

**VICOM LTD**

Company Registration No. : 198100320K

**Financial Statement and Dividend Announcement for the Second Quarter and Half Year ended 30 June 2006****PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR RESULTS AND FULL YEAR RESULTS****1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding periods of the immediately preceding financial year**

The Board of Directors announces the unaudited results of the Group for the 2nd quarter and half year ended 30 June 2006.

	<b>Group</b>					
	<b>2nd Qtr 2006 \$'000</b>	<b>2nd Qtr 2005 \$'000</b>	<b>Incr/ (Decr) %</b>	<b>1st Half 2006 \$'000</b>	<b>1st Half 2005 \$'000</b>	<b>Incr/ (Decr) %</b>
<b>Turnover</b>	13,910	12,101	14.9	26,776	23,193	15.4
Other operating income	313	201	55.7	662	417	58.8
<b>Revenue</b>	<b>14,223</b>	<b>12,302</b>	<b>15.6</b>	<b>27,438</b>	<b>23,610</b>	<b>16.2</b>
Staff costs	(6,471)	(5,861)	10.4	(12,570)	(11,453)	9.8
Depreciation & amortisation expenses	(1,042)	(1,073)	(2.9)	(2,125)	(2,006)	5.9
Repair & maintenance	(212)	(197)	7.6	(385)	(366)	5.2
Raw materials and consumables used	(1,423)	(1,110)	28.2	(2,564)	(1,937)	32.4
Premise costs	(517)	(536)	(3.5)	(1,051)	(1,012)	3.9
Insurance	(31)	(41)	(24.4)	(104)	(84)	23.8
Other operating expenses	(993)	(882)	12.6	(1,988)	(1,736)	14.5
Total operating expenses	(10,689)	(9,700)	10.2	(20,787)	(18,594)	11.8
<b>Operating profit</b>	<b>3,534</b>	<b>2,602</b>	<b>35.8</b>	<b>6,651</b>	<b>5,016</b>	<b>32.6</b>
Interest income	56	10	nm	113	34	nm
Finance cost	0	(10)	(100.0)	0	(20)	(100.0)
Share of profit in associate	0	47	(100.0)	0	156	(100.0)
<b>Profit before taxation</b>	<b>3,590</b>	<b>2,649</b>	<b>35.5</b>	<b>6,764</b>	<b>5,186</b>	<b>30.4</b>
Taxation	(915)	(695)	31.7	(1,743)	(1,363)	27.9
<b>Profit after taxation</b>	<b>2,675</b>	<b>1,954</b>	<b>36.9</b>	<b>5,021</b>	<b>3,823</b>	<b>31.3</b>
Attributable to:						
Shareholders of the Company	2,652	1,931	37.3	5,010	3,749	33.6
Minority interests	23	23	0	11	74	(85.1)
	<b>2,675</b>	<b>1,954</b>	<b>36.9</b>	<b>5,021</b>	<b>3,823</b>	<b>31.3</b>

**1(a)(ii) Adjustment for (over)/under provision of taxation in respect of prior years:**

	<b>Group</b>			
	<b>2nd Qtr 2006</b>	<b>2nd Qtr 2005</b>	<b>1st Half 2006</b>	<b>1st Half 2005</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Adjustment for under provision of taxation in respect of prior years	0	0	2	65

**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**

	<b>Group</b>		<b>Company</b>	
	<b>30 Jun 2006</b>	<b>31 Dec 2005</b>	<b>30 Jun 2006</b>	<b>31 Dec 2005</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b><u>ASSETS</u></b>				
<b>Current assets:</b>				
Cash and bank balances	8,757	9,526	7,201	7,635
Trade receivables	9,172	7,384	817	855
Other receivables and prepayments	354	218	320	300
Inventories	3	3	0	0
<b>Total current assets</b>	<b>18,286</b>	<b>17,131</b>	<b>8,338</b>	<b>8,790</b>
<b>Non-current assets:</b>				
Subsidiaries	0	0	26,196	26,196
Associates	454	454	0	0
Staff loans	22	28	0	0
Club memberships	315	315	315	315
Vehicles, premises and equipment	43,167	44,208	29,829	30,328
Goodwill	11,389	11,389	0	0
<b>Total non-current assets</b>	<b>55,347</b>	<b>56,394</b>	<b>56,340</b>	<b>56,839</b>
<b>Total assets</b>	<b>73,633</b>	<b>73,525</b>	<b>64,678</b>	<b>65,629</b>

	<u>Group</u>		<u>Company</u>	
	<u>30 Jun 2006</u>	<u>31 Dec 2005</u>	<u>30 Jun 2006</u>	<u>31 Dec 2005</u>
	\$'000	\$'000	\$'000	\$'000
<b><u>LIABILITIES AND EQUITY</u></b>				
<b>Current liabilities:</b>				
Trade payables	1,587	2,127	476	396
Other payables	6,976	7,313	13,885	16,061
Income tax payable	3,256	2,987	1,594	1,489
Total current liabilities	<u>11,819</u>	<u>12,427</u>	<u>15,955</u>	<u>17,946</u>
<b>Non-current liability:</b>				
Deferred tax liabilities	<u>1,009</u>	<u>1,009</u>	<u>94</u>	<u>94</u>
<b>Capital reserves and minority interests:</b>				
Share capital	28,455	20,805	28,455	20,805
Capital reserves (note a)	3,091	10,304	3,101	10,306
Accumulated profits	<u>27,310</u>	<u>26,822</u>	<u>17,073</u>	<u>16,478</u>
Equity attributable to shareholders of the Company	58,856	57,931	48,629	47,589
Minority interests	1,949	2,158	0	0
Total equity	<u>60,805</u>	<u>60,089</u>	<u>48,629</u>	<u>47,589</u>
<b>Total liabilities &amp; equity</b>	<u><u>73,633</u></u>	<u><u>73,525</u></u>	<u><u>64,678</u></u>	<u><u>65,629</u></u>

Note a : Please refer to note 1 in the consolidated statement of changes in equity – Paragraph 1(d)(i) on the transfer of share premium account to share capital as a result of Companies (Amendment) Act 2005.

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

NIL

**Details of any collateral**

NIL

**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 Cash Flow Statement for the 2nd quarter and half year ended 30 June 2006:

Note	Group			
	2nd Qtr	2nd Qtr	1st Half	1st Half
	2006	2005	2006	2005
	\$'000	\$'000	\$'000	\$'000
<b>Cash flows from operating activities:</b>				
Profit before taxation	3,590	2,649	6,764	5,186
Adjustments for:				
Depreciation & amortisation expenses	1,042	1,073	2,125	2,006
Interest expense	0	10	0	20
Interest income	(56)	(10)	(113)	(34)
(Gain)/Loss on disposal of vehicles, premises and equipment	(1)	4	29	4
Share-based payment expense	3	8	9	16
Share of profit in associate	0	(47)	0	(156)
Operating profit before movement in working capital	4,578	3,687	8,814	7,042
Trade receivables	(919)	(98)	(1,788)	369
Other receivables and prepayments	115	546	(130)	395
Inventories	1	0	0	0
Trade payables	(442)	40	(540)	(460)
Other payables	(202)	(160)	(337)	(2,136)
Cash generated from operations	3,131	4,015	6,019	5,210
Interest paid	0	(10)	0	(20)
Income tax paid	(1,457)	(924)	(1,474)	(1,787)
Net cash flow from operating activities	1,674	3,081	4,545	3,403
<b>Cash flows (used in) from investing activities:</b>				
Purchase of vehicles, premises and equipment	(659)	(458)	(1,113)	(681)
Acquisition of subsidiary, net of cash acquired	0	(2,639)	0	(2,639)
Additional consideration paid for investment in a subsidiary	0	(264)	0	(264)
Interest received	56	10	113	34
Net cash used in investing activities	(603)	(3,351)	(1,000)	(3,550)

Note	Group			
	2nd Qtr	2nd Qtr	1st Half	1st Half
	2006	2005	2006	2005
	\$'000	\$'000	\$'000	\$'000
<b>Cash flows (used in) from financing activities:</b>				
Proceeds from issue of shares	243	36	436	201
Minority interests	(220)	(385)	(220)	(385)
Bank loan repaid	0	(1,084)	0	(2,167)
Dividends paid	(4,522)	(2,663)	(4,522)	(2,663)
Net cash used in financing activities	(4,499)	(4,096)	(4,306)	(5,014)
<b>Net effect of exchange rate changes in consolidating subsidiaries</b>				
	(2)	0	(8)	0
Net decrease in cash and cash equivalents	(3,430)	(4,366)	(769)	(5,161)
Cash and cash equivalents at beginning of period	12,187	7,273	9,526	8,068
<b>Cash and cash equivalents at end of period</b>	<b>8,757</b>	<b>2,907</b>	<b>8,757</b>	<b>2,907</b>

#### Note A

Summary of the effects of the acquisition of subsidiary:

	Group			
	2nd Qtr	2nd Qtr	1st Half	1st Half
	2006	2005	2006	2005
	\$'000	\$'000	\$'000	\$'000
Current assets	0	832	0	832
Non-current assets	0	5,021	0	5,021
Current liabilities	0	(498)	0	(498)
Non-current liabilities	0	(284)	0	(284)
Minority interest	0	(1,115)	0	(1,115)
Net assets previously recognized as an associate	0	(2,105)	0	(2,105)
Net assets acquired	0	1,851	0	1,851
Goodwill on acquisition	0	799	0	799
Total purchase consideration	0	2,650	0	2,650
Less: Cash on acquisition of subsidiary	0	(11)	0	(11)
Cash flow on acquisition, net of cash acquired	0	2,639	0	2,639

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 for the 2nd quarter and half year ended 30 June 2006:

Group	Attributable to shareholders of the Company				Minority Interests	Total equity
	Share capital	Capital reserves	Accumulated profits	Total		
	\$'000	\$'000	\$'000	\$'000		
Balance at 1 January 2006	20,805	10,304	26,822	57,931	2,158	60,089
Exchange differences arising on translation of foreign operations	0	(6)	0	(6)	0	(6)
Net expense recognised directly in equity	0	(6)	0	(6)	0	(6)
Profit after taxation	0	0	2,358	2,358	(12)	2,346
Total recognised income and expense for the period	0	(6)	2,358	2,352	(12)	2,340
Recognition of share-based payments	0	6	0	6	0	6
Exercise of share options	198	(5)	0	193	0	193
Adjustment arising from abolition of par value of shares (Note 1)	7,200	(7,200)	0	0	0	0
Balance at 31 March 2006	28,203	3,099	29,180	60,482	2,146	62,628
Exchange differences arising on translation of foreign operations	0	(2)	0	(2)	0	(2)
Net expense recognised directly in equity	0	(2)	0	(2)	0	(2)
Profit after taxation	0	0	2,652	2,652	23	2,675
Total recognised income and expense for the period	0	(2)	2,652	2,650	23	2,673
Recognition of share-based payments	0	3	0	3	0	3
Exercise of share options	252	(9)	0	243	0	243
Payment of dividend	0	0	(4,522)	(4,522)	(220)	(4,742)
Balance at 30 June 2006	28,455	3,091	27,310	58,856	1,949	60,805

Consolidated Statement of Changes in Equity for the 2nd quarter and half year ended 30 June 2005:

Group	Attributable to shareholders of the Company				Minority Interests	Total equity
	Share capital	Capital reserves	Accumulated profits	Total		
	\$'000	\$'000	\$'000	\$'000		
Balance at 1 January 2005 as previously stated	20,719	10,145	21,999	52,863	1,148	54,011
Effect of adoption of FRS 102	0	7	(7)	0	0	0
As restated	20,719	10,152	21,992	52,863	1,148	54,011
Exchange differences arising on translation of foreign operations	0	(2)	0	(2)	0	(2)
Net expense recognised directly in equity	0	(2)	0	(2)	0	(2)
Profit after taxation	0	0	1,818	1,818	51	1,869
Total recognised income and expense for the period	0	(2)	1,818	1,816	51	1,867
Recognition of share-based payments	0	8	0	8	0	8
Exercise of share options	70	95	0	165	0	165
Balance at 31 March 2005	20,789	10,253	23,810	54,852	1,199	56,051
Exchange differences arising on translation of foreign operations	0	1	0	1	0	1
Net expense recognised directly in equity	0	1	0	1	0	1
Profit after taxation	0	0	1,931	1,931	23	1,954
Total recognised income and expense for the period	0	1	1,931	1,932	23	1,955
Recognition of share-based payments	0	8	0	8	0	8
Exercise of share options	13	23	0	36	0	36
Payment of dividend	0	0	(2,663)	(2,663)	(385)	(3,048)
Acquisition of subsidiary	0	0	0	0	1,115	1,115
Balance at 30 June 2005	20,802	10,285	23,078	54,165	1,952	56,117

Statement of Changes in Equity of the Company for the 2nd quarter and half year ended 30 June 2006:

**Company**

	<b>Share capital</b>	<b>Capital reserves</b>	<b>Accumulated profits</b>	<b>Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Balance at 1 January 2006	20,805	10,306	16,478	47,589
Profit after taxation	0	0	930	930
Total recognised income and expense for the period	20,805	10,306	17,408	48,519
Recognition of share-based payments	0	6	0	6
Exercise of share options	198	(5)	0	193
Adjustment arising from abolition of par value of shares (Note 1)	7,200	(7,200)	0	0
Balance at 31 March 2006	28,203	3,107	17,408	48,718
Profit after taxation	0	0	4,187	4,187
Total recognised income and expense for the period	28,203	3,107	21,595	52,905
Recognition of share-based payments	0	3	0	3
Exercise of share options	252	(9)	0	243
Payment of dividend	0	0	(4,522)	(4,522)
Balance at 30 June 2006	<u>28,455</u>	<u>3,101</u>	<u>17,073</u>	<u>48,629</u>

Statement of Changes in Equity of the Company for the 2nd quarter and half year ended 30 June 2005:

**Company**

	<b>Share capital</b>	<b>Capital reserves</b>	<b>Accumulated profits</b>	<b>Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Balance at 1 January 2005 as previously stated	20,719	10,148	9,678	40,545
Effect of adoption of FRS 102	0	7	(7)	0
As restated	20,719	10,155	9,671	40,545
Profit after taxation	0	0	661	661
Total recognised income and expense for the period	20,719	10,155	10,332	41,206
Recognition of share-based payments	0	8	0	8
Exercise of share options	70	95	0	165
Balance at 31 March 2005	20,789	10,258	10,332	41,379
Profit after taxation	0	0	8,100	8,100
Total recognised income and expense for the period	20,789	10,258	18,432	49,479
Recognition of share-based payments	0	8	0	8
Exercise of share options	13	23	0	36
Payment of dividend	0	0	(2,663)	(2,663)
Balance at 30 June 2005	<u>20,802</u>	<u>10,289</u>	<u>15,769</u>	<u>46,860</u>



**Note 1**

As a result of the Companies (Amendment) Act 2005 which became effective on 30 January 2006, the concept of authorized share capital and par value has been abolished. Consequently, any amount standing to the credit of the Company's share premium account as at 30 January 2006 were transferred to the Company's share capital as at that date.

**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 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**

Since the last financial period ended 31 March 2006, the Company issued 288,500 new ordinary shares upon the exercise of options granted under the 2001 VICOM Share Option Scheme by option holders.

As at 30 June 2006, there were 1,694,000 (2005: 1,669,000) ordinary shares under the 2001 VICOM Share Option Scheme not exercised.

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

The financial statements have not been audited or reviewed.

**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 and the Company have applied accounting policies and methods of computation in the financial statements for the current reporting period consistent with those of the audited financial statements as at 31 December 2005.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change**

Not applicable.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

	<b>Group</b>			
	<b>2nd Qtr 2006</b>	<b>2nd Qtr 2005</b>	<b>1st Half 2006</b>	<b>1st Half 2005</b>
(i) Based on the weighted average number of ordinary shares in issue – cents	3.17	2.32	5.99	4.51
(ii) On a fully diluted basis (detailing any adjustments made to the earnings) - cents	3.16	2.31	5.97	4.49

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year:**

	<b>Group</b>		<b>Company</b>	
	<b>30 June 2006</b>	<b>31 Dec 2005</b>	<b>30 June 2006</b>	<b>31 Dec 2005</b>
Net asset value per ordinary share based on issued share capital - cents	70.27	69.61	58.06	57.19

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**

## PERFORMANCE REVIEW

The Group's total revenue for Q2 2006 was \$14.2 million, \$1.9 million or 16% more than the same quarter last year.

Operating expenses rose by about \$1 million (10%) in Q2 2006 to \$10.7 million, compared with the corresponding quarter last year. This increase was due mainly to the higher expenses in Setsco to support the increase in revenue.

As a result, Group profit before tax increased by \$0.9 million in Q2 2006.

A segmented turnover and result for the Group are provided under item 13.

Revenue and operating profit for vehicle inspection business in Q2 2006 increased by \$0.7 million and \$0.6 million respectively against the same quarter last year due mainly to the higher number of vehicles inspected.

Revenue in the vehicle assessment business decreased by \$0.3 million and operating loss increased by \$0.04 million against the corresponding quarter last year as it is no longer compulsory for claimants to report at Independent Damage Assessment Centres (Idacs).

Revenue for the test and inspection services was higher than the corresponding quarter last year by \$1.2 million due to higher job volume. However, the increased contribution to operating profit was a modest \$0.1 million due to narrower margins prevailing in the competitive environment.

## CASHFLOW

After paying the final and special dividends of \$4.5 million for financial year 2005, net cash outflow in Q2 2006 was \$3.4 million.

**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 was previously disclosed to shareholders.

**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 fewer deregistrations by car owners, the vehicle inspection industry is expected to continue to improve. Competition in the testing and inspection business, however, will remain keen. Liberalisation of the Idac Scheme had resulted in fewer accident vehicles using VAC's assessment services. The shortfall in assessment business will be partly offset by increased efforts at marketing VAC's Third Party Insurance claims assistance service.

## 11. Dividend

### **(a) Current Financial Period Reported On**

Any dividend proposed for the current financial period reported on?

Yes.

Name of Dividend	Interim	Special
Dividend Type	Cash	Cash
Dividend Rate	2 cents per ordinary share (less tax)	2 cents per ordinary share (less tax)
Tax rate	20%	20%

### **(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	Interim
Dividend Type	Cash
Dividend Rate	1.75 cents per ordinary share (less tax)
Tax rate	20%

### **(c) Date payable**

12 September 2006

### **(d) Books closure date**

NOTICE IS HEREBY GIVEN that the Transfer Books and Register of Members in respect of ordinary shares of the Company will be closed from 29 August 2006 to 30 August 2006 (both dates inclusive), for the preparation of dividend warrants.

Duly completed and stamped transfers received by the Company's Share Registrar, M & C Services Private Limited, 138 Robinson Road #17-00 The Corporate Office, Singapore 068906, up to 5.00pm on 28 August 2006 will be registered to determine shareholders' entitlement to the interim and special dividends.

Shareholders whose securities accounts with The Central Depository (Pte) Limited are credited with shares in the Company as at 5.00pm on 28 August 2006 will be entitled to the interim and special dividends.

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

Not applicable.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

**13. 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**

Group segmental information for the 2nd quarter and half year ended 30 June 2006 and 30 June 2005.

<b>Group</b>	<b>Vehicle</b>	<b>Vehicle</b>	<b>Test &amp;</b>	<b>Rental</b>	<b>Other</b>		
<b>Second Quarter ended</b>	<b>Inspection</b>	<b>Assessment</b>	<b>Inspection</b>	<b>Income</b>	<b>Related</b>	<b>Elimination</b>	<b>Total</b>
<b>30 June 2006</b>	<b>Business</b>	<b>Assessment</b>	<b>Services</b>	<b>Income</b>	<b>Business</b>	<b>Elimination</b>	<b>Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>TURNOVER</b>							
External sales	4,258	779	8,015	328	843	0	14,223
Inter-segment sales	0	0	73	1,231	160	(1,464)	0
Revenue	4,258	779	8,088	1,559	1,003	(1,464)	14,223
<b>RESULT</b>							
Segment result	1,322	(58)	897	864	509	0	3,534
Interest income							56
Profit before taxation							3,590
Taxation							(915)
Profit after taxation							2,675
Minority interests							(23)
Profit attributable to shareholders of the Company							2,652

<b>Group</b>	<b>Vehicle</b>	<b>Vehicle</b>	<b>Test &amp;</b>	<b>Rental</b>	<b>Other</b>		
<b>Second Quarter ended</b>	<b>Inspection</b>	<b>Assessment</b>	<b>Inspection</b>	<b>Income</b>	<b>Related</b>	<b>Elimination</b>	<b>Total</b>
<b>30 June 2005</b>	<b>Business</b>	<b>Assessment</b>	<b>Services</b>	<b>Income</b>	<b>Business</b>	<b>Elimination</b>	<b>Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>TURNOVER</b>							
External sales	3,564	1,071	6,865	165	637	0	12,302
Inter-segment sales	2	0	22	1,334	122	(1,480)	0
Revenue	3,566	1,071	6,887	1,499	759	(1,480)	12,302
<b>RESULT</b>							
Segment result	695	(16)	825	755	343	0	2,602
Interest income							10
Finance cost							(10)
Share of profit in associate							47
Profit before taxation							2,649
Taxation							(695)
Profit after taxation							1,954
Minority interests							(23)
Profit attributable to shareholders of the Company							1,931

<b>Group</b>	<b>Vehicle</b>	<b>Vehicle</b>	<b>Test &amp;</b>	<b>Rental</b>	<b>Other</b>		
<b>Half year ended</b>	<b>Inspection</b>	<b>Assessment</b>	<b>Inspection</b>	<b>Income</b>	<b>Related</b>	<b>Elimination</b>	<b>Total</b>
<b>30 June 2006</b>	<b>Business</b>	<b>Assessment</b>	<b>Services</b>	<b>Income</b>	<b>Business</b>	<b>Elimination</b>	<b>Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>TURNOVER</b>							
External sales	8,409	1,616	15,200	627	1,586	0	27,438
Inter-segment sales	0	0	73	2,516	310	(2,899)	0
Revenue	8,409	1,616	15,273	3,143	1,896	(2,899)	27,438
<b>RESULT</b>							
Segment result	2,424	(168)	1,757	1,749	889	0	6,651
Interest income							113
Profit before taxation							6,764
Taxation							(1,743)
Profit after taxation							5,021
Minority interests							(11)
Profit attributable to shareholders of the Company							5,010

<b>Group</b>	<b>Vehicle</b>	<b>Vehicle</b>	<b>Test &amp;</b>	<b>Rental</b>	<b>Other</b>		
<b>Half year ended</b>	<b>Inspection</b>	<b>Assessment</b>	<b>Inspection</b>	<b>Income</b>	<b>Related</b>	<b>Elimination</b>	<b>Total</b>
<b>30 June 2005</b>	<b>Business</b>	<b>Assessment</b>	<b>Services</b>	<b>Income</b>	<b>Business</b>	<b>Elimination</b>	<b>Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>TURNOVER</b>							
External sales	6,577	2,375	13,064	309	1,285	0	23,610
Inter-segment sales	2	0	43	2,673	212	(2,930)	0
Revenue	6,579	2,375	13,107	2,982	1,497	(2,930)	23,610
<b>RESULT</b>							
Segment result	1,230	108	1,609	1,494	575	0	5,016
Interest income							34
Finance cost							(20)
Share of profit in associate							156
Profit before taxation							5,186
Taxation							(1,363)
Profit after taxation							3,823
Minority interests							(74)
Profit attributable to shareholders of the Company							3,749

**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**

Please refer to item 8 for commentaries relating to changes in performance of business segments. The Group operates predominantly in Singapore.

**15. A breakdown of sales**

Not applicable.

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

Not applicable.

**BY ORDER OF THE BOARD**

Mary Chua Geok Hong  
Company Secretary  
10/08/2006