



SKY ONE HOLDINGS LIMITED

(Company Registration No : 198602949M)

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Unaudited Half-Year Financial Statements and Dividend Announcement for the Financial Period Ended 30 September 2011

PART 1 – 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		%
	6 Months Ended 30-Sep-11 HK\$'000	6 Months Ended 30-Sep-10 HK\$'000	Increase/ (Decrease)
Revenue	76,399	87,399	(12.59)
Cost of sales	(66,742)	(69,109)	(3.43)
Gross profit	9,657	18,290	(47.20)
Other income	364	305	19.34
Selling and distribution expenses	(3,463)	(4,931)	(29.77)
Administrative expenses	(12,446)	(9,476)	31.34
Finance costs	(167)	(112)	49.11
(Loss)/profit before taxation	(6,055)	4,076	N.M.
Income tax benefit /(expense)	499	(794)	N.M.
(LOSS)/PROFIT AFTER TAXATION	(5,556)	3,282	N.M.
Other comprehensive income:			
Currency translation differences	460	(834)	N.M.
TOTAL COMPREHENSIVE (LOSS)/INCOME	(5,096)	2,448	N.M.
<u>(Loss)/profit attributable to :</u>			
Shareholders of the Company	(5,556)	3,282	
<u>Total comprehensive (loss)/income attributable to :</u>			
Shareholders of the Company	(5,096)	2,448	
(Loss)/earnings per share (cents)			
Basic	(2.28)	1.35	
Diluted	(2.26)	1.35	

N.M. – Not Meaningful

1(a)(i) Profit before taxation is stated after charging / (crediting) the following:-

	Group		%
	6 Months Ended	6 Months Ended	
	30-Sep-11 HK\$'000	30-Sep-10 HK\$'000	
Exchange loss/(gain)	575	(597)	N.M.
Depreciation of property, plant and equipment	1,226	1,347	(8.98)
Gain on disposal of property, plant and equipment	-	(157)	N.M.
Rental of office premises	591	595	(0.67)
Interest expense	167	112	49.11

N.M. – 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.

	Group		Company	
	As at	As at	As at	As at
	30-Sep-11 HK\$'000	31-Mar-11 HK\$'000	30-Sep-11 HK\$'000	31-Mar-11 HK\$'000
Non-current assets				
Property, plant and equipment	5,585	5,810	-	-
Investments in subsidiaries	-	-	77,789	77,789
Deferred tax assets	793	84	-	-
Goodwill	22,493	22,493	-	-
	<u>28,871</u>	<u>28,387</u>	<u>77,789</u>	<u>77,789</u>
Current assets				
Inventories	-	100	-	-
Trade and other receivables	30,996	31,852	177	76
Due from subsidiaries – non-trade	-	-	121	965
Pledged bank deposit	833	1,400	-	-
Cash and bank balances	16,928	16,988	1,224	2,547
	<u>48,757</u>	<u>50,340</u>	<u>1,522</u>	<u>3,588</u>
Total assets	<u>77,628</u>	<u>78,727</u>	<u>79,311</u>	<u>81,377</u>
Equity attributable to equity holders of the Company				
Share capital	298,323	298,323	298,323	298,323
Reserves	(282,925)	(283,385)	(955)	(1,415)
Accumulated profits/(losses)	41,799	47,355	(235,415)	(233,079)
Total equity	<u>57,197</u>	<u>62,293</u>	<u>61,953</u>	<u>63,829</u>
Non-current liabilities				
Interest-bearing loans and borrowings	2,425	3,433	-	-
	<u>2,425</u>	<u>3,433</u>	<u>-</u>	<u>-</u>
Current liabilities				
Trade and other payables	15,042	8,544	885	914
Current tax payable	415	205	-	-
Interest-bearing loans and borrowings	2,549	4,252	-	-
Due to subsidiaries – non-trade	-	-	16,473	16,634
	<u>18,006</u>	<u>13,001</u>	<u>17,358</u>	<u>17,548</u>
Total liabilities	<u>20,431</u>	<u>16,434</u>	<u>17,358</u>	<u>17,548</u>
Total equity and liabilities	<u>77,628</u>	<u>78,727</u>	<u>79,311</u>	<u>81,377</u>

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

(a) Amount repayable in one year or less, or on demand

As at 30 Sep 2011		As at 31 Mar 2011	
HK\$'000	HK\$'000	HK\$'000	HK\$'000
Secured	Unsecured	Secured	Unsecured
2,549	-	4,252	-

(b) Amount repayable after one year

As at 30 Sep 2011		As at 31 Mar 2011	
HK\$'000	HK\$'000	HK\$'000	HK\$'000
2,425	-	3,433	-

(c) Details of any collateral

Certain plant and equipment with an aggregate carrying amount of HK\$1,275,000 (31 Mar 2011: HK\$841,000) are pledged under existing finance lease arrangements.

An outstanding bank loan of HK\$ Nil (31 Mar 2011: HK\$2,000,000) is secured by a corporate guarantee given by the Company and a cash pledge of HK\$ Nil (31 Mar 2011: HK\$400,000) held in a savings account with the lender bank.

An outstanding bank loan of HK\$4,167,000 (31 Mar 2011: HK\$5,000,000) is secured by a corporate guarantee given by the Company and a cash pledge of HK\$833,000 (31 Mar 2011: HK\$1,000,000) held in a savings account with the lender bank.

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

	Group	
	6 Months Ended 30-Sep-11 HK\$'000	6 Months Ended 30-Sep-10 HK\$'000
Cash flows from operating activities		
(Loss)/profit before taxation	(6,055)	4,076
Adjustments for :		
Depreciation of property, plant and equipment	1,226	1,347
Gain on disposal of property, plant and equipment	-	(157)
Interest expenses	167	112
Unrealised exchange loss/(gain)	444	(658)
Operating (loss)/profit before working capital changes	<u>(4,218)</u>	<u>4,720</u>
Inventories	100	-
Trade and other receivables	849	247
Trade and other payables	6,519	2,978
Cash generated from operations	<u>3,250</u>	<u>7,945</u>
Interest paid	(167)	(112)
Income tax paid	-	(106)
Net cash generated from operating activities	<u><u>3,083</u></u>	<u><u>7,727</u></u>
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	-	235
Purchases of property, plant and equipment	(286)	(227)
Net cash (used in)/generated from investing activities	<u>(286)</u>	<u>8</u>
Cash flows from financing activities		
Partial return of investor deposit pending new share issue	-	(1,019)
Decrease in bank balance pledged	567	-
Repayment of interest-bearing loans and borrowings	(3,426)	(1,396)
Net cash used in from financing activities	<u>(2,859)</u>	<u>(2,415)</u>
Net (decrease)/increase in cash and cash equivalents	(62)	5,320
Cash and cash equivalents at beginning of period	16,988	17,412
Effect of exchange rate changes on cash and cash equivalents	2	238
Cash and cash equivalents at end of period	<u><u>16,928</u></u>	<u><u>22,970</u></u>

The Group has undrawn bank borrowing facilities amounting to HK\$7,000,000 as at 30 September 2011 (31 March 2011: HK\$5,000,000).

Non-cash transaction

During the financial half-year, the Group acquired plant and equipment with an aggregate cost of HK\$1,001,000 (30 September 2010: HK\$527,000) of which HK\$715,000 (30 September 2010: HK\$300,000) was acquired by means of finance lease. Cash payment of HK\$286,000 (30 September 2010: HK\$227,000) were made to purchase plant and equipment.

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.

Consolidated Statement of Changes in Equity

Group	Share capital HK\$'000	Share option reserve HK\$'000	Capital reserve HK\$'000	Currency translation reserve HK\$'000	Accumulated profits HK\$'000	Total equity HK\$'000
At 1 April 2010	298,323	-	(281,970)	(208)	47,897	64,042
Total comprehensive (loss)/income for the period	-	-	-	(834)	3,282	2,448
At 30 Sep 2010 and at 1 Oct 2010	298,323	-	(281,970)	(1,042)	51,179	66,490
Total comprehensive loss for the period	-	-	-	(422)	(1,645)	(2,067)
Employee share option granted	-	49	-	-	-	49
Interim dividend paid	-	-	-	-	(2,179)	(2,179)
At 31 Mar 2011 and at 1 Apr 2011	298,323	49	(281,970)	(1,464)	47,355	62,293
Total comprehensive income/(loss) for the period	-	-	-	460	(5,556)	(5,096)
At 30 Sep 2011	298,323	49	(281,970)	(1,004)	41,799	57,197

Statement of Changes in Equity

Company	Share capital HK\$'000	Share option reserve HK\$'000	Currency translation reserve HK\$'000	Accumulated losses HK\$'000	Total equity HK\$'000
At 1 April 2010	298,323	-	(208)	(233,471)	64,644
Total comprehensive (loss)/income for the period	-	-	(834)	3,282	2,448
At 30 Sep 2010 and at 1 Oct 2010	298,323	-	(1,042)	(230,189)	67,092
Total comprehensive loss for the period	-	-	(422)	(711)	(1,133)
Employee share option granted	-	49	-	-	49
Interim dividend paid	-	-	-	(2,179)	(2,179)
At 31 Mar 2011 and at 1 Apr 2011	298,323	49	(1,464)	(233,079)	63,829
Total comprehensive income/(loss) for the period	-	-	460	(2,336)	(1,876)
At 30 Sep 2011	298,323	49	(1,004)	(235,415)	61,953

- 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 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.**

	No. of Ordinary Shares
At 1 April 2011	<u>243,199,998</u>
At 30 September 2011	<u>243,199,998</u>

There were no 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.

On 23 December 2010 ('grant date'), the Company granted 9,600,000 share options under the Sky One Holdings Limited Employee Share Option Scheme (the "Scheme") which were vested immediately. No option under the Scheme has been exercised since grant date and the 9,600,000 share options remain outstanding.

The Company has no other outstanding convertibles or treasury shares.

- 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.**

Please see information disclosed in 1(d)(ii) above.

- 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 30 September 2011, the Company did not have any sales, transfers, disposal, cancellation and/or use of treasury shares.

There are no treasury shares as at 30 September 2011 and 30 September 2010.

- 2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent 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 matter).**

Not applicable.

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

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation for the current reporting period compared with the audited financial statements of the preceding financial year.

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.

New FRSs and Interpretations to FRSs ("INT FRS") that are effective for the Group's year ending 31 March 2012 ("FY2012"):

<i>Description</i>	<i>Effective for annual periods commencing on</i>
INT FRS 119 <i>Extinguishing Financial Liabilities with Equity Instruments</i>	1 July 2010
Improvements to FRSs 2010	
- FRS 101 <i>First-time Adoption of Financial Reporting Standards</i>	1 January 2011
- FRS 103 <i>Business Combinations</i>	1 July 2010
- FRS 107 <i>Financial Instruments: Disclosures</i>	1 January 2011
- FRS 1 <i>Presentations of Financial Statements</i>	1 January 2011
- FRS 27 <i>Consolidated and Separate Financial Statements</i>	1 July 2010
- FRS 34 <i>Interim Financial Reporting</i>	1 January 2011
- INT FRS 113 <i>Customer Loyalty Programmes</i>	1 January 2011
Amendments to FRS 24 <i>Related Party Disclosures</i>	1 January 2011
Amendments to INT FRS 114 <i>Prepayments of a Minimum Funding Requirement</i>	1 January 2011
INT FRS 115 <i>Agreements for the Construction of Real Estate</i>	1 January 2011
The Conceptual Framework for Financial Reporting 2010 (Chapters 1 and 3)	1 March 2011

Except for the revised FRS 24, the initial application of those standards and interpretations are not expected to have any material impact on the Group's financial statements. The Group has not considered the impact of accounting standards issued after the reporting date. The nature of the impending changes in accounting policy on adoption of the revised FRS 24 is described below.

Revised FRS 24 Related Party Disclosures

The revised FRS 24 clarifies the definition of a related party to simplify the identification of such relationships and to eliminate inconsistencies in its application. The revised FRS 24 expands the definition of a related party and would treat two entities as related to each other whenever a person (or a close member of that person's family) or a third party has control or joint control over the entity, or has significant influence over the entity. The revised standard also introduces a partial exemption of disclosure requirements for government-related entities. The Group is currently determining the impact of the changes to the definition of a related party has on the disclosure of related party transactions. As this is a disclosure standard, it will have no impact on the financial position or financial performance of the Group.

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.

	Group	
	6 Months Ended 30-Sep-11 HK cents	6 Months Ended 30-Sep-10 HK cents
(Loss)/earnings per ordinary share of the Group for the period based on net (loss)/profit attributable to shareholders : -		
Based on weighted average 243,199,998 ordinary shares (30 September 2010: 243,199,998)	(2.28)	1.35
On a fully diluted basis	(2.26)	1.35

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 period reported on and (b) immediately preceding financial year.**

	Group		Company	
	30-Sep-11 HK cents	31-Mar-11 HK cents	30-Sep-10 HK cents	31-Mar-11 HK cents
Net Asset Value per ordinary share based on issued share capital of 243,199,998 (31 March 2011: 243,199,998)	23.52	25.61	25.47	26.25

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.**

a) Revenue

Revenue by division	6 months ended 30-Sep-11		6 months ended 30-Sep-10		Variance	
	HK\$'000	%	HK\$'000	%	HK\$'000	%
Express Land Transport	43,566	57.02	41,140	47.07	2,426	5.90
Airfreight	32,833	42.98	46,259	52.93	(13,426)	(29.02)
Total	76,399	100.00	87,399	100.00	(11,000)	(12.59)

The Group's total revenue for the 6 months ended 30 September 2011 ("HY2012") decreased by HK\$11.0 million or 12.6% as compared to the previous comparative 6 months ended 30 September 2010 ("HY2011"). The decrease arose mainly from the Airfreight Division which, despite a 32.1% increase in the volume of goods moved in HY2012 compared to HY2011, faced lower unit prices due to the weak global economy. As competitors lowered their pricing, the Airfreight Division adjusted its unit prices downward as well.

Revenue from the Express Land Transport Division for HY2012 increased by HK\$2.4 million in spite of a 35.0% decrease in the volume of goods moved in HY2012 compared to HY2011. This was due to the increase in the prices charged by the Express Land Transport Division in HY2012 in response to the increase in direct costs.

b) Cost of Sales

Cost of sales by nature	6 months ended 30-Sep-11		6 months ended 30-Sep-10		Variance	
	HK\$'000	%	HK\$'000	%	HK\$'000	%
Customs declaration and handling costs	23,879	35.78	18,151	26.26	5,728	31.56
Transportation costs	13,798	20.67	9,107	13.18	4,691	51.51
Packing materials	51	0.08	171	0.25	(120)	(70.18)
Total Express Land Transport	37,728	56.53	27,429	39.69	10,299	37.55
Transport						
Transportation costs	29,014	43.47	41,680	60.31	(12,666)	(30.39)
Total Airfreight	29,014	43.47	41,680	60.31	(12,666)	(30.39)
Total	66,742	100.00	69,109	100.00	(2,367)	(3.43)

Costs for the Express Land Transport Division increased for both the customs declaration and handling category and transportation category. The increases were mainly due to increases in customs charges and certain fixed costs to maintain our logistics capabilities as well as customer demand for additional value added services.

Costs for the Airfreight Division decreased largely in line with the decrease in revenue. The weak air cargo market has affected all market participants including carriers and other service providers which have had to respond by lowering charges.

c) Gross Profit

Gross Profit by division	6 months ended 30-Sep-11		6 months ended 30-Sep-10		Variance	
	HK\$'000	%	HK\$'000	%	HK\$'000	%
Express Land Transport	5,838	60.45	13,711	74.96	(7,873)	57.42
Airfreight	3,819	39.55	4,579	25.04	(760)	16.60
Total	9,657	100.00	18,290	100.00	(8,633)	47.20

Gross Margin by division

Express Land Transport	13.40%	33.33%	(19.93)%
Airfreight	11.63%	9.90%	1.73%
Total	12.64%	20.93%	(8.29)%

Gross profit and the gross margin from the Express Land Transport Division decreased by HK\$7.9 million and 19.9 percentage points respectively due mainly to the increase in unit costs which outweighed the increase in unit prices.

Gross margin from the Airfreight Division increased slightly by 1.7 percentage points as service suppliers were forced to reduce charges in a weak market. However, the increase in gross profit margin was not sufficient to compensate for the Airfreight Division's own price reductions, leading to a drop in gross profit by HK\$0.8 million.

d) Other income

Other income increased by HK\$59,000 or 19.3% mainly due to a slight increase in the number of charges collect requests from customers.

e) Selling and Distribution Expenses

Selling and distribution expenses decreased by HK\$1.5 million or 29.8% mainly due to the decrease in gross profits on which sales commission payments are based.

f) Administrative Expenses

Administrative expenses increased by HK\$3.0 million or 31.3% mainly due to a HK\$0.8 million increase in wages and salaries (other than sales cost included in Selling and Distribution Expenses above) arising from the addition of one new General Manager and general salary increments. In addition, a foreign exchange loss of HK\$575,000 was recorded in HY2012 compared to a foreign exchange gain of HK\$597,000 in HY2011. Foreign exchange gains and losses arose mainly from re-translation of the Company's Hong Kong Dollar (HK\$) denominated liabilities into its operating currency, Singapore Dollars (S\$). In HY2011, the S\$ strengthened against the HK\$ leading to exchange gains for the Company as it required less S\$ to repay its HK\$ liabilities. In HY2012, the S\$ weakened against the HK\$, leading to an exchange loss.

g) Finance costs

There was an increase in finance costs by 49.11% mainly due to the draw down of a HK\$5.0 million medium term loan during the second half of FY2011.

h) Taxation

A tax credit was recorded in the income statement for HY2012 as the tax losses of subsidiaries were recognised as deferred tax assets to be utilised against future taxable profits.

The effective tax rate was lower than the published Hong Kong profits tax rate of 16.5% mainly due to non-deductible expenses that did not contribute to the tax losses available for future utilisation.

i) Currency translation differences

Currency translation differences consists of the translation of S\$ denominated balances into HK\$, the Group's reporting currency. A credit was recorded for HY2012 as the US\$ (on which the HK\$ is effectively pegged) appreciated against the S\$. Hence, the Group's S\$ liabilities decreased in HK\$ terms. An expense was recorded for HY2011 as the US\$ depreciated against the S\$. Hence, the Group's S\$ liabilities increased in HK\$ terms.

j) Property, plant and equipment

Property, plant and equipment decreased by HK\$225,000 mainly due to depreciation charges of HK\$1.2 million offset by additions during the period of HK\$1.0 million.

k) Deferred tax assets

Deferred tax assets increased by HK\$709,000 since 31 March 2011 mainly due to recognition of the tax losses of subsidiaries as deferred tax assets to be utilised against future taxable profits.

l) Trade and other receivables

Trade and other receivables remained fairly stable with a slight decrease of HK\$0.9 million or 2.7% as at HY2012 due mainly to a slight improvement in our Group's debtor collection days.

m) Cash and cash equivalents

	Group	
	6 Months Ended 30-Sep-11 HK\$'000	6 Months Ended 30-Sep-10 HK\$'000
Cash flows from Operating Activities	3,083	7,727
Cash flows from Investing Activities	(286)	8
Cash flows from Financing Activities	(2,859)	(2,415)
Net increase in cash and cash equivalents	(62)	5,320

Cash flow from operating activities

Cash flows from operating activities decreased by HK\$4.6 million mainly due to the drop in revenue.

Cash flow from investing activities

The Group used HK\$286,000 cash to acquire additional plant and equipment during the period. There were no disposals of plant and equipment during the period.

Cash flow from financing activities

The Group repaid HK\$3.4 million bank loans and the capital element of finance leases during the period. Due to partial repayment of a bank loan, HK\$0.6 million of a cash pledge was released. No new draw downs of bank facilities were made during the period.

n) Interest-bearing loans and borrowings

The Group's total interest-bearing loans and borrowings decreased by HK\$2.7 million mainly due to the repayment of HK\$3.4 million partially offset by additional finance lease obtained by the Group amounting to HK\$0.7 million.

o) Trade and other payables

Trade and other payables increased by HK\$6.5 million mainly due the increase in unit costs of the Express Land Transport Division.

p) Tax payable

Tax payable increased by HK\$210,000 as a subsidiary recorded taxable profits for HY2012. This was not set off against the tax losses of the Group's other subsidiaries as there is no group relief available in Hong Kong.

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 prospect statement has been previously disclosed to shareholders.

10. A commentary at the date of the announcement of the 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 Group expects continued weak demand from its key markets in Hong Kong and the People's Republic of China amid the present global economic uncertainties. The decline in cargo volume and/or drop in unit price due to weakened demand are expected to lead to insufficient margins to cover the operating costs for the Group's business.

On 24 June 2011, the Company announced that it had entered into a framework agreement (the "Framework Agreement") with shareholders of Special Speed International Logistics Ltd (北京特讯国际物流有限公司) with the objective of jointly developing logistics businesses in the People's Republic of China ("PRC"). The Framework Agreement provides for the incorporation of a Wholly Foreign Owned Enterprise in Shanghai ("Shanghai WFOE") to carry out international logistics business in the PRC. As of the date of this announcement, the incorporation of the Shanghai WFOE is still in progress.

In addition, the Group intends to acquire an Indonesia-incorporated company to expand its range of logistics services as well as to move into a different market. Further details of this proposed acquisition will be duly released in a separate announcement.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period/year reported on?

No

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Yes. Interim dividend paid on 14 December 2010 amounting to HK\$2,179,000.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared for this financial half-year.

13. Interested Person Transactions

Excluding transactions less than S\$100,000, there were no interested person transactions entered into during the financial period ended 30 September 2011.

By Order of the Board

Dicky Suen Yiu Chung
Chief Executive Officer
9 November 2011

CONFIRMATION PURSUANT TO RULE 705(5) OF RULES OF CATALIST

We confirm on behalf of the Board of Directors, that, to the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial statements of the Group and the Company for the half year ended 30 September 2011 to be false or misleading in any material aspect.

On behalf of the Board

Dicky Suen Yiu Chung
Director

Lau Hon Kit
Director