

## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 31 DECEMBER 2007

### ANNOUNCEMENT

The Board of Directors of Signature International Berhad (“SIB” or “the Company”) is pleased to announce the following unaudited consolidated results of SIB and its subsidiaries (collectively known as “the Group”) for the period ended 31 December 2007.

### UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Period		Cumulative Period	
	Current Half Ended 31 Dec 07 RM'000	Preceding Year Corresponding Half Ended 31 Dec 06 RM'000	Current Year Ended 31 Dec 07 RM'000	Preceding Year Corresponding Year Ended 31 Dec 06 RM'000
Revenue	45,610	N/A	45,610	N/A
Cost of Sales	(29,337)	N/A	(29,337)	N/A
Gross profit from operations	16,273	N/A	16,273	N/A
Other operating expenses	(7,405)	N/A	(7,405)	N/A
Other operating income	267	N/A	267	N/A
Profit from operations	9,135	N/A	9,135	N/A
Finance Costs	(445)	N/A	(445)	N/A
Profit before taxation	8,690	N/A	8,690	N/A
Tax expense	(1,858)	N/A	(1,858)	N/A
Profit after taxation	6,832	N/A	6,832	N/A
Attributable to:				
- Equity holders of the parent	6,519	N/A	6,519	N/A
- Minority interest	313	N/A	313	N/A
	6,832	N/A	6,832	N/A
Basic Earnings per share (sen)	47.0	N/A	47.0	N/A

#### Notes:

- (i) The condensed consolidated income statement should be read in conjunction with the audited pro-forma consolidated financial information and the accountants' report for the financial year ended 30 June 2007 as disclosed in the Prospectus dated 28 December 2007 and the accompanying explanatory notes attached to the interim financial report.
- (ii) This is the first interim financial report on the consolidated results for the 6 months ended 31 December 2007 announced by the Company in compliance with the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and in conjunction with the admission of the Company to the Second Board of Bursa Securities. As this is the first interim financial report being drawn up, there are no comparative figures for the preceding year's corresponding period.
- (iii) In conjunction with the Initial Public Offering (“IPO”) exercise, the acquisitions of Cabinet Industries Sdn Bhd and its wholly owned subsidiary companies (namely, Signature Manufacturing Sdn Bhd, Signature Kitchen Sdn Bhd, Signature Kitchen Industries Sdn Bhd and Fabriano Sdn Bhd), Signature Aluminium Sdn Bhd and Obicorp Sdn Bhd were completed on 20 November 2007. These acquisitions were accounted for under the merger method whereby the difference between the acquisition cost and the nominal value of the share capital of the subsidiary is taken to the merger reserve or deficit.



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### INTERIM FINANCIAL REPORT 31 DECEMBER 2007

#### CONDENSED CONSOLIDATED BALANCE SHEET

	UNAUDITED As at 31 Dec 2007 RM'000	AUDITED As at 30 June 2007 RM'000
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	12,161	N/A
Prepaid lease rentals	6,847	N/A
Investment properties	3,105	N/A
Other investment	321	N/A
	<u>22,434</u>	<u>N/A</u>
<b>Current Assets</b>		
Inventories	7,904	N/A
Receivables	15,840	N/A
Amount owing by contract customers	5,044	N/A
Tax refundable	178	N/A
Deposits, cash and bank balances	6,238	N/A
	<u>35,204</u>	<u>N/A</u>
<b>TOTAL ASSETS</b>	<u>57,638</u>	<u>N/A</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	31,155	N/A
Reserves	7,236	N/A
Shareholders' equity	38,391	N/A
Minority interest	537	N/A
<b>TOTAL EQUITY</b>	<u>38,928</u>	<u>N/A</u>
<b>Non Current Liabilities</b>		
Hire purchase payables	1,247	N/A
Term loans	2,877	N/A
Deferred taxation	688	N/A
	<u>4,812</u>	<u>N/A</u>
<b>Current Liabilities</b>		
Payables	11,232	N/A
Provision for taxation	1,296	N/A
Other bank borrowings	300	N/A
Hire purchase payables	494	N/A
Term loans	576	N/A
	<u>13,898</u>	<u>N/A</u>
<b>TOTAL LIABILITIES</b>	<u>18,710</u>	<u>N/A</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>57,638</u>	<u>N/A</u>
Net assets per ordinary share attributable to ordinary equity holders of the Company (RM)	<u>0.62</u>	<u>N/A</u>

The condensed consolidated balance sheet should be read in conjunction with the audited pro-forma consolidated financial information and the accountants' report for the financial year ended 30 June 2007 as disclosed in the Prospectus dated 28 December 2007 and the accompanying explanatory notes attached to the interim financial report.



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### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to equity holders of the parent →				Total RM'000	Minority Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Non Distributable Reserves Revaluation Reserve RM'000	Distributable Reserves Merger Deficit RM'000	Retained Profits RM'000			
<b>Balance as at 1 July 2007</b>	#	-	-	(8)	(8)	-	(8)
Acquisition during the period under the merger method	29,937	1,257	(28,567)	28,035	30,662	224	30,886
Issued as consideration for the debt settlement during the period	1,218				1,218	-	1,218
Profit after taxation for the period				6,519	6,519	313	6,832
<b>Balance as at 31 December 2007</b>	<b>31,155</b>	<b>1,257</b>	<b>(28,567)</b>	<b>34,546</b>	<b>38,391</b>	<b>537</b>	<b>38,928</b>

# - RM2

The condensed consolidated statement of changes in equity should be read in conjunction with the audited pro-forma consolidated financial information and the accountants' report for the financial year ended 30 June 2007 as disclosed in the Prospectus dated 28 December 2007 and the accompanying explanatory notes attached to the interim financial report.



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### UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Current Half Ended 31 Dec 07 RM'000	Preceding Corresponding Half Ended 31 Dec 06 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	8,690	N/A
<b>Adjustments:</b>		
Amortisation and depreciation	881	N/A
Gain on disposal of property, plant and equipment	(37)	N/A
Interest income	(41)	N/A
Interest expense	387	N/A
	<hr/>	<hr/>
<b>Changes in working capital</b>	9,881	N/A
Inventories	(1,493)	N/A
Receivables	5,945	N/A
Amount owing by contract customers	(2,695)	N/A
Payables	(4,159)	N/A
	<hr/>	<hr/>
<b>Cash generated from operations</b>	7,479	N/A
Interest received	41	N/A
Interest paid	(387)	N/A
Tax paid	(1,250)	N/A
<b>Net cash from operating activities</b>	<hr/> <b>5,882</b> <hr/>	<hr/> <b>N/A</b> <hr/>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions of property, plant and equipment and prepaid lease rentals	(4,268)	N/A
Additional works on investment properties	(403)	N/A
Proceeds from disposal of property, plant and equipment	65	N/A
<b>Net cash used in investing activities</b>	<hr/> <b>(4,605)</b> <hr/>	<hr/> <b>N/A</b> <hr/>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Hire purchase	59	N/A
Term loans and other borrowings	123	N/A
<b>Net cash from financing activities</b>	<hr/> <b>182</b> <hr/>	<hr/> <b>N/A</b> <hr/>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	1,459	N/A
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<hr/> <b>4,779</b> <hr/>	<hr/> <b>N/A</b> <hr/>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<hr/> <b>6,238</b> <hr/>	<hr/> <b>N/A</b> <hr/>
<b>Cash and cash equivalents comprise:</b>		
Deposits with licensed banks	1,030	
Cash and bank balances	5,208	
	<hr/> <b>6,238</b> <hr/>	

The condensed consolidated cash flow statement should be read in conjunction with the audited pro-forma consolidated financial information and the accountants' report for the financial year ended 30 June 2007 as disclosed in the Prospectus dated 28 December 2007 and the accompanying explanatory notes attached to the interim financial report.



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### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (“FRS”) 134 – Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements.

The interim financial report should be read in conjunction with the audited pro-forma consolidated financial information and the accountants’ report for the financial year ended 30 June 2007 as disclosed in the Prospectus dated 28 December 2007 and the accompanying explanatory notes attached to the interim financial report.

The preparation of an interim financial report in conformity with FRS 134 – Interim Financial Reporting, requires management and the Directors to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities and income and expenses on a year to date basis. Actual results may differ from these estimates.

The interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group. The interim consolidated financial report and notes thereon do not include all the information required for a full set of financial statements prepared in accordance with FRSs.

#### 2. Summary of significant accounting policies

The significant accounting policies adopted are consistent with the audited pro-forma consolidated financial information and the accountants’ report for the financial year ended 30 June 2007 as disclosed in the Prospectus dated 28 December 2007 except for the adoption of new/revised FRSs effective for the financial period beginning 1 July 2007, the details of which are below:

##### Changes in accounting policies

The new accounting standards, amendments to published standards and IC interpretations to existing standards that are effective for accounting periods beginning on or after 1 October 2006 are as follows:

##### a) FRS 117 – Leases

Prior to 1 July 2007, leasehold land held for own use was classified as property, plant and equipment and was stated at cost or valuation less accumulated amortisation and impairments losses, if any.

The Group revalued its leasehold land and building on 11 May 2007 by an independent firm of professional valuers using the open market basis in conjunction with the IPO exercise.



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#### 2. Summary of significant accounting policies (Cont'd)

##### Changes in accounting policies (Cont'd)

###### a) FRS 117 – Leases (Cont'd)

The adoption of the revised FRS 117 will result in a retrospective change in the classification of leasehold land from property, plant and equipment to prepaid lease payments. The prepaid lease payments will continue to be amortised on a straight line basis over the remaining lease term. There are no financial effects on the income statement as a result of this reclassification.

###### b) FRS 124 – Related Party Disclosures

This standard affects the identification of related parties and other similar related party disclosures. This standard requires the disclosure of related party transactions and outstanding balances with other entities in a group. Intra-group related party transactions and outstanding balances are eliminated in the preparation of the consolidated financial statements of the Group. The adoption of FRS 134 has no financial impact on the Group's consolidated financial statements.

The MASB also issued the following revised Standards, amendments to Standards and IC Interpretations which are effective for annual periods beginning on or after 1 July 2007:

FRS 107	Cash Flow Statements
FRS 111	Construction Contracts
FRS 112	Income Taxes
FRS 118	Revenue
FRS 119	Employment Benefits
FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
FRS 126	Accounting and Reporting by Retirement Benefit Plans
FRS 129	Financial Reporting in Hyperinflationary Economies
FRS 134	Interim Financial Reporting
FRS 137	Provisions, Contingent Liabilities and Contingent Assets
Amendment to FRS 121	The Effects of Changes in Foreign Exchange Rates – Net Investment in Foreign Operation
IC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
IC 2	Members' Shares in Co-operative Entities and Similar Instruments
IC 5	Rights to Interest arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC 6	Liabilities arising from Participating in a Specific Market – Waste Electrical and Electronic Equipment
IC 7	Applying the Restatement Approach under FRS 129 <sub>2004</sub> – Financial Reporting in Hyperinflationary Economies
IC 8	Scope of FRS 2



## **Signature International Berhad**

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### **NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT**

#### **2. Summary of significant accounting policies (Cont'd)**

##### **Changes in accounting policies (Cont'd)**

The adoption of the above FRSs does not have significant financial impact on the Group for the current period under review.

#### **3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 30 June 2007 were not subject to any qualification.

#### **4. Seasonal or Cyclical Factors**

The business operations of the Group are not significantly affected by seasonal or cyclical factors other than the retail / non-project sector which is affected by the festive periods in Malaysia.

#### **5. Unusual Items**

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence in this interim financial report.

#### **6. Changes in Estimates**

There were no changes in estimates that had a material effect in the current period and year to date results.

#### **7. Changes in Debt and Equity Securities**

Save as disclosed in Note 11 to the interim financial report, there have been no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current period and year to date.

#### **8. Dividend Paid**

There were no dividends paid in the current period and year to date.



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#### 9. Segment Reporting

	Revenue RM'000	Profit Before Tax RM'000
<b>6 months ended 31 December 2007</b>		
<b>By Product</b>		
Design, manufacture and retail of Kitchen Systems and Wardrobe Systems	41,078	7,264
Marketing and Distribution of White Goods and Built-In Kitchen Appliances	2,590	494
Manufacture of glass and aluminium products	1,943	982
Others	-	(50)
	<u>45,610</u>	<u>8,690</u>

#### 10. Valuation of Property, Plant and Equipment

Save for the revaluation of the Group's landed properties carried out in conjunction with the IPO exercise and as disclosed in the Prospectus dated 28 December 2007, there was no valuation of the property, plant and equipment in the current period under review.

#### 11. Events subsequent to the Balance Sheet date

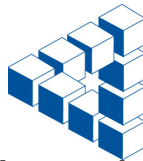
On 28 December 2007, the Company issued its Prospectus for its IPO in conjunction with its listing on the Second Board of Bursa Securities involving the following:

(i) Public Issue

The Public Issue of 17,690,800 new ordinary shares of RM0.50 each in the Company at an issue price of RM1.25 per ordinary share payable in full upon application comprising:

	No. of Public Issue Shares to be allocated
Malaysian Public	6,000,000
Eligible employees and persons who have contributed to the success of the Company and its subsidiary companies	1,300,000
Private placement to identified investors	7,700,000
Bumiputera investors approved by the Ministry of International Trade and Industry	<u>2,690,800</u>
	<u>17,690,800</u>





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#### 11. Events subsequent to the Balance Sheet date (Cont'd)

(ii) Offer for Sale

The Promoters undertook an Offer for Sale of 2,119,246 ordinary shares of RM0.50 each in the Company by way of placement to Bumiputera Investors approved by the Ministry of International Trade and Industry at an offer price of RM1.25 per ordinary share payable in full upon application.

The entire issued and paid-up share capital of the Company comprising 80,000,000 ordinary shares of RM0.50 each was listed on the Second Board of Bursa Securities on 24 January 2008.

#### 12. Changes in the Composition of the Group

In conjunction with, and as an integral part of the IPO, the Company acquired the following subsidiaries as follows:

Subsidiary Company	Purchase Consideration RM'000	Basis of arriving at the purchase consideration
Cabinet Industries Sdn Bhd * <i>[100% subsidiary]</i>	27,379	Willing-buyer willing-seller; based on a discount of approximately 2.6% of audited consolidated net assets at 30 June 2007
Obicorp Sdn Bhd <i>[100% subsidiary]</i>	2,222	Willing-buyer willing-seller; based on audited net assets at 30 June 2007
Signature Aluminium Sdn Bhd <i>[60% subsidiary]</i>	336	Willing-buyer willing-seller; based on 60% of the audited net assets at 30 June 2007
	<u>29,937</u>	

\* *Comprising Cabinet Industries Sdn Bhd and its wholly owned subsidiary companies, namely, Signature Manufacturing Sdn Bhd, Signature Kitchen Sdn Bhd, Signature Kitchen Industries Sdn Bhd and Fabiano Sdn Bhd*

The above acquisitions were satisfied by the issuance of 59,873,192 new ordinary shares of RM0.50 each in the Company at par value. The acquisitions were completed on 20 November 2007.

These acquisitions were accounted for under the merger method whereby the difference between the acquisition cost and the nominal value of the share capital of the subsidiary is taken to the merger reserve or deficit.



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#### 12. Changes in the Composition of the Group (Cont'd)

As the business combination involves entities under common control, it is presumed that these entities had always been a part of the Group and the 6 months financial results from 1 July 2007 to 31 December 2007 of the Company and its subsidiary companies have been reflected as such in the interim condensed consolidated income statement.

For accounting purposes, the acquisitions were deemed completed on 30 November 2007 as the Board is of the view that financial effects from 20 November 2007 to 30 November 2007 is not material. The resulting merger deficit amounts to RM28.57million.

#### 13. Changes in contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report other than the bankers guarantees disclosed under Note 13 to the interim financial report.

#### 14. Capital Commitments outstanding not provided for in the interim financial report

	31 December 2007 RM'000
Approved and contracted for	244
Approved and not contracted for	<u>13,960</u>
	<u>14,204</u>

#### 15. Material Related Party Transactions

Details of the relationship between the Group and its related parties are as described below. The related party transactions are carried out on normal commercial terms not more favourable to the related party than those generally available to the third parties, dealt at arm's length with the Group.

Name of Company	Principal Activities	
Duamas Consolidated Sdn Bhd ("Duamas")	Interior Fit Out Contractor	
	Current Half Ended 31 Dec 07 RM'000	Preceding Year Corresponding Half Ended 31 Dec 06 RM'000
Project claims for Kitchen Systems, Wardrobe Systems and Interior Fit-Out Services	<u>927</u>	<u>N/A</u>



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#### 15. Material Related Party Transactions (Cont'd)

In addition to the above, the Group has issued bankers guarantees on behalf of Duamas for the purpose of performance bonds given to the property developers in respect contracts awarded, of which RM2.04million is outstanding as at 31 December 2007. The commission charged by the Group's bankers for the aforesaid bankers guarantees was fully reimbursed by Duamas to the Group.

Further details are disclosed under Section 11.1.3 of the Prospectus dated 28 December 2007.

#### 16. Review of Performance – 6 months ended 31 December 2007

The Group achieved a gross profit of RM16.3million, profit before tax of RM8.7million and profit after tax and minority interest of RM6.5million on the back of RM45.6million of revenue.

Approximately 90% of the revenue recorded was contributed by the kitchen and wardrobe business segment. Project related work had contributed approximately RM19.8mil (or 43% of revenue) and non project related work contributed the balance of RM25.8million (or 57% of revenue).

A summary of the financial results is set out below:

	6 months Results to 31 Dec 07 RM'000
Revenue	45,610
Gross profit	16,273
Profit before tax	8,690
Profit after tax and minority interest	6,519
Gross profit (GP) margin	35.7%
Profit before tax (PBT) margin	19.1%
Profit after tax and minority interest (PATMI) margin	14.3%

The Group has achieved a GP margin of 35.7% and a PBT of 19.0%. The overall GP margin was supported by higher contribution from non-project sales which have generally higher margins than project sales. The improvement in the PBT margin was mainly contributed by improvements in overall cost management of administrative and other non-manufacturing overheads.



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#### 17. Variation of Results against Preceding Quarter

No comparatives figures are presented as this is the Group's first interim financial report on consolidated results in conjunction with the admission to the Second Board of Bursa Securities.

#### 18. Current Year Prospects

Barring any unforeseen circumstances, the Board remains positive with the Group's prospects and, in the opinion of the Board, the Group is likely to achieve its profit forecast as disclosed in the Prospectus dated 28 December 2007.

#### 19. Variance between Actual Profit and Forecast Profit

Save for the profit forecast as stated in the Prospectus dated 28 December 2007, the Group did not issue any profit forecast or profit guarantee in any public document during the current financial period. Disclosure on explanatory notes for the variance between actual and forecast results would only be required in the final quarterly report for the current financial year ending 30 June 2008.

#### 20. Taxation

	Current Half Ended 31 Dec 07 RM'000	Preceding Year Corresponding Half Ended 31 Dec 06 RM'000
Current Tax Expense	1,858	N/A
Deferred Tax Expense	-	N/A
	<u>1,858</u>	<u>N/A</u>

The effective tax rate of the Group for the current financial period was lower than the statutory tax rate due mainly to the Pioneer Status enjoyed by a subsidiary, Signature Manufacturing Sdn Bhd, whereby its pioneer activities are subject to tax exemption of 70%.

#### 21. Unquoted investments and properties

There was no sale of unquoted investments or properties for the current period under review.

#### 22. Quoted investments

There was no purchase or disposal of quoted securities for the current period under review.



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#### 23. Status of Corporate Proposals

##### Initial Public Offering

In conjunction with the IPO and pursuant to the Prospectus dated 28 December 2007, the Company carried a Public Issue and Offer for Sale, the details of which are described in Note 11 to the interim financial report.

##### Utilisation of IPO Proceeds

The total gross proceeds arising from the Public Issue will be utilized by the Group in the following manner:

Details of the proposed utilisation of proceeds	Proposed Utilisation RM'000	Intended Timeframe for Utilisation
Extension of lease period for the existing leasehold land	5,663	Within 12 months from date of listing
Leasing of new leasehold land and extension of lease period	5,997	Within 12 months from date of listing
Construction of new factory and purchase of machinery and equipment	4,300	Within 18 months from date of listing
Working capital	4,353	Within 12 months from date of listing
Estimated listing expenses	<u>1,800</u>	Within 2 months from date of listing
	<u>22,113</u>	

#### 24. Borrowings and Debt Securities

The Group's borrowings as at 31 December 2007 are as follows:

	Current RM'000	Non-Current RM'000	Total RM'000
<i>Denominated in Ringgit Malaysia</i>			
Unsecured	-	-	-
Secured	<u>876</u>	<u>2,877</u>	<u>3,753</u>
	<u>876</u>	<u>2,877</u>	<u>3,753</u>



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#### 25. Off Balance Sheet Financial Instruments

##### Forward Foreign Exchange Contracts

Forward foreign exchange contracts protect the Group from movements in exchange rates by establishing the rate at which a foreign currency asset or liability will be settled. Exchange gains and losses arising on contracts entered into as hedges of anticipated future transactions are deferred until the date of such transaction, at which time they are included in the measurement of such transactions.

At the latest practicable date (not earlier than 7 days from the date of issue of the interim financial report), 21 January 2008, the Group has hedged USD0.2million by way of forward contracts.

#### 26. Material Litigation

At the date of this interim financial report, there are no material litigations against the Group or taken by the Group.

#### 27. Proposed Dividend

The Board does not recommend any dividend for the 6 months ended 31 December 2007. As disclosed in the Prospectus dated 28 December 2007, the Board proposes to declare a net dividend of 1.85 sen per ordinary share for the financial year ended 30 June 2008.

#### 28. Earnings per Share

	Individual Period		Cumulative Period	
	Current Half Ended 31 Dec 07	Preceding Year Corresponding Half Ended 31 Dec 06	Current Year Ended 31 Dec 07	Preceding Year Corresponding Year Ended 31 Dec 06
<b>BASIC EARNINGS PER SHARE</b>	RM'000	RM'000	RM'000	RM'000
Profit for the period attributable to ordinary equity holders of the Company	6,519	N/A	6,519	N/A
Weighted average number of ordinary shares in issue ('000)	13,884	N/A	13,884	N/A
Basic Earnings per Share (sen)	47.0	N/A	47.0	N/A



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#### 28. Earnings per Share (Cont'd)

The weighted average number of shares in issue is calculated as follows:

	Number of shares '000	Date of issue	Number of days to 31 Dec 2007	Weighted average number of shares '000
At 1 July 2007	#		184	#
Acquisition of subs	59,873	20 Nov 2007	41	13,341
Debt Settlement	2,436	20 Nov 2007	41	<u>543</u>
Weighted average number of shares				<u>13,884</u>

# - 4 ordinary shares of RM0.50 each

#### 29. Authorisation for issue

The interim financial report was authorized for issue by the Board of Directors in accordance with a resolution of the Board on 28 January 2008.