

FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2011

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			Group		
	4Q11 S\$'000	4Q10 S\$'000	% Change	FY 2011 S\$'000	FY 2010 S\$'000	% Change
Continuing operations						
Revenue	30,849	28,887	6.8	115,714	105,153	10.0
Changes in inventories of finished goods and work-in-progress	1,454	1,748	(16.8)	355	(298)	n.m.
Raw materials	(23,358)	(23,682)	(1.4)	(80,905)	(79,789)	1.4
(Loss) / Gain on disposal of property, plant and equipment	-	(835)	n.m.	123	80	53.8
Investment income and Gain on disposal of investments	99	246	(59.8)	218	823	(73.5)
Loss on disposal of associate	(228)	-	n.m.	(228)	(10)	n.m.
Interest income	52	12	n.m.	120	49	n.m.
Dividend income	154	160	(3.8)	4,356	10,301	(57.7)
Other income	250	199	25.6	515	500	3.0
Exchange gain / (loss)	339	(414)	n.m.	575	(2,140)	n.m.
Allowance for doubtful receivables and bad debts written off	(71)	(5)	n.m.	(104)	(21)	n.m.
Depreciation of property, plant and equipment	(546)	(487)	12.1	(1,985)	(1,920)	3.4
Goodwill written off	(162)	-	n.m.	(162)	-	n.m.
Write-back for impairment / (Impairment losses) on investments	1,106	(392)	n.m.	(1,882)	(2,978)	(36.8)
Net change in fair value of financial assets held for trading	488	230	n.m.	197	613	(67.9)
Staff costs	(3,132)	(3,156)	(0.8)	(12,479)	(11,366)	9.8
Rental expenses	(490)	(426)	15.0	(1,924)	(1,739)	10.6
Other expenses	(4,948)	(4,832)	2.4	(17,283)	(16,213)	6.6
Interest expenses	(25)	(22)	13.6	(79)	(90)	(12.2)
Profit / (Loss) before share of profit of associates	1,831	(2,769)	n.m.	5,142	955	n.m.
Share of profit of associates (net of tax)	2,197	2,053	7.0	8,159	7,337	11.2
Profit / (Loss) from ordinary activities before taxation	4,028	(716)	n.m.	13,301	8,292	60.4
Income tax (expense) / credit	(16)	118	n.m.	(25)	141	n.m.
Profit / (Loss) from continuing operations	4,012	(598)	n.m.	13,276	8,433	57.4
Discontinued operation						
Loss from discontinued operation (net of tax)	(105)	(183)	(42.6)	(144)	(399)	(63.9)
Net profit / (loss) for the period ended	3,907	(781)	n.m.	13,132	8,034	63.5
Attributable to :						
Equity holders of the Company	3,985	(664)	n.m.	13,388	8,346	60.4
Non-controlling interests	(78)	(117)	(33.3)	(256)	(312)	(17.9)
Net profit / (loss) for the period ended	3,907	(781)	n.m.	13,132	8,034	63.5

Statement of Comprehensive Income

Net profit / (loss) for the period ended

Other comprehensive income:

Exchange differences on translation of financial statements of foreign subsidiaries and associates

Exchange differences on monetary items forming part of net investment

Net change in fair value of equity securities available for sale transferred to profit or loss

Net change in fair value of equity securities available for sale

Other comprehensive (loss) / income for the period, net of tax

Total comprehensive income / (loss) for the period

Total comprehensive income / (loss) attributable to :

Equity holders of the Company

Non-controlling interests

n.m. - not meaningful

Group			Group		
4Q11 S\$'000	4Q10 S\$'000	% Change	FY 2011 S\$'000	FY 2010 S\$'000	% Change
3,907	(781)	n.m.	13,132	8,034	63.5
808	242	n.m.	3,125	(1,810)	n.m.
75	(862)	n.m.	281	(3,156)	n.m.
-	44	n.m.	-	31	n.m.
(2,442)	(3)	n.m.	5,705	(2,121)	n.m.
(1,559)	(579)	n.m.	9,111	(7,056)	n.m.
2,348	(1,360)	n.m.	22,243	978	n.m.

2,426	(1,243)	n.m.	22,499	1,290	n.m.
(78)	(117)	(33.3)	(256)	(312)	(17.9)
2,348	(1,360)	n.m.	22,243	978	n.m.

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		Group	Company
	31.12.2011 S\$'000	31.12.2010 S\$'000	31.12.2011 S\$'000	31.12.2010 S\$'000	% Change	% Change
Non-current assets						
Property, plant and equipment	10,840	8,825	1,074	1,133	22.8	(5.2)
Subsidiaries	-	-	55,426	50,185	0.0	10.4
Associates	81,502	70,502	53,603	45,993	15.6	16.5
Amount due from associates	3,137	2,373	-	-	32.2	0.0
Other investments	18,440	17,464	1,334	1,688	5.6	(21.0)
Other receivable	1,467	-	-	-	n.m.	0.0
Other financial assets	172	172	172	172	0.0	0.0
	115,558	99,336	111,609	99,171	16.3	12.5
Current assets						
Inventories	6,944	6,951	5,000	4,231	(0.1)	18.2
Trade and other receivables	33,174	26,584	35,290	33,513	24.8	5.3
Other investments	11,373	9,352	1,005	-	21.6	n.m.
Cash and cash equivalents	42,075	40,811	27,043	29,889	3.1	(9.5)
	93,566	83,698	68,338	67,633	11.8	1.0
Total assets	209,124	183,034	179,947	166,804	14.3	7.9
Equity						
Share capital	84,128	84,268	84,128	84,268	(0.2)	(0.2)
Reserves	98,537	79,549	81,295	69,295	23.9	17.3
Equity attributable to equity holders of the Company	182,665	163,817	165,423	153,563	11.5	7.7
Non-controlling interests	207	463	-	-	(55.3)	0.0
Total equity	182,872	164,280	165,423	153,563	11.3	7.7
Non-current liabilities						
Financial liabilities	2,585	154	16	46	n.m.	(65.2)
Deferred tax liabilities	661	517	-	-	27.9	0.0
	3,246	671	16	46	n.m.	(65.2)
Current liabilities						
Trade and other payables	21,461	16,501	7,357	7,755	30.1	(5.1)
Financial liabilities	1,168	1,234	7,151	5,440	(5.3)	31.5
Current tax payable	377	348	-	-	8.3	0.0
	23,006	18,083	14,508	13,195	27.2	10.0
Total liabilities	26,252	18,754	14,524	13,241	40.0	9.7
Total equity and liabilities	209,124	183,034	179,947	166,804	14.3	7.9

n.m. - not meaningful

Explanatory Notes to Balance Sheet

Driven by the positive progress made by the Group during the financial year, shareholders' equity grew from S\$163.8 million to S\$182.7 million as at 31 December 2011.

Total assets for the Group amounted to S\$209.1 million as at financial year ended 31 December 2011, representing S\$26.1 million or 14.3% increased in the asset base of S\$183.0 million as at 31 December 2010.

Non Current Assets

Increased in associates of S\$11.0 million was mainly due to a new GGBS China investment of S\$5.1 million, share of associate profits net of tax of S\$8.2 million and foreign currency translation reserve gain of S\$3.5 million offset by dividend income.

Current Assets and liabilities

With improved sales, trade and other receivables increased by S\$6.6 million to S\$33.2 million. Similarly, the trade and other payables also increased by S\$5.0 million to S\$21.5 million.

Other investment increased by S\$2.0 million was mainly from additional investment on equity securities.

Cash and cash equivalent remained healthy at S\$42.1 million. Higher finance liabilities was due to hire purchase on additional number of mixer trucks.

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

Amount repayable in one year or less, or on demand

As at 31.12.2011		As at 31.12.2010	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
793	375	198	1,031

Amount repayable after one year

As at 31.12.2011		As at 31.12.2010	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
2,304	281	154	-

Details of any collateral

The Group's banking facilities are secured by :

- a) a legal charge on a subsidiary's freehold land and building with a carrying amount of S\$0.1 million,
- b) fixed deposits amounting to S\$0.6 million,
- c) the hire purchase facilities of the Group are secured by the Company and its subsidiaries' plant and machineries and motor vehicles.

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	
	FY 2011 S\$'000	FY 2010 S\$'000
Operating activities		
Profit before income tax	13,157	7,893
Adjustments for:		
Allowance for inventory obsolescence	14	436
Allowance for doubtful receivables	49	21
Bad debts written off	55	-
Goodwill written off	162	-
Depreciation of property, plant and equipment	1,985	1,920
Dividend income	(4,356)	(10,301)
Equity settled share-based payment transactions	-	70
Impairment losses on investments	1,882	2,978
Interest expense	79	138
Interest income	(120)	(49)
Loss on disposal of associate	228	10
Loss / (Gain) on disposal of investments	26	(313)
(Gain) / Loss on disposal of property, plant & equipment	(123)	142
Net change in fair value of financial assets held for trading	(197)	(613)
Share of profit of associates (net of tax)	(8,159)	(7,337)
Operating gain / (loss) before working capital changes	4,682	(5,005)
Changes in working capital:		
Inventories	16	744
Trade and other payables	6,455	4,490
Trade and other receivables	(9,659)	(7,029)
Cash generated from/ (used in) operations	1,494	(6,800)
Income tax (paid) / recovered	(353)	587
Net cash from/ (used on) operating activities	1,141	(6,213)
Investing activities		
Distribution from other investments	760	442
Dividends received	4,356	10,301
Dividends received from associates	6,885	7,705
Interest received	120	49
Loan to associates	(274)	(9,784)
Proceeds from disposal of associate	91	79
Proceeds from disposal of other investments	31	1,941
Proceeds from disposal of property, plant and equipment	150	2,556
Purchase of property, plant and equipment	(1,802)	(2,203)
Cash paid for investment in associates	(5,110)	-
Net cash outflow on acquisition of a subsidiary	(986)	-
Net cash from investing activities	4,221	11,086
Financing activities		
Deposits pledged	37	(28)
Dividends paid by the Company	(3,511)	(5,913)
Interest paid	(79)	(138)
(Repayment) / Proceeds of short term borrowings	(91)	26
Proceeds from issue of shares under share options scheme	75	614
Repurchase of own shares	(215)	-
Repayment of finance leases, net	(339)	(169)
Repayment of long term borrowings	(188)	(1,069)
Net cash used in financing activities	(4,311)	(6,677)
Net increase / (decrease) in cash and cash equivalents	1,051	(1,804)
Cash and cash equivalents at beginning of period	40,148	42,116
Effect of exchange fluctuations on cash held	251	(164)
Cash and cash equivalents at end of period	41,450	40,148
Comprising:		
Fixed deposits	5,984	27,036
Bank balances	36,091	13,775
	42,075	40,811
Deposits pledged	(625)	(663)
	41,450	40,148

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

	FY 2011 S\$'000	FY 2010 S\$'000
Cash flows attributable to discontinued operations:		
Operating	215	(241)
Investing	-	1,286
Financing	(457)	(846)
	<u>(242)</u>	<u>199</u>

Explanatory Notes to Cash Flow Statement

The Group's net cash position increased by approximately S\$1.3 million which was mainly attributable to improved in cash flow generated from operations by S\$8.3 million due mainly to better profit in FY2011.

Lower loan to associates of S\$9.5 million has increased cash flows from investing activities, however, this was reduced by lower dividend received S\$5.9 million, lower proceed from both disposal of other investments and on property, plant and equipment of S\$4.3 million.

The cash used in investment in China of S\$5.1 million as well as acquisition of 2 subsidiaries in Malaysia of \$1 million during the year has further reduced the cash flows from investing activities by S\$6.9 million to S\$4.2 million.

Acquisition of a new subsidiary

As announced on 9 Nov 2011, a subsidiary of the Group acquired the entire share capital of Compact Concrete Sdn Bhd ("CC") and Pelopor Niaga Sdn. Bhd ("PN") for a cash consideration of RM\$5.02 million or approximately S\$2.04 million. The transaction was accounted for by the acquisition method of accounting.

The fair values shown below for CC and PN are provisional as the hindsight period allowed by financial reporting standard has not yet expired. A detailed expert report on the fair value of provisions would be ready by end of 31 Oct 2012.

The net assets acquired and the related fair values are as follows:

	Provisional fair value S\$ '000
Cash and cash equivalent	639
Trade and other receivables	1,382
Inventories	22
Property, plant and equipment	519
Other assets	16
Trade and other payables	(528)
Income tax payable	(48)
Deferred tax liabilities	(129)
Net assets	<u>1,873</u>
Goodwill written off	<u>162</u>
Cost of acquisition	<u>2,035</u>
Cash consideration	2,035
Less: Cash taken over	(639)
Outstanding cash consideration not paid due within next 12 months	(410)
Net cash outflow on acquisition (as shown in statement of cash flows)	<u>986</u>

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.

	Share capital S\$'000	Share option reserve S\$'000	Foreign currency translation reserve S\$'000	Fair value reserve S\$'000	Accumulated profit / (loss) S\$'000	Total attributable to equity holders of the parent S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
Group								
At 1 January 2010	83,654	832	(2,517)	1,616	84,171	167,756	775	168,531
Total comprehensive income for the period								
Net profit for the year	-	-	-	-	8,346	8,346	(312)	8,034
Other comprehensive income								
Exchange differences on translation of financial statements of foreign subsidiaries and associates	-	-	(1,810)	-	-	(1,810)	-	(1,810)
Exchange differences on monetary items forming part of net investment	-	-	(3,156)	-	-	(3,156)	-	(3,156)
Net change in fair value of equity securities available for sale transferred to profit or loss	-	-	-	31	-	31	-	31
Net change in fair value of equity securities available for sale	-	-	-	(2,121)	-	(2,121)	-	(2,121)
Total other comprehensive income	-	-	(4,966)	(2,090)	-	(7,056)	-	(7,056)
Total comprehensive income for the period	-	-	(4,966)	(2,090)	8,346	1,290	(312)	978
Contributions by and distributions to owners								
Issue of shares under share option scheme	614	-	-	-	-	614	-	614
Final one-tier dividend paid of 3 cents per share	-	-	-	-	(3,548)	(3,548)	-	(3,548)
Special one-tier dividend paid of 2 cents per share	-	-	-	-	(2,365)	(2,365)	-	(2,365)
Value of employee services received for issue of share options	-	70	-	-	-	70	-	70
Total transactions with owners	614	70	-	-	(5,913)	(5,229)	-	(5,229)
At 31 December 2010	84,268	902	(7,483)	(474)	86,604	163,817	463	164,280
At 1 January 2011	84,268	902	(7,483)	(474)	86,604	163,817	463	164,280
Total comprehensive income for the period								
Net profit for the year	-	-	-	-	13,388	13,388	(256)	13,132
Other comprehensive income								
Exchange differences on translation of financial statements of foreign subsidiaries and associates	-	-	3,125	-	-	3,125	-	3,125
Exchange differences on monetary items forming part of net investment	-	-	281	-	-	281	-	281
Net change in fair value of equity securities available for sale	-	-	-	5,705	-	5,705	-	5,705
Total other comprehensive income	-	-	3,406	5,705	-	9,111	-	9,111
Total comprehensive income for the period	-	-	3,406	5,705	13,388	22,499	(256)	22,243
Contributions by and distributions to owners								
Issue of shares under share option scheme	75	-	-	-	-	75	-	75
Repurchase of own shares	(215)	-	-	-	-	(215)	-	(215)
Final one-tier dividend paid of 3 cents per share	-	-	-	-	(3,511)	(3,511)	-	(3,511)
Total transactions with owners	(140)	-	-	-	(3,511)	(3,651)	-	(3,651)
At 31 December 2011	84,128	902	(4,077)	5,231	96,481	182,665	207	182,872

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.

Company	Share capital S\$'000	Share option reserve S\$'000	Fair value reserve S\$'000	Accumulated profit / (loss) S\$'000	Total equity S\$'000
At 1 January 2010	83,654	832	360	64,108	148,954
Total comprehensive income for the period					
Net profit for the year	-	-	-	10,032	10,032
Other comprehensive income					
Net change in fair value of equity securities available for sale transferred to profit or loss	-	-	(163)	-	(163)
Net change in fair value of equity securities available for sale	-	-	(31)	-	(31)
Total other comprehensive income	-	-	(194)	-	(194)
Total comprehensive income for the period	-	-	(194)	10,032	9,838
Contributions by and distributions to owners					
Value of employee services received for issue of share options	-	70	-	-	70
Issue of shares under share option scheme	614	-	-	-	614
Final one-tier dividend paid of 3 cents per share	-	-	-	(3,548)	(3,548)
Special one-tier dividend paid of 2 cents per share	-	-	-	(2,365)	(2,365)
Total transactions with owners	614	70	-	(5,913)	(5,229)
At 31 December 2010	84,268	902	166	68,227	153,563
At 1 January 2011	84,268	902	166	68,227	153,563
Total comprehensive income for the period					
Net profit for the year	-	-	-	15,672	15,672
Other comprehensive income					
Net change in fair value of equity securities available for sale	-	-	(161)	-	(161)
Total other comprehensive income	-	-	(161)	-	(161)
Total comprehensive income for the period	-	-	(161)	15,672	15,511
Contributions by and distributions to owners					
Issue of shares under share option scheme	75	-	-	-	75
Repurchase of own shares	(215)	-	-	-	(215)
Final one-tier dividend paid of 3 cents per share	-	-	-	(3,511)	(3,511)
Total transactions with owners	(140)	-	-	(3,511)	(3,651)
At 31 December 2011	84,128	902	5	80,388	165,423

- 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.**

The Company did not hold any treasury shares at 31 December 2011 (31 December 2010 : Nil).

Pursuant to the 2011 Share Buy-back Mandate approved at the Extraordinary General Meeting on 27 April 2011, the Company purchased 285,000 shares by way of on-market purchase for a total consideration of S\$222,840 (excluding transaction costs) and simultaneously cancelled the 285,000 shares via stock option erroneously granted to and exercised by Tan Yok Koon.

As at 31 December 2011, the issued share capital of the Company was S\$84,128,196 (31 December 2010 : S\$84,267,557) comprising 118,232,500 (31 December 2010 : 118,417,500) ordinary shares.

As at 31 December 2011, options to subscribe to 2,000,000 ordinary shares remained unexercised (31 December 2010: 2,190,000 ordinary 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.**

	<u>As at 31 Dec 2011</u>	<u>As at 31 Dec 2010</u>
Total number of issued shares	<u>118,232,500</u>	<u>118,417,500</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.**

Not applicable.

- 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).**

These 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.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year as compared with the audited financial statements for the year ended 31 December 2010, except for the adoption of accounting standards (including its consequential amendments) and interpretations applicable for the financial periods beginning on or after 1 January 2011.

Among the changes to the Financial Reporting Standards (FRS) which are applicable to the Group is FRS 24 Related Party Disclosures which will become effective for the Group's financial statements for the year ending 31 December 2011.

The revised FRS 24 modifies the definition of a related party, which the Group does not expect to have any significant impact on its financial position or performance for the financial year 31 December 2011.

- 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:

Profit per ordinary share for the period based on operating profit after tax attributable to members of the company after deducting any provision for preference dividends:-

- (i) Based on weighted average number of ordinary shares in issue
- (ii) On a fully diluted basis

Group	
FY 2011	FY 2010
11.31 cents	7.08 cents
11.29 cents	7.00 cents

From continuing operations:

Profit per ordinary share for the period based on operating profit after tax attributable to members of the company after deducting any provision for preference dividends:-

- (i) Based on weighted average number of ordinary shares in issue
- (ii) On a fully diluted basis

Group	
FY 2011	FY 2010
11.43 cents	7.39 cents
11.41 cents	7.31 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 period reported on and (b) immediately preceding financial year.

Net asset value per ordinary share based on existing issued share capital as at the end of the year reported on

Group		Company	
31.12.2011	31.12.2010	31.12.2011	31.12.2010
S\$1.54	S\$1.38	S\$1.40	S\$1.30

Net asset value per ordinary share is computed based on 118,232,500 ordinary shares as at 31 December 2011 (31 December 2010: 118,417,500 ordinary shares).

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

For the financial year ended 31 December 2011, the Group's revenue of S\$115.7 million was 10% higher than in 2010. This was primarily attributable to stronger sales by Singapore Integral Cement and Ready-mix concrete business.

(b) Profitability

Profit attributable to equity holder of the Company amounted to S\$13.4 million was 60% higher as compared to S\$8.3 million in 2010. The improved performance were due to:-

- i) improved gross margins of S\$10 million,
- ii) exchange gain on revaluation of USD denominated assets for S\$2.7 million,
- iii) higher share of profits derived from associates for S\$0.8 million, and
- iv) lower impairment provision required for investments by S\$1.1 million.

However the above was negated by:-

- i) lower dividend income received from an investee company by S\$5.9 million,
- ii) higher staff cost, repair and maintenance and other operating expenses by S\$2.2 million, and
- iii) lower investment income and fair valuation of financial assets held for trading by S\$1.2 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.

MTI forecasts moderate growth for Singapore in the range of 1.0 - 3.0 per cent. BCA forecast a drop in total construction for 2012 to S\$21 - S\$27 billion. The lag effect will be felt from second half of 2012 onwards. However, we expect our Singapore cement and ready-mix concrete operations to remain strong and continue to be a key contributor to the Group's revenue and profits.

The China domestic economy is projected to grow at a slower pace of 8.5 per cent compared to 9.2 per cent growth in 2011. However, we remain confident on the potential and growth of our GGBS business in China. Our latest joint venture associate company, Wuhan Wuxin Materials Co, Ltd successfully carried out its trial production at the end of Dec 2011 and is expected to be in operation in Q1 2012. We expect this joint venture will contribute to the Group's profits. Plans are in place to expand the capacity of the Wuhan joint venture while the fourth production line at our Jinan joint venture is ready for commissioning in April 2012.

11 Dividend

(a) Current Financial Period Reported On

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

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Amount	3.00 cts per ordinary share
Tax Rate	Tax exempted (1-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Amount	3.00 cts per ordinary share
Tax Rate	Tax exempted (1-tier)

(c) Date payable

To be advised later.

(d) Books closure date

The dividend payment date and the notice for the closure of the Register of Members and the Transfer books of the Company for the purpose of determining entitlement to the proposed dividend will be advised after the forthcoming Annual General Meeting.

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

Not applicable.

13 If the Group has obtained a General Mandate from shareholders for the IPT, the aggregate values of such transactions as required under Rule 920 (1) (a) (ii). If no IPT mandate has been obtained, a statement to that effect.

Interested person transactions conducted during financial year 2011:

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 of the SGX-ST Listing Manual)	
	FY 2011	FY 2010
	S\$'000	S\$'000
Loan to an associated company		
- HBS Investments Pte Ltd	2,226	350
- HB Investments (China) Pte Ltd	2,500	15,398

No IPT mandate has been obtained from shareholders.

14 Negative confirmation pursuant to Rule 705 (5).

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(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.**

Business Segments	Cement and building materials S\$'000	Specialty Polymer S\$'000	Investments S\$'000	Discontinued Operation S\$'000	Total S\$'000
Revenue and expenses					
2011					
Total revenue from external customers	107,395	8,262	57	1	115,715
Segment results	5,202	(3,026)	2,926	(145)	4,957
share of profit/ (loss) of associates	8,069	-	90	-	8,159
	13,271	(3,026)	3,016	(145)	13,116
Interest expense					(79)
Interest income					120
Income tax					(25)
Profit for the year					13,132
Revenue and expenses					
2010					
Total revenue from external customers	94,465	10,688	-	15	105,168
Segment results	(3,995)	(3,008)	8,000	(352)	645
share of profit/ (loss) of associates	8,916	-	(1,579)	-	7,337
	4,921	(3,008)	6,421	(352)	7,982
Interest expense					(138)
Interest income					49
Income tax					141
Profit for the year					8,034

Geographical Segments	Singapore S\$'000	Malaysia S\$'000	China S\$'000	Discontinued Operation S\$'000	Eliminations S\$'000	Total S\$'000
Revenue						
2011						
External customers	102,137	4,670	8,907	1	-	115,715
Inter-segment sales	13,818	1,146	-	-	(14,964)	-
Total revenue	115,955	5,816	8,907	1	(14,964)	115,715
Revenue						
2010						
External customers	87,497	1,188	16,468	15	-	105,168
Inter-segment sales	150	116	-	-	(266)	-
Total revenue	87,647	1,304	16,468	15	(266)	105,168

- 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.**

Refer to Para 8.

17 A breakdown of sales

	Group		
	31.12.2011 S\$'000	31.12.2010 S\$'000	% Change
Sales reported for first half year	57,071	48,324	18.1
Operating profit after tax before deducting minority interests reported for first half year	6,649	3,262	n.m.
Sales reported for second half year	58,643	56,829	3.2
Operating profit after tax before deducting minority interests reported for second half year	6,483	4,772	35.9

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

	Latest Year (S\$'000)	Previous Year (S\$'000)
Ordinary	3,547	3,511
Preference	-	-
Total :	3,547	3,511

18 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (13) in the format as shown. If there is no such person, the issuer must make an appropriate negative statement.

Name	Age	Family Relationship with any Director and/or CEO and/or Substantial Shareholder	Current position and duties, and the year position was first held	Details of changes in duties and position held, if any, during the year
Mr Tan Cheng Gay	65	Brother of: (a) Mr Tan Yok Koon, an Executive director of the Company. (b) Dr Tan Choo Suan, a Non-Executive Director and Substantial Shareholder of the Company (see note (1) below). (c) Ms Tan Choo Pin, a Substantial Shareholder of the Company (see note (2) below). Son of Mdm Ng Giok Oh, a Substantial Shareholder of the Company (see note (3) below).	Position: Chairman/ CEO Appointed as Chairman since 2002 Appointed as CEO since 1979 Duties: Oversees the Company's overall business activities	No Change
Mr Tan Yok Koon	63	Brother of: (a) Mr Tan Cheng Gay, Chairman/CEO of the Company. (b) Dr Tan Choo Suan, a Non-Executive Director and Substantial Shareholder of the Company (see note (1) below). (c) Ms Tan Choo Pin, a Substantial Shareholder of the Company (see note (2) below). Son of Mdm Ng Giok Oh, a deemed Substantial Shareholder of the Company (see note (3) below).	Position: President, China Operations since 1 March 2005 Duties: Oversees the business activities in China	No Change

Notes:

- (1) Dr Tan Choo Suan is deemed to be a Substantial Shareholder of the Company through her shareholdings in Afro-Asia International Enterprises Pte. Limited, Afro Asia Shipping Co Pte Ltd and Performance Investment Pte Ltd.
- (2) Ms Tan Choo Pin is deemed to be a Substantial Shareholder of the Company through her shareholdings in Afro-Asia International Enterprises Pte. Limited.
- (3) Mdm Ng Giok Oh is deemed to be a Substantial Shareholder of the Company through her shareholdings in Afro Asia Shipping Co Pte Ltd and Performance Investment Pte Ltd.

BY ORDER OF THE BOARD

Tan Cheng Gay
 Chairman and CEO
 29 February 2012