	(2,576)	(3)	(2,579)
At 30 June 2010	19,690	-	249	341	(13,511)	6,769	28	6,797

Company	Share Capital	Fair value reserve	Share option reserve	Accumulated (Losses)	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2009	18,290	-	249	(10,406)	8,133
Total comprehensive (loss) for the period	-	-	-	(2,413)	(2,413)
At 30 June 2009	18,290	-	249	(12,819)	5,720
At 1 January 2010	18,290	-	249	(17,283)	1,256
Issue of new shares	1,400				1,400
Total comprehensive (loss) for the period	-	-	-	(3,304)	(3,304)
At 30 June 2010	19,690	-	249	(20,587)	(648)

- 1 (d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as 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.**

During the period ended 30 Jun 2010, the company issued 35,000,000 new shares at the subscription price of S\$0.04 per Subscription Share.

	Number of shares '000	Amount S\$'000
Issued share capital as at 31/12/2009	1,184,610	18,290
Allotment and issue of new ordinary shares	35,000	1,400
Issued share capital as at 30/06/2010	<u>1,219,610</u>	<u>19,690</u>

As at 30 June 2010, there were 3,696,000 unexercised options (31 December 2009: 3,696,000) under the Teledata Share Option Scheme.

- 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.**

	2010	2009
Balance at beginning of year	1,184,610,000	1,184,610,000
Allotment and issue of new ordinary shares	35,000,000	-
Balance at end of year	1,219,610,000	1,184,610,000

- 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.**

N.A.

- 2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited nor reviewed by the Auditor.

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

N.A.

- 4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

Yes.

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.

The Group has adopted new/revised Financial Reporting Standards and interpretations that are mandatory for financial years beginning on or after 1 January 2009. These do not have any material financial impact on the Group's results.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	GROUP	
	30.06.10	30.06.09
(i) Operating loss after tax as a percentage of turnover	(26.7)%	(20.2)%
(ii) Operating loss after tax attributable to members of the Company as a percentage of issued capital and reserves at end of the period	(37.2)%	(12.1)%
Earning Per Ordinary Share (EPS) for the period based on net profit/(loss) attributed to shareholders:		
(iii) Based on the weighted average number of ordinary share on issue	(0.21) cents	(0.14) cents
Weighted average number of shares ('000)	1,190,747	1,184,610
(iv) On a fully diluted basis	(0.21) cents	(0.14) cents

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-

(a) current financial period reported on; and

(b) immediately preceding financial year.

	GROUP		COMPANY	
	30.06.10	31.12.09	30.06.10	31.12.09
Net Asset Value per Ordinary Share based on issued share capital at the end of the period/year	0.56 cents	0.67 cents	(0.05) cents	0.11 cents

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

Total Revenue was \$9.4 million, an increase of 13.1% as compared with 2009. Singapore contributed to 24% of the total revenue with the balance 76% from overseas subsidiaries, out of which 48% was from the Philippines and 25% from Indonesia.

Gross Profit was \$2.3 million in 2010, an increase of \$84,000 from 2009. Gross profit margin has reduced to 24% from 26% in 2009. This is primarily due to higher proportion of lower margin projects this year.

The Group's Total Operating Cost has increased by 18% (\$767,000) to \$5 million (2009: \$4.2 million). There has been staff cost savings of \$0.3 million, but was offset by adverse exchange difference and also higher legal and consultancy fees incurred for due diligence and fund raising.

The group reported a net loss of \$2.5 million compared with 2009 loss of \$1.7 million.

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Cash and cash equivalent has reduced by \$36,000 to \$2.7 million. This is mainly due to operating losses offset by decreases in working capital and the \$1.4 million proceeds from a private placement.

Inventory has reduced by \$0.37 million from 31 December 2009 of \$1.3 million to \$0.9 million. Trade and Other Receivables increased by \$0.5 million whilst Trade and Other payables increased by \$1.3 million as a result of higher revenue in 2010.

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

No forecast or a prospect statement, has been previously disclosed to shareholders

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.

The next 12 months will continue to be challenging. The Group will continue to explore strategic acquisitions and mergers that will 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

N.A.

(d) Books closure date

N.A.

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

No dividend had been declared / recommended.

13 Confirmation by Directors pursuant to Rule 705(4) of the Listing Manual of SGX-ST.

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statement for the half year ended 30 June 2010 to be false or misleading.

For and on behalf of the Board of Directors,

Lim Jit Siew
Executive Director

Wee Phui Gam
Director

BY ORDER OF THE BOARD

Lim Jit Siew
Executive Director