

Third Quarter Financial Statement for the Period Ended 31 December 2007

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), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group income statement for the third quarter ("Q3") and the nine-month period ("YTD") ended 31 December 2007. These figures have not been audited.

	Q3 ended 31.12.07 S\$'000	Q3 ended 31.12.06 S\$'000	Change %	YTD 31.12.07 S\$'000	YTD 31.12.06 S\$'000	Change %
Revenue	257,908	201,564	28.0	779,086	614,046	26.9
Cost of sales	(221,071)	(164,674)	34.2	(643,072)	(499,868)	28.6
Gross profit	36,837	36,890	(0.1)	136,014	114,178	19.1
Other operating income	3,038	11,679	(74.0)	7,111	13,543	(47.5)
Distribution expenses	(14,954)	(15,995)	(6.5)	(42,330)	(39,079)	8.3
Administrative expenses	(23,202)	(23,316)	(0.5)	(66,855)	(62,315)	7.3
Other operating expenses						
- Unrealised fair value loss of commodity contracts	(1,231)	0	n/m	(48,937)	0	n/m
- Others	(432)	(1,086)	(60.2)	(1,032)	(3,560)	(71.0)
Finance costs, net	(4,898)	(4,476)	9.4	(14,228)	(13,219)	7.6
Exceptional item	0	(874)	n/m	16,658	(874)	n/m
(Loss) profit before share of results of associates	(4,842)	2,822	(271.6)	(13,599)	8,674	(256.8)
Share of results of associates	3,909	1,398	179.6	10,486	4,662	124.9
(Loss) profit before income tax	(933)	4,220	(122.1)	(3,113)	13,336	(123.3)
Income tax	(622)	(769)	(19.1)	(3,019)	(2,411)	25.2
(Loss) profit after income tax	(1,555)	3,451	(145.1)	(6,132)	10,925	(156.1)
Attributable to:						
Equity holders of the Company	(2,094)	2,989	(170.1)	(7,690)	8,017	(195.9)
Minority interests	539	462	16.7	1,558	2,908	(46.4)
	(1,555)	3,451	(145.1)	(6,132)	10,925	(156.1)

n/m denotes 'not meaningful'

	Q3 ended 31.12.07 S\$'000	Q3 ended 31.12.06 S\$'000	YTD ended 31.12.07 S\$'000	YTD ended 31.12.06 S\$'000
Profit from operations is arrived at after crediting (charging) the following:				
Costs for closure of pilot production line in Singapore	0	(400)	0	(400)
Depreciation and amortisation	(8,655)	(9,983)	(27,200)	(29,201)
Dividend income	67	447	136	447
Foreign exchange gain, net	1,638	4,883	2,878	4,883
Realised (loss)/gain on commodity contracts, recognised in cost of sales	(5,234)	4,126	8,697	4,947
Exceptional item:				
Negative goodwill arising from restructuring of Ningbo GP Energy Co., Ltd ("NGPE")	0	6,669	0	6,669
Share of losses in relation to fire incident at NGPE	0	(7,543)	0	(7,543)
	0	(874)	0	(874)
Gain on disposal of available-for-sale investments	0	0	16,658	0
	0	(874)	16,658	(874)

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

As at	The Group		The Company	
	31.12.07 S\$'000	31.03.07 S\$'000	31.12.07 S\$'000	31.03.07 S\$'000
Non-current assets:				
Investment properties	15,421	16,230	0	0
Property, plant and equipment	248,190	245,640	488	1,162
Interest in subsidiaries	0	0	491,352	495,956
Interest in associates	55,794	51,983	11,453	11,453
Available-for-sale investments	5,657	3,755	0	0
Deferred tax assets	2,677	2,369	0	0
Intangible assets	13,791	17,966	0	0
Goodwill on consolidation	14,170	14,170	0	0
Total non-current assets	355,700	352,113	503,293	508,571
Current Assets:				
Stocks	175,732	143,407	0	0
Debtors	296,389	222,224	88,568	52,050
Derivative financial instruments	92	25,545	92	500
Available-for-sale investments	0	37,301	0	0
Tax recoverable	792	1,347	0	0
Deposits and prepayments	9,767	9,910	1,037	1,196
Bank balances and cash	76,706	54,696	15,059	11,342
	559,478	494,430	104,756	65,088
Assets held for sale	0	4,695	0	4,695
Total current assets	559,478	499,125	104,756	69,783
Current Liabilities:				
Creditors and accrued charges	183,402	141,429	7,040	16,253
Derivative financial instruments	23,998	0	17,318	0
Obligations under finance leases	477	418	0	0
Income tax payable	3,569	3,258	1,091	685
Bank loans and overdrafts	131,508	83,091	60,239	22,720
Notes	75,000	15,000	75,000	15,000
Total current liabilities	417,954	243,196	160,688	54,658
Net current assets (liabilities)	141,524	255,929	(55,932)	15,125
Non-current liabilities:				
Bank loans	157,859	162,996	139,151	143,306
Obligations under finance leases	950	845	0	0
Notes	0	60,000	0	60,000
Deferred tax liabilities	5,357	5,699	625	625
Total non-current liabilities	164,166	229,540	139,776	203,931
	333,058	378,502	307,585	319,765
Represented by:				
Share capital	230,971	230,881	230,971	230,881
Reserves	51,650	99,592	76,614	88,884
Attributable to equity holders of the Company	282,621	330,473	307,585	319,765
Minority interests	50,437	48,029	0	0
	333,058	378,502	307,585	319,765

The increase in stocks, debtors and creditors are generally due to increase in business activities.

As at 31 March 2007, available-for-sale investments of S\$37.3 million represented the Group's investment in TCL Corporation ("TCL"), a company established in the People's Republic of China. The entire investment comprising of 40,300,086 shares in TCL had been disposed via a series of sales in the open market through Shenzhen Stock Exchange in the previous quarter. Proceeds from the disposal of the TCL shares of approximately S\$42 million, included in debtors as at 31 December 2007, had been received in January 2008.

Floating rate notes S\$60 million due in June 2008 had been reclassified from non-current liabilities to current liabilities.

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

Amount repayable in one year or less, or on demand

As at 31.12.07		As at 31.3.07	
Secured	Unsecured	Secured	Unsecured
S\$477,000	S\$206,508,000	S\$418,000	S\$98,091,000

Amount repayable after one year

As at 31.12.07		As at 31.3.07	
Secured	Unsecured	Secured	Unsecured
S\$950,000	S\$157,859,000	S\$845,000	S\$222,996,000

Details of any collateral

Net book value of fixed assets in respect of certain machinery, moulds, motor vehicles and equipment held under finance leases:

As at 31.12.07		As at 31.3.07	
The Group	The Company	The Group	The Company
S\$1,000,000	Nil	S\$970,000	Nil

Land and buildings with a total net book value of S\$3,868,000 (as at 31/3/07: S\$3,901,000) for the Group have been pledged to banks as securities for banking facilities granted.

Other comments to paragraph 1(b)(ii)

Not applicable.

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

	Q3 ended 31.12.07 S\$'000	Q3 ended 31.12.06 S\$'000
Operating activities		
(Loss) profit before income tax	(933)	4,220
Adjustments for:		
Depreciation and amortisation	8,655	9,983
Dividend income from available-for-sale investments	(67)	(447)
Finance costs, net	4,898	4,476
Interest income	(477)	(293)
Loss on disposal and write off of property, plant and equipment, net	191	500
Negative goodwill arising from restructuring of NGPE	0	(6,669)
Realised loss (gain) on commodity contracts	5,234	(4,126)
Share of losses in relation to fire incident at NGPE	0	7,543
Share of results of associates	(3,909)	(1,398)
Unrealised fair value loss (gain) of commodity contracts	1,231	(6,523)
Operating profit before working capital changes	14,823	7,266
Stocks	25,431	(3,478)
Debtors	26,293	8,106
Deposits and prepayments	433	875
Creditors and accrued charges	(31,520)	13,967
Cash generated from operations	35,460	26,736
Interest received	459	293
Interest paid	(4,494)	(6,167)
Income tax paid	(1,305)	(1,653)
Net cash generated from operating activities	30,120	19,209
Investing activities		
Acquisition of a subsidiary, net of cash acquired (Note A)	0	11,534
Dividends received from associates	3,182	1,490
Dividends received from available-for-sale investments	67	447
Investment in an associate	(331)	(12,405)
Proceeds on disposal of property, plant and equipment	51	4,733
Purchase of property, plant and equipment	(12,215)	(4,271)
Net cash (used in) from investing activities	(9,246)	1,528
Financing activities		
Bank loans obtained	10,512	127,628
Dividends paid	(1,207)	(1,206)
Dividends paid to minority shareholders	(56)	(1,985)
Repayment of Notes	0	(103,571)
Repayment of obligations under finance leases	(99)	(76)
Net cash generated from financing activities	9,150	20,790
Net effect of exchange rate changes in consolidating subsidiaries	(10,671)	(9,854)
Net increase in cash and cash equivalents	19,353	31,673
Cash and cash equivalents at beginning of period	52,086	34,582
Cash and cash equivalents at end of period (Note B)	71,439	66,255

	Q3 ended 31.12.07 S\$'000	Q3 ended 31.12.06 S\$'000
Note A) Acquisition of a subsidiary, net of cash acquired		
The assets and liabilities of a subsidiary acquired during the period are as follows:		
Non-current assets	0	12,931
Current assets	0	11,991
Current liabilities	0	(2,279)
Minority interests	0	(2,264)
Net assets acquired	0	20,379
Transfer from interest in associates	0	(13,710)
Negative goodwill arising on acquisition	0	(6,669)
Consideration of acquisition	0	0
Less: cash and cash equivalent acquired	0	(11,534)
Cash flow on acquisition, net of cash and cash equivalent acquired	0	(11,534)
Note B) Cash and cash equivalents at end of period comprise:		
Bank balances and cash	76,706	67,946
Bank overdrafts	(5,267)	(1,691)
	71,439	66,255

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.

The Group	Share capital S\$'000	Capital/ legal reserve S\$'000	Translation reserve S\$'000	Property/ asset revaluation reserve S\$'000	Dividend reserve S\$'000	Retained profits S\$'000	Share option reserve S\$'000	Fair value reserve S\$'000	Attributable to equity holders of the Company S\$'000	Minority interests S\$'000	Total S\$'000
Balance at 31.03.07	230,881	(29,623)	(80,034)	3,065	2,740	182,250	1,133	20,061	330,473	48,029	378,502
Translation gain (loss)	0	0	(290)	0	0	0	0	0	(290)	30	(260)
Net fair value changes on available-for-sale investments	0	0	0	0	0	0	0	648	648	0	648
Net gain (loss) recognised directly in equity	0	0	(290)	0	0	0	0	648	358	30	388
Realisation of fair value reserves on disposal of available-for-sale investments	0	0	0	0	0	0	0	(23,253)	(23,253)	0	(23,253)
Profit for current period	0	0	0	0	0	3,369	0	0	3,369	441	3,810
Total profit (loss) recognised for the period	0	0	(290)	0	0	3,369	0	(22,605)	(19,526)	471	(19,055)
Issue of shares	38	0	0	0	0	0	0	0	38	0	38
Transfer to (from) reserves	0	2,820	0	0	0	(2,820)	0	0	0	0	0
Balance at 30.6.07	230,919	(26,803)	(80,324)	3,065	2,740	182,799	1,133	(2,544)	310,985	48,500	359,485
Translation gain (loss)	0	0	(1,678)	0	0	0	0	0	(1,678)	95	(1,583)
Net fair value changes on available-for-sale investments	0	0	0	0	0	0	0	(320)	(320)	0	(320)
Net gain (loss) recognised directly in equity	0	0	(1,678)	0	0	0	0	(320)	(1,998)	95	(1,903)
Profit (loss) for current period	0	0	0	0	0	(8,965)	0	0	(8,965)	578	(8,387)
Total profit (loss) recognised for the period	0	0	(1,678)	0	0	(8,965)	0	(320)	(10,963)	673	(10,290)
Issue of shares	52	0	0	0	0	0	0	0	52	0	52
Capital contribution	0	0	0	0	0	0	0	0	0	1,895	1,895
Dividends paid	0	0	0	0	(2,740)	(2)	0	0	(2,742)	0	(2,742)
Dividends proposed	0	0	0	0	1,207	(1,207)	0	0	0	0	0
Dividends paid to minority shareholders of subsidiaries	0	0	0	0	0	0	0	0	0	(267)	(267)
Balance at 30.9.07	230,971	(26,803)	(82,002)	3,065	1,207	172,625	1,133	(2,864)	297,332	50,801	348,133

The Group	Share capital S\$'000	Capital/ legal reserve S\$'000	Translation reserve S\$'000	Property/ asset revaluation reserve S\$'000	Dividend reserve S\$'000	Retained profits S\$'000	Share option reserve S\$'000	Fair value reserve S\$'000	Attributable to equity holders of the Company S\$'000	Minority interests S\$'000	Total S\$'000
Balance at 30.9.07	230,971	(26,803)	(82,002)	3,065	1,207	172,625	1,133	(2,864)	297,332	50,801	348,133
Translation gain (loss)	0	0	(11,696)	0	0	0	0	0	(11,696)	(847)	(12,543)
Net fair value changes on available-for-sale investments	0	0	0	0	0	0	0	286	286	0	286
Net gain (loss) recognised directly in equity	0	0	(11,696)	0	0	0	0	286	(11,410)	(847)	(12,257)
Profit (loss) for current period	0	0	0	0	0	(2,094)	0	0	(2,094)	539	(1,555)
Total profit (loss) recognised for the period	0	0	(11,696)	0	0	(2,094)	0	286	(13,504)	(308)	(13,812)
Dividends paid	0	0	0	0	(1,207)	0	0	0	(1,207)	0	(1,207)
Dividends paid to minority shareholders of subsidiaries	0	0	0	0	0	0	0	0	0	(56)	(56)
Balance at 31.12.07	230,971	(26,803)	(93,698)	3,065	0	170,531	1,133	(2,578)	282,621	50,437	333,058

The Group	Share capital S\$'000	Capital/ legal reserve S\$'000	Translation reserve S\$'000	Property/ assets revaluation reserve S\$'000	Dividend reserve S\$'000	Retained profits S\$'000	Share option reserve S\$'000	Fair value reserve S\$'000	Attributable to equity holders of the Company S\$'000	Minority interests S\$'000	Total S\$'000
Balance at 31.03.06	230,731	(32,146)	(49,459)	1,806	2,521	176,600	1,133	(5,444)	325,742	50,840	376,582
Translation loss	0	0	(7,885)	0	0	0	0	0	(7,885)	(1,097)	(8,982)
Net fair value changes on available-for-sale investments	0	0	0	0	0	0	0	4,482	4,482	0	4,482
Net gain (loss) recognised directly in equity	0	0	(7,885)	0	0	0	0	4,482	(3,403)	(1,097)	(4,500)
Profit for the period	0	0	0	0	0	2,233	0	0	2,233	1,048	3,281
Total profit (loss) recognised for the period	0	0	(7,885)	0	0	2,233	0	4,482	(1,170)	(49)	(1,219)
Issue of shares	150	0	0	0	0	0	0	0	150	0	150
Effect of changes in shareholdings on minority interest, net	0	0	0	0	0	0	0	0	0	(866)	(866)
Transfer to (from) reserves	0	2,523	0	0	0	(2,523)	0	0	0	0	0
Balance at 30.6.06	230,881	(29,623)	(57,344)	1,806	2,521	176,310	1,133	(962)	324,722	49,925	374,647
Translation gain	0	0	1,566	0	0	0	0	0	1,566	395	1,961
Net fair value changes on available-for-sale investments	0	0	0	0	0	0	0	249	249	0	249
Net gain recognised directly in equity	0	0	1,566	0	0	0	0	249	1,815	395	2,210
Profit for the period	0	0	0	0	0	2,795	0	0	2,795	1,398	4,193
Total profit (loss) recognised for the period	0	0	1,566	0	0	2,795	0	249	4,610	1,793	6,403
On acquisition of a subsidiary	0	0	0	0	0	0	0	0	0	723	723
Dividends paid	0	0	0	0	(2,521)	0	0	0	(2,521)	0	(2,521)
Dividends proposed	0	0	0	0	1,206	(1,206)	0	0	0	0	0
Dividends paid to minority shareholders of subsidiaries	0	0	0	0	0	0	0	0	0	(263)	(263)
Balance at 30.9.06	230,881	(29,623)	(55,778)	1,806	1,206	177,899	1,133	(713)	326,811	52,178	378,989
Translation loss	0	0	(16,200)	0	0	0	0	0	(16,200)	(1,780)	(17,980)
Net fair value changes on available-for-sale investments	0	0	0	0	0	0	0	853	853	0	853
Net gain recognised directly in equity	0	0	(16,200)	0	0	0	0	853	(15,347)	(1,780)	(17,127)
Profit for the period	0	0	0	0	0	2,989	0	0	2,989	462	3,451
Total profit (loss) recognised for the period	0	0	(16,200)	0	0	2,989	0	853	(12,358)	(1,318)	(13,676)
On acquisition of a subsidiary	0	0	0	0	0	0	0	0	0	2,264	2,264
Dividends paid	0	0	0	0	(1,206)	0	0	0	(1,206)	0	(1,206)
Dividends paid to minority shareholders of subsidiaries	0	0	0	0	0	0	0	0	0	(1,985)	(1,985)
Balance at 31.12.06	230,881	(29,623)	(71,978)	1,806	0	180,888	1,133	140	313,247	51,139	364,386

The Company	Share capital S\$'000	Dividend reserve S\$'000	Retained profits S\$'000	Share option reserve S\$'000	Total equity S\$'000
Balance at 31.3.07	230,881	2,740	85,011	1,133	319,765
Issue of shares	38	0	0	0	38
Profit for the period	0	0	4,250	0	4,250
Balance at 30.6.07	230,919	2,740	89,261	1,133	324,053
Issue of shares	52	0	0	0	52
Loss for the period	0	0	(15,911)	0	(15,911)
Dividends paid	0	(2,740)	(2)	0	(2,742)
Dividends proposed	0	1,207	(1,207)	0	0
Balance at 30.9.07	230,971	1,207	72,141	1,133	305,452
Profit for the period	0	0	3,340	0	3,340
Dividends paid	0	(1,207)	0	0	(1,207)
Balance at 31.12.07	230,971	0	75,481	1,133	307,585
Balance at 31.3.06	230,731	2,521	74,320	1,133	308,705
Issue of shares	150	0	0	0	150
Loss for the period	0	0	(6,172)	0	(6,172)
Balance at 30.6.06	230,881	2,521	68,148	1,133	302,683
Profit for the period	0	0	726	0	726
Dividends paid	0	(2,521)	0	0	(2,521)
Dividends proposed	0	1,206	(1,206)	0	0
Balance at 30.9.06	230,881	1,206	67,668	1,133	300,888
Loss for the period	0	0	(11,014)	0	(11,014)
Dividends paid	0	(1,206)	0	0	(1,206)
Balance at 31.12.06	230,881	0	56,654	1,133	288,668

- 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.

There were no movement in the share capital of the Company from 30 September 2007 to 31 December 2007.

The total number of shares that may be issued on exercise of all outstanding share options granted under the Company's Executives' Share Option Scheme are as follows:

Share option	Date of Expiry	Exercise Price per each ordinary share	As at 31.12.07	As at 31.12.06
1999 Scheme				
No. 1	16 March 2010	S\$1.41	375,000	375,000
No. 2	10 October 2010	S\$1.60	517,000	517,000
No. 3	4 August 2012	S\$1.25	871,000	873,000
No. 3	4 August 2007	S\$1.25	0	70,000
No. 4	24 June 2013	S\$2.50	2,280,000	2,280,000
No. 4	24 June 2008	S\$2.50	100,000	100,000
			<u>4,143,000</u>	<u>4,215,000</u>

As at 31 December 2007, the Company did not hold any of its issued shares as treasury shares (2006: Nil).

- 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.

As at	31.12.07	31.03.07
Total number of issued shares	109,687,168	109,615,168
Less: Treasury shares	-	-
Total number of issued shares excluding treasury shares	<u>109,687,168</u>	<u>109,615,168</u>

- 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.

As at 31 December 2007, there was no sales, transfers, disposals, cancellation and/or use of treasury shares.

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

The figures have not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a 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 and the Company have applied the same accounting policies and methods of computation in the financial statements for the current reporting period consistent with those of the audited financial statements for the financial year ended 31 March 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 financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Q3 ended 31.12.07	Q3 ended 31.12.06	YTD 31.12.07	YTD 31.12.06
Earnings per ordinary share for the period after deducting any provision for preference dividends:				
(a) Based on weighted average number of ordinary shares in issue	(1.91) cents	2.73 cents	(7.01) cents	7.31 cents
(b) On a fully diluted basis	(1.91) cents*	2.65 cents	(7.01) cents*	7.11 cents
Weighted average number of ordinary shares	109,687,168	109,607,750	109,660,041	109,615,168

* There were no dilutive effect from the outstanding share options.

For earnings per ordinary share calculation, the weighted average number of ordinary shares for the period represents the number of ordinary shares in issue at the beginning of the period adjusted for shares issued upon exercise of options, multiplied by a time-weighted factor. For the purpose of calculating the diluted earnings per ordinary shares, the weighted average number of ordinary shares in issue had been adjusted to reflect the effect of all potentially dilutive ordinary shares from the exercise of all outstanding share options.

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.

	The Group		The Company	
	31.12.07 S\$	31.3.07 S\$	31.12.07 S\$	31.3.07 S\$
Net asset value per ordinary share based on issued share capital at the end of the period	2.58	3.01	2.80	2.92

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

Turnover for the three months ended 31 December 2007 was S\$257.9 million, an increase of 28.0% over the corresponding quarter of the previous year. For the nine months ended 31 December 2007 the Group recorded a growth of 26.9%, an increase of S\$165.0 million over the same period of the previous year.

Sales of Nickel Metal Hydride (NiMH) rechargeable batteries and primary cylindrical batteries for this quarter increased by 82.5% and 19.7% respectively over the corresponding quarter of the previous year. Year-to-date, sales of NiMH rechargeable batteries rose by 65.4% while sales of primary cylindrical batteries grew by 15.0% over the corresponding period of the previous year.

In the third quarter, sales across all markets registered growth particularly Europe and North & South America, where growth in each market was more than 40% over the same period of the previous year.

Gross profit for the three months ended 31 December 2007 was slightly lower than that of the corresponding quarter in the previous year despite the increase in sales. This was mainly due to a realized loss of S\$5.2 million on matured commodity contracts recognized for the current quarter.

Due to lower commodity prices in the third quarter, an unrealized loss of S\$1.2 million (year-to-date 31 December 2007: S\$48.9 million; second quarter ended 30 September 2007: S\$21.3 million) from commodity contracts which were outstanding as at 31 December 2007 has been taken up in the profit and loss account under other operating expenses for this quarter in accordance with FRS 39. The decrease in other operating income was due to an unrealized gain of S\$6.5 million recognised for commodity contracts outstanding as at 31 December 2006.

The Group will cooperate with a battery research and development company to mass produce Lithium Ion (Li-ion) batteries for notebook computers at the Group's factory in Taiwan. These next-generation Li-ion batteries feature enhancements in both performance and safety and give the fastest recharge time available in the industry.

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

These results are in line with the statement made by the Company in the announcement of results on 1 November 2007 for the financial period ended 30 September 2007.

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.

Sales volume is expected to remain robust in the coming months. However, margins will continue to be volatile due to fluctuating raw material prices, appreciation of the Renminbi, the ability to recover higher costs through price increase and introduction of new products.

The Group will speed up the re-tooling of the Taiwan factory and focus on streamlining its operations to improve utilization of resources.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Not applicable.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Not applicable.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

Not applicable.

13. Interested Person Transactions

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)	
	YTD 31.12.07 S\$'000	YTD 31.12.06 S\$'000	YTD 31.12.07 S\$'000	YTD 31.12.06 S\$'000
GP Industries Limited & its associates*				
Purchase of parts and components	1,420	1,476	NA	NA
International Resolute Co. Ltd./ King Treasure Limited				
Rental expenses	953	804	NA	NA

* GP Industries Limited is a major shareholder of the Company.

The Company does not have a mandate on Interested Person Transactions.

14. CONFIRMATION BY THE BOARD

We, Andrew Ng Sung On and Richard Ku Yuk Hing, being two directors of GP Batteries International Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial results for financial period ended 31 December 2007 to be false or misleading.

On behalf of the board of directors

Andrew Ng Sung On
Chairman and Chief Executive

Richard Ku Yuk Hing
Vice Chairman

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

15. 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.

Not applicable.

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Not applicable.

17. A breakdown of sales.

Not applicable.

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

Total Annual Dividend *(Refer to Para 16 of Appendix 7.2 for the required details)*

Not applicable

BY ORDER OF THE BOARD

31 January 2008