INTRACO Limited
(Incorporated in the Republic of Singapore)
Company Registration Number 196800526Z

Full Year Financial Statement & Dividend 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) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

UNAUDITED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2008

	Notes	S$'000		%
		31-12-08	31-12-07	Change
Turnover		294,511	364,692	(19.2)
Cost of sales		(279,143)	(349,523)	20.1
Gross profit		15,368	15,169	1.3
Other income	(i)	1,470	3,295	(55.4)
Distribution expenses		(3,779)	(3,576)	(5.7)
Administration expenses		(11,403)	(12,520)	8.9
Other expenses	(ii)	(1,581)	-	n.m.
Results from operating activities		75	2,368	(96.8)
Finance income	(iii)	1,521	3,640	(58.2)
Finance expense	(iv)	(511)	(1,297)	60.6
Net finance income		1,010	2,343	(56.9)
Share of loss of an associate (net of tax)		(57)	(144)	(60.4)
Profit before income tax		1,028	4,567	(77.5)
Income tax expense	(v)	(59)	(224)	73.7
Profit for the year	(vi)	969	4,343	(77.7)
Attributable to :				
Equity holders of the Company		1,189	3,777	(68.5)
Minority interests		(220)	566	(138.9)
Profit for the year		969	4,343	(77.7)

n.m.: not meaningful

Notes: -

(i) Includes the following:

	S$'000	
	31-12-08	31-12-07
Commission income	1,003	675
Net foreign exchange gain	-	250
Gain on re-measurement of investments	-	25

(ii) This mainly relates to impairment of available-for-sale financial assets.

(iii) Includes the following:

	S$'000	
	31-12-08	31-12-07
Dividend Income	23	21
Interest income	1,357	1,564
Distribution from investments	141	2,055

(iv) Includes the following:

	S$'000	
	31-12-08	31-12-07
Interest expense	511	1,282
Loss on disposal of investments	-	15

(v) Taxation includes:

	S$'000	
	31-12-08	31-12-07
Current	40	299
Over provision of income tax in respect of prior years	19	(75)

(vi) Includes the following:

	S$'000	
	31-12-08	31-12-07
Net foreign exchange loss	(1,261)	-
Depreciation and amortisation	(4,221)	(4,173)
Doubtful debts allowance made	(136)	(641)
Write back/(allowance) for inventory obsolescence	108	(95)
Loss on disposal of property, plant and equipment	-	(3)

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

	Notes	Group 31/12/08 $'000	Group 31/12/07 $'000	Company 31/12/08 $'000	Company 31/12/07 $'000
Non-current assets					
Property, plant and equipment		11,646	12,749	427	499
Intangible assets		656	417	-	-
Subsidiaries		-	-	50,739	54,122
Amount due from a subsidiary		-	-	3,631	3,826
Associates		2,069	1,495	1,036	1,500
Other investments	(a)	2,585	2,290	2,577	2,290
		16,956	16,951	58,410	62,237
Current assets					
Other investments		19	162	-	-
Inventories		29,773	34,837	3,421	2,368
Trade and other receivables	(b)	43,712	49,838	7,771	10,754
Amounts owing by subsidiaries		-	-	9,361	9,390
Loan due from an associate		400	400	400	400
Tax receivable		983	912	660	660
Cash and cash equivalents		32,538	35,664	14,208	13,121
		107,425	121,813	35,821	36,693
Total assets		124,381	138,764	94,231	98,930
Share capital and reserves					
Share capital		81,874	81,874	81,874	81,874
Other reserves		2,921	2,894	7,631	6,976
Accumulated losses		(9,102)	(10,332)	(7,002)	(5,534)
		75,693	74,436	82,503	83,316
Minority interests		3,138	3,285	-	-
Total equity		78,831	77,721	82,503	83,316
Non-current liabilites					
Financial liabilities		18	26	-	-
Current liabilities					
Trade and other payables	(c)	35,075	41,903	5,770	5,826
Amounts owing to subsidiaries		-	-	5,958	8,512 (e)
Financial liabilities	(d)	10,363	18,748	-	1,276
Current tax payable		94	366	-	-
		45,532	61,017	11,728	15,614
		124,381	138,764	94,231	98,930

Notes:

(a) Increase due to purchase of investments, net of fair valuation.

(b) Reduction in trade receivables in tandem with decrease in turnover.

(c) The decrease in trade and other payables is in line with reduction in trade receivables.

(d) Reduction due to trust receipts substantially repaid.

(e) Decrease due to settlement of subsidiary dividends declared in 2007.

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

Amount repayable in one year or less, or on demand

As at 31-12-08		As at 31-12-07	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
8	10,355	8	18,740

Amount repayable after one year

As at 31-12-08		As at 31-12-07	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
18	-	26	-

Details of any collateral

The secured borrowings are outstanding obligations under a finance lease.

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 Statement of Cash Flows

	Group	
	31-12-08 S$'000	31-12-07 S$'000
Operating activities		
Profit for the period	969	4,343
Adjustments for:		
Depreciation	4,058	4,131
Amortisation of intangible assets	163	42
Loss on disposal of property, plant and equipment	-	3
Property, plant and equipment written off	2	-
Impairment of available-for-sale financial asset	1,244	-
Provisions reversed	-	436
Writeback of share-based expense on options expired	80	-
Share-based expense of a subsidiary	43	306
Loss/(gain) on fair valuation of financial assets	196	(24)
Share of loss of an associate, net of tax	57	144
Net finance income	(1,010)	(2,343)
Income tax expense	59	224
	5,861	7,262
Changes in working capital:		
Inventories	5,065	(1,094)
Trade and other receivables	6,277	11,117
Trade and other payables	(7,115)	(20,100)
Cash generated from/(used in) operations	10,088	(2,815)
Interest paid	(507)	(1,226)
Interest received	1,303	1,545
Income taxes paid	(407)	(435)
Cash flows from operating activities	10,477	(2,931)
Investing activities		
Dividend received	23	17
Distribution from investments	141	2,040
Investment in an associate	(596)	-
Loan to an associate	-	(400)
Payment for development cost on intangible assets	(404)	(219)
Purchase of investments	(1,901)	-
Purchase of property, plant and equipment	(3,022)	(418)
Proceeds from disposal of associates and investment	528	-
Proceeds from sale of property, plant and equipment	65	33
Cash flows from investing activities	(5,166)	1,053
Financing activities		
Proceeds from borrowings	3,163	8,587
Repayment of borrowings	(11,548)	(4,184)
Dividend paid by the Company	-	(4,004)
Payment of finance lease liabilities	(8)	(4)
Proceeds from issue of shares	-	10
Dividend paid by a subsidiary to minority shareholder	-	(735)
Cash flows from financing activities	(8,393)	(330)
Net decrease in cash and cash equivalents	(3,082)	(2,208)
Cash and cash equivalents at beginning of the year	35,664	38,438
Effects of exchange rate changes on balances held in foreign currency	(44)	(566)
Cash and cash equivalents at end of the year	32,538	35,664

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 Shareholders' Equity:

Group (S$'000)	Share capital	Share option reserve *	Capital reserve *	Foreign currency translation reserve *	Fair value reserve *	Accumulated losses	Total attributable to equity holders of the Company	Minority interest	Total equity
As at 1 January 2008	81,874	156	3,364	(298)	(328)	(10,332)	74,436	3,285	77,721
Change in fair value of available-for-sale financial assets	-	-	-	-	328	-	328	-	328
Translation difference arising on consolidation	-	-	-	(323)	-	-	(323)	13	(310)
Net gain recognised directly in equity	-	-	-	(323)	328	-	5	13	18
Profit for the year	-	-	-	-	-	1,189	1,189	(220)	969
Total recognised income and expense for the year	-	-	-	(323)	328	1,189	1,194	(207)	987
Share-based expenses of a subsidiary	-	22	-	-	-	-	22	21	43
Writeback of share-based expenses of a subsidiary for options expired	-	-	-	-	-	41	41	39	80
As at 31 December 2008	**81,874**	**178**	**3,364**	**(621)**	**-**	**(9,102)**	**75,693**	**3,138**	**78,831**
As at 1 January 2007	81,864	-	3,364	(108)	(305)	(10,105)	74,710	3,488	78,198
Change in fair value of available-for-sale financial assets	-	-	-	-	(23)	-	(23)	-	(23)
Translation difference arising on consolidation	-	-	-	(190)	-	-	(190)	(184)	(374)
Net losses recognised directly in equity	-	-	-	(190)	(23)	-	(213)	(184)	(397)
Profit for the year	-	-	-	-	-	3,777	3,777	566	4,343
Total recognised income and expense for the year	-	-	-	(190)	(23)	3,777	3,564	382	3,946
Issue of shares under share option scheme	10	-	-	-	-	-	10	-	10
Share-based expenses of a subsidiary	-	156	-	-	-	-	156	150	306
Final dividend paid of 2.03 cents per share for financial year ended 2006	-	-	-	-	-	(2,002)	(2,002)	-	(2,002)
Interim dividend paid of 2.03 cents per share for financial year ended 2007	-	-	-	-	-	(2,002)	(2,002)	-	(2,002)
Dividend paid by a subsidiary to minority shareholder	-	-	-	-	-	-	-	(735)	(735)
As at 31 December 2007	81,874	156	3,364	(298)	(328)	(10,332)	74,436	3,285	77,721

* These are non-distributable reserves.

Company (S$'000)	Share capital	Fair value reserve*	Accumulated loss	Total
As at 1 January 2008	81,874	6,976	(5,534)	83,316
Change in fair value of available-for-sale financial assets	-	655	-	655
Net gain recognised directly in equity	-	655	-	655
Loss for the year	-	-	(1,468)	(1,468)
Total recognised income and expense for the year	-	655	(1,468)	(813)
As at 31 December 2008	**81,874**	**7,631**	**(7,002)**	**82,503**
As at 1 January 2007	81,864	5,164	(12,350)	74,678
Change in fair value of available-for-sale financial assets	-	1,812	-	1,812
Net gain recognised directly in equity	-	1,812	-	1,812
Profit for the year	-	-	10,820	10,820
Total recognised income for the year	-	1,812	10,820	12,632
Issue of shares under share option scheme	10	-	-	10
Final dividend paid of 2.03 cents per share for financial year ended 2006	-	-	(2,002)	(2,002)
Interim dividend paid of 2.03 cents per share for financial year ended 2007	-	-	(2,002)	(2,002)
As at 31 December 2007	81,874	6,976	(5,534)	83,316

* These are non-distributable reserves.

1(d)(ii) Details of any changes in the Company's Share Capital

As at 31 December 2008, there were unexercised options for 679,000 (31 December 2007: 997,000) of unissued ordinary shares with exercise price of $0.50 each under the Intraco Limited Share Option Scheme 2000.

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 end of the immediately preceding year.

	As at 31-12-08	As at 31-12-07
Total number of issued shares excluding treasury shares	98,635,879	98,635,879

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at end of the current financial period reported on.

The Company does not have any treasury shares as at 31st December 2008.

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 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 has applied the same accounting policies and computation methods used in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 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 (EPS)

	Group	
	Full Year 31-12-08	Full Year 31-12-07
	cents	cents
Earnings per ordinary share for the year based on net profit attributable to shareholders:		
(i) Based on number of ordinary shares on issue	1.21	3.83
(ii) On a fully diluted basis	1.21	3.83

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.

Net Asset Value

	Group		Company	
	As at 31-12-08	As at 31-12-07	As at 31-12-08	As at 31-12-07
Net asset value per ordinary share based on issued share capital at the end of the period	$0.77	$0.75	$0.84	$0.84

8 **Review of Performance**

The Group's turnover in 2008 was S$294.5 million, a 19.2% decrease from 2007. This was due to weaker sales in the Semiconductors sector, Industrial Materials sector, especially for Petrochemical products, and Agri-business & Food sector. Sales for the first half of 2008 were affected by the weakening of the US dollar while depressed commodity prices due to the global economic slowdown affected sales during the second half of 2008.

The profit after tax and minority interests for the year was S$1.2 million compared to S$3.8 million in 2007, after imputing a S$1.2 million impairment for available-for-sale financial asset. The 2007's profit after tax included a prior year writeback of provision of cost of sales of S$1.6 million and a S$2.0 million gain from a return of capital in an investment.

Turnover for Building Materials & Security Solutions sector improved by S$13.4 million to S$34.3 million (in comparison with S$20.9 million in 2007). The segmental profit, at S$1.36 million, was a marked improvement over 2007 reported profit of S$0.47 million.

The Industrial Materials sector recorded a lower turnover of S$131.9 million for 2008 as compared to the same period in 2007 at S$205.7 million. The reduction in turnover was mainly due to the weakened sales in some Petrochem products and the reduction in Plastics sales due to 30% to 40% reduction in plastics prices in the second half of the year. The segmental profit was S$0.24 million as compared to S$2.12 million in 2007 due to lower margin and lower turnover.

Turnover for the seafood and coffee businesses within the Agri-business & Food sector was S$17.6 million, a reduction of 26.1% from the same period in 2007. The sector reported a segmental loss of S$0.2 million in 2008 compared to a profit of S$1.36 million reported in the same period in 2007. Included in the sector's 2007 profit was a prior year writeback of provision of cost of sales of S$1.6 million which turned around the operational loss incurred.

Turnover for the Semiconductors' sector was S$99.6 million compared to S$107.2 million in 2007, a reduction of 7.1%. This was due mainly to increasing competition in the semiconductors industry which also resulted in a dip in profit margin. The sector reported a loss of S$0.09 million in 2008 compared to a profit of S$1.3 million for the same period in 2007, due to the reduction in profit margin and a foreign exchange loss of S$0.68 million.

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

Not applicable

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 slowdown in the global business environment, the slump in commodity prices and the competitive market condition in the semiconductors industry, the Group expects the next 12 months to be challenging. However, the Group will remain vigilant and stay focus in its strategies to meet the challenges ahead.

11 **Dividend**

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Nil

(b) Corresponding Period of the Immediately Preceding Financial Year

Name of Dividend :	Interim (paid on 26 Dec 2007)
Dividend Type :	Cash
Dividend Rate:	2.03 cents per share, net of tax
Tax Rate :	18%

(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 was recommended for the present financial period.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13 Business Segmental Information

By industries for the year ended 31 December 2008

$'000	Building Materials & Security Solutions (excl. iWave)	Semi-conductors	Industrial Materials	Building Materials & Security Solutions (iWave only)	Energy & Enviornment	Agri-business & Food	Others	Consolidated
2008								
Segment revenue	34,339	99,580	131,878	7,300	3,806	17,608	-	294,511
Segment results	1,356	(92)	235	1,864	199	(197)	(147)	3,218
Unallocated expense								(2,190)
Profit before taxation								1,028
Taxation								(59)
Minority interests, net of taxes								220
Net Profit								**1,189**
Segment assets	9,792	22,216	14,895	14,286	340	19,829	-	81,358
Unallocated assets								43,023
Total assets								**124,381**
Segment liabilities	4,131	11,223	5,008	1,583	170	140	6	22,261
Unallocated liabilities								23,289
Total liabilities								**45,550**
Other segment information:								
Capital expenditure	-	582	50	2,698	-	-	96	3,426
Depreciation and amortisation	-	308	22	3,722	-	1	168	4,221

$'000	Building Materials & Security Solutions (excl. iWave)	Semi-conductors	Industrial Materials	Building Materials & Security Solutions (iWave only)	Energy & Enviornment	Agri-business & Food	Others	Consolidated
2007								
Segment revenue	20,914	107,232	205,658	6,096	956	23,836	-	364,692
Segment results	465	1,304	2,117	276	(375)	1,360	(10)	5,137
Unallocated expense								(570)
Profit before taxation								4,567
Taxation								(224)
Minority interests, net of taxes								(566)
Net profit								**3,777**
Segment assets	10,844	26,235	19,971	12,141	370	23,917	-	93,478
Unallocated assets								45,286
Total assets								**138,764**
Segment liabilities	3,783	14,800	13,267	132	140	638	6	32.766
Unallocated liabilities								28,277
Total liabilities								**61,043**
Other segment information:								
Capital expenditure	-	434	41	-	-	3	159	637
Depreciation and amortisation	-	115	19	3,737	-	1	301	4,173

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.

Refer to section 8

15 A breakdown of sales

		Group		
		31-12-08	31-12-07	Change %
		S$'000	S$'000	
(a)	Sales reported for first half year	179,329	191,600	(6.4)
(b)	Operating profit after tax before deducting minority interests reported for first half year	925	3,032	(69.5)
(c)	Sales reported for second half year	115,182	173,092	(33.5)
(d)	Operating profit after tax before deducting minority interests reported for second half year	44	1,311	(96.6)

16 Interested person transactions

Nil

BY ORDER OF THE BOARD

Annie Wong Sook Cheng
Company Secretary
26/02/2009