



NEW TOYO INTERNATIONAL HOLDINGS LTD
(Registration Number: 199601387D)

Full Year Financial Statement And 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

1(a)(i) Financial statements for the year ended 31 December 2008

	Note	The Group		Change %
		12 mths ended 31.12.2008 Unaudited	12 mths ended 31.12.2007 Audited	
		SS'000	SS'000	
Revenue		219,592	221,604	(0.9)
Cost of sales		(187,090)	(191,202)	(2.2)
Gross profit		32,502	30,402	6.9
Other operating income	1	9,057	11,175	(19.0)
Distribution expenses		(5,000)	(5,560)	(10.1)
Administrative expenses		(16,602)	(17,299)	(4.0)
Net foreign exchange (loss)/gain		(541)	438	(223.5)
Other operating expenses	2	(5,146)	(1,039)	395.3
Results from operating activities		14,270	18,117	(21.2)
Finance costs	3	(3,439)	(5,415)	(36.5)
Share of profit of associates		7,229	5,327	35.7
Profit before income tax		18,060	18,029	0.2
Income tax expenses	4	(3,612)	(1,677)	115.4
Profit for the year		14,448	16,352	(11.6)
Attributable to :				
Equity holders of the Company		9,749	13,054	(25.3)
Minority interests		4,699	3,298	42.5
		14,448	16,352	(11.6)

Notes :

- 1) The gain in FY2007 and FY2008 were mainly from the divestment of subsidiaries and other investments.
- 2) The increase is mainly due to a loss on the disposal of subsidiary, impairments of property, plant and equipment and an investment, and provisions for profit guarantees.
- 3) The decrease in finance costs was a result of the lower average borrowings and lower interest rates in FY2008.
- 4) Income tax was lower in FY2007 due mainly to the utilisation of certain re-investment allowances by a subsidiary company.

1(a)(ii) Profit and Loss Account Items Required to be Disclosed

	The Group		Change %
	12 mths ended 31.12.2008 Unaudited	12 mths ended 31.12.2007 Audited	
	SS'000	SS'000	
Other income including interest income	3,334	3,666	(9.1)
Interest on borrowings	(3,439)	(5,415)	(36.5)
Allowance for inventory obsolescence	(278)	(387)	(28.2)
Depreciation of investment properties	(604)	-	n.m
Depreciation of property, plant and equipment	(6,920)	(9,653)	(28.3)
Gain on disposal of other investments	5,560	623	n.m
Gain on disposal of property, plant and equipment	163	1,223	(86.7)
Impairment loss for doubtful trade receivables	(110)	(100)	10.4
Impairment loss for doubtful non-trade receivables	(825)	-	n.m
Impairment loss on goodwill	-	(250)	-
Impairment loss on long term investment	(347)	-	n.m
Impairment loss on property, plant and equipment	(611)	-	n.m
Inventory written-off	(74)	(501)	(85.2)
(Loss)/Gain on disposal of subsidiaries	(1,448)	6,286	(123.0)
Net foreign exchange (loss)/gain	(541)	438	(223.5)
Property, plant and equipment written-off	(266)	(26)	923.1
Provision for profit guarantees	(1,786)	-	n.m
(Under)/over provision of tax in respect of prior years	(525)	139	n.m

n.m. - not meaningful

1(b)(i) Balance sheets (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Note	The Group		The Company	
		31.12.2008 Unaudited S\$'000	31.12.2007 Audited S\$'000	31.12.2008 Unaudited S\$'000	31.12.2007 Audited S\$'000
Non-current assets					
Property, plant and equipment	1	101,577	70,568	74	113
Investment properties		10,289	8,652	-	-
Subsidiaries		-	-	101,937	83,606
Associates	2	54,632	28,682	1,448	1,294
Other investments	2	1,295	11,387	153	8,788
Intangible asset	1	17,301	3,647	-	-
Deferred tax assets		1,717	568	-	-
		186,811	123,504	103,612	93,801
Current assets					
Inventories	3	47,932	28,998	-	-
Trade and other receivables		49,067	50,442	11,077	18,901
Cash and cash equivalents		12,600	13,562	1,574	392
		109,599	93,002	12,651	19,293
Total assets		296,410	216,506	116,263	113,094
Equity attributable to equity holders of the company					
Share capital		112,571	112,571	112,571	112,571
Other reserves	4	(4,611)	(5,151)	77	77
Accumulated profit /(losses)		3,511	(625)	(27,143)	(26,166)
		111,471	106,795	85,505	86,482
Minority interests		28,997	29,963	-	-
Total Equity		140,468	136,758	85,505	86,482
Non-current liabilities					
Trade and other payables		398	1,039	1,658	12,770
Interest-bearing liabilities	5	55,991	9,171	-	1,198
Deferred tax liabilities		4,265	4,443	11	11
		60,654	14,653	1,669	13,979
Current liabilities					
Trade and other payables		37,379	26,070	6,411	5,560
Interest-bearing liabilities	5	55,192	37,089	22,678	7,073
Current tax payable		2,717	1,936	-	-
		95,288	65,095	29,089	12,633
Total liabilities		155,942	79,748	30,758	26,612
Total equity and liabilities		296,410	216,506	116,263	113,094

Notes :

- 1) The increase in property, plant and equipment and intangible assets was from the acquisition of Anzpac Services (Australia) Pty Ltd ("Anzpac"), a printing plant in Smithfield, Australia.
- 2) The increase in associates balance was due to sale of the shareholdings in Jiangsu Zhongji Lamination Material Co. Ltd (a foil rolling mill in China) to Shanghai Asia Holdings Ltd ("SAH"), in exchange for shares in SAH. The sale resulted in a decrease in the other investment balance.
- 3) The increase in inventory was due partly to higher stock holdings and acquisition of Anzpac in Q4.
- 4) Please see paragraph 1(d) (i) for details.
- 5) The increase in borrowing was mainly due to the acquisition of Anzpac and higher working capital requirements.

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

	As at 31.12.2008		As at 31.12.2007	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less, or on demand	7,307	47,885	10,556	26,533

	As at 31.12.2008		As at 31.12.2007	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable after one year	53,549	2,442	7,658	1,513

Details of any collateral

The secured bank loans are secured on plant and machinery, leasehold land and buildings, inventories, trade receivables and shares in subsidiaries.

- 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 Cashflow Statement for year ended 31.12.2008

	12 mths ended 31.12.2008 Unaudited SS'000	12 mths ended 31.12.2007 Audited SS'000
Operating activities		
Profit before income tax	18,060	18,029
Adjustments for :		
Depreciation of property, plant and equipment	6,920	9,653
Depreciation of investment properties	604	-
Dividend income	(24)	(43)
Loss / (Gain) on dilution of a subsidiary	21	(3,126)
Gain on disposal of other investments	(5,560)	(623)
Gain on disposal of property, plant and equipment	(163)	(1,223)
Loss / (Gain) on disposal of subsidiaries	1,448	(3,160)
Impairment loss on goodwill	-	250
Impairment loss on long term investment	347	-
Impairment loss on property, plant and equipment	611	-
Interest income	(442)	(410)
Interest expense	3,439	5,415
Property, plant and equipment written-off	266	26
Share of profit of associates	(7,229)	(5,327)
Write-back of diminution in value of club memberships	-	(26)
Operating profit before working capital changes	18,298	19,435
Changes in working capital :		
Inventories	(10,911)	1,830
Trade and other receivables	1,052	(15,996)
Trade and other payables	5,023	6,146
Cash generated from operations	13,462	11,415
Income taxes paid	(3,071)	(2,216)
Cash inflows from operating activities	10,391	9,199
Investing activities :		
Dividends received	24	43
Dividends received from associates	3,267	4,496
Interest received	442	410
Purchase of club membership	(252)	-
Purchase of property, plant and equipment	(6,565)	(12,209)
Proceeds from disposal of other investment	1,530	2,806
Proceeds from disposal of property, plant and equipment	648	10,076
Proceeds from disposal of subsidiaries	3,232	-
Net cash (outflow) / inflow from disposal of investment in subsidiaries	(63)	12,492
Net cash outflow from acquisition of investment in a subsidiary	(11,312)	-
Subscription of right issues in an associate	(7,835)	-
Cash outflows from investing activities	(16,884)	18,114
Financing activities :		
Capital contribution from minority shareholders	61	162
Dividends paid to shareholders	(6,042)	(2,994)
Dividends paid to minority shareholders	(2,844)	(5,373)
Interest paid	(3,439)	(5,415)
Principal payments under hire purchase obligations	(88)	(126)
Proceeds from bank borrowings	44,321	24,882
Repayment of bank borrowings	(26,683)	(44,101)
Cash flows from financing activities	5,286	(32,965)
Net decrease in cash and cash equivalents	(1,207)	(5,652)
Cash and cash equivalents at beginning of period	11,377	17,400
Effect of exchange rate changes on balances held in foreign currency	212	(371)
Cash and cash equivalents at end the period	10,382	11,377
Represented By :		
Deposits with financial institutions	2,169	5,352
Cash at banks and in hand	10,431	8,210
Bank overdrafts	(2,218)	(2,185)
	10,382	11,377

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	Capital reserves S\$'000	Other reserves S\$'000	Currency translation reserves S\$'000	Fair value reserves S\$'000	Asset Revaluation reserves S\$'000	Accumulated profit/(losses) S\$'000	Total S\$'000	Minority interests S\$'000	Total Equity S\$'000
The Group										
At 1 January 2007	112,571	993	77	(9,194)	528	769	(10,685)	95,059	36,014	131,073
Translation differences relating to financial statements of foreign subsidiaries and associates	-	-	-	(1,069)	-	-	-	(1,069)	(154)	(1,223)
Changes in fair value of equity securities available-for-sale	-	-	-	3,681	(167)	-	-	3,681	(912)	2,769
Disposal of subsidiaries	-	-	-	-	-	-	-	-	(3,072)	(3,072)
Changes in minority interest upon partial disposal of interest in a subsidiary	-	-	-	-	-	(769)	-	(769)	-	(769)
Changes in revaluation reserve	-	-	-	2,612	(167)	(769)	-	1,676	(4,138)	(2,462)
<i>Net gains/(losses) recognised directly in equity</i>	-	-	-	2,612	(167)	(769)	-	1,676	(4,138)	(2,462)
Net profit for the year	-	-	-	-	-	-	13,054	13,054	3,298	16,352
Total recognised gain/(losses) for the year	-	-	-	2,612	(167)	(769)	13,054	14,730	(840)	13,890
Capital contribution by minority interest	-	-	-	-	-	-	-	-	162	162
Dividends paid	-	-	-	-	-	-	(2,994)	(2,994)	-	(2,994)
Dividends paid to minority interests	-	-	-	-	-	-	-	-	(5,373)	(5,373)
At 31 December 2007	112,571	993	77	(6,582)	361	-	(625)	106,795	29,963	136,758
At 1 January 2008	112,571	993	77	(6,582)	361	-	(625)	106,795	29,963	136,758
Translation differences relating to financial statements of foreign subsidiaries and associates	-	-	-	1,166	-	-	-	1,166	(647)	519
Changes in capital reserve	-	(429)	-	-	-	-	429	-	-	-
Changes in fair value of equity securities available-for-sale	-	-	-	-	(105)	-	-	(105)	-	(105)
Acquisition of minority interest	-	-	-	-	-	-	-	-	(1,727)	(1,727)
Effect of disposal of subsidiaries	-	-	-	(92)	-	-	-	(92)	(508)	(600)
<i>Net (losses)/gains recognised directly in equity</i>	-	(429)	-	1,074	(105)	-	429	969	(2,882)	(1,913)
Net profit for the year	-	-	-	-	-	-	9,749	9,749	4,699	14,448
Total recognised (losses)/gains for the year	-	(429)	-	1,074	(105)	-	10,178	10,718	1,817	12,535
Dividends paid	-	-	-	-	-	-	(6,042)	(6,042)	-	(6,042)
Dividend paid to minority shareholders	-	-	-	-	-	-	-	-	(2,844)	(2,844)
Capital contribution by minority interest	-	-	-	-	-	-	-	-	61	61
At 31 December 2008	112,571	564	77	(5,508)	256	-	3,511	111,471	28,997	140,468
The Company										
At 1 January 2007	112,571	-	77	-	-	-	(42,282)	70,366	-	70,366
Net profit for the year	-	-	-	-	-	-	19,110	19,110	-	19,110
Dividends paid	-	-	-	-	-	-	(2,994)	(2,994)	-	(2,994)
At 31 December 2007	112,571	-	77	-	-	-	(26,166)	86,482	-	86,482
At 1 January 2008	112,571	-	77	-	-	-	(26,166)	86,482	-	86,482
Net profit for the year	-	-	-	-	-	-	5,065	5,065	-	5,065
Dividends paid	-	-	-	-	-	-	(6,042)	(6,042)	-	(6,042)
At 31 December 2008	112,571	-	77	-	-	-	(27,143)	85,505	-	85,505

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.

Not applicable

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.

	As at 31.12.2008	As at 31.12.2007
Total number of issued shares	274,640,377	274,640,377

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 (Engagement to Review Financial Statements), or an equivalent standard.)

These figures 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 has applied the same accounting policies and methods of computation in the financial statements for the current financial year compared with those of the audited financial statements for the year ended 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.

The Amendments and Interpretations to the Singapore Financial Reporting Standards ("FRSs") for the periods effective from 1 January 2008 have no material impact on the Group results.

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

	The Group	
	12 mths ended 31.12.2008	12 mths ended 31.12.2007
Earnings per share for the period		
(i) Based on existing issued share capital	3.55 cts	4.75 cts
(ii) On a fully diluted basis	3.55 cts	4.75 cts

- 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**

	The Group		The Company	
	As at 31.12.2008	As at 31.12.2007	As at 31.12.2008	As at 31.12.2007
Net asset value per ordinary share based on existing share capital as at of the year reported on	40.59 cts	38.90 cts	31.13 cts	31.49 cts

- 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**

The Group's rationalisation strategy and recent acquisition has shown positive impact. The Group's gross profit increased 6.9% to S\$32.5 million in FY2008 (S\$30.4 million in FY2007), despite a slight fall in revenue of 0.9%. The Group's profit before tax marginally increased 0.2% to S\$18.1 million in FY2008 (S\$18.0 million in FY2007). Profit after tax decreased 11.6% to S\$14.4 million, mainly due to a higher effective tax rate of 20%, compared to 9.3% in FY2007. It should be noted that excluding the one-off net divestment gains of S\$2.3 million and S\$6.9 million in FY2008 and FY2007 respectively, the profit after tax has improved to S\$12.1 million in FY2008 compared to S\$9.4 million in FY2007.

As announced on 18 September 2007, New Toyo International Holdings Ltd ("NTIH") has extended a profit guarantee to Tien Wah Press Holdings Bhd ("TWPH") relating to the net profit of Alliance Printing Technologies Co. Ltd ("APT"), a printing plant in Vietnam, which was sold by NTIH to TWPH. There was a short fall in the profit guarantee of S\$0.5 million during the period, of which the amount attributable to the minority interest is S\$0.2 million.

NTIH announced on 6 November 2007 that it had sold its 16% share in Jiangsu Zhongji Lamination Materials Co., Ltd ("JZLM"), a foil rolling mill in China, to Shanghai Asia Holdings Ltd ("SAH"). As part of this sale, NTIH has extended a profit guarantee to SAH for the net profit after tax of JZLM, RMB160 million for the financial years 2008 and 2009 (both years combined), and RMB80 million in year 2010. During FY2008, NTIH has made a provision for a potential shortfall in the said profit guarantee of S\$1.6 million.

Turnover

The turnover for all business divisions, except the Corrugated Containers Business, was higher as compared to the previous corresponding period.

Printed Cartons & Labels Division

The turnover of the Printed Cartons & Labels Division increased to \$75.4 million in FY2008 (\$72.0 million in FY2007), accounting for 34.3% (32.5% in FY2007) of the Group's turnover.

Specialty Papers Division

The turnover of the Specialty Papers Division increased to \$85.2 million in FY2008 (\$82.1 million in FY2007), accounting for 38.8% (37.0% in FY2007) of the Group's turnover.

Corrugated Containers Division

The turnover of the Corrugated Containers Division decreased to \$6.0 million in FY2008 (\$27.6 million in FY2007), accounting for 2.7% (12.4% in FY2007) of the Group's turnover. The decrease was due to divestment of Corrugated Container units in FY2007

Trading

The turnover of the Trading Division increased to \$52.8 million in FY2008 (\$39.1 million in FY2007), representing 24.0% (17.7% in FY2007) of the Group's turnover.

- 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 competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

The global economic crisis is flowing through into our industry, making market conditions challenging.

The company will continue to focus on its core businesses, rationalisation activities and reduce costs with particular emphasis on cashflow and borrowings.

Barring unforeseen circumstances, the Directors are cautiously optimistic regarding the Group's future performance, supported by the recent acquisition and long term supply agreements with key customers.

11 Dividend**(a) Current Financial Period Reported On**

	<u>Ordinary</u>	<u>Ordinary</u>
Name of Dividend	Interim tax exempt (1-tier)	Final tax exempt (1-tier)
Dividend Type	Cash	Cash
Dividend Amount	1.10 cts per ordinary share	0.73 cts per ordinary share
Tax Rate	0.00%	0.00%

(b) Corresponding Period of the Immediately Preceding Financial Year

	<u>Ordinary</u>	<u>Ordinary</u>
Name of Dividend	Interim tax exempt (1-tier)	Final tax exempt (1-tier)
Dividend Type	Cash	Cash
Dividend Amount	0.73 cts per ordinary share	1.10 cts per ordinary share
Tax Rate	0.00%	0.00%

(c) Date payable

To be advised

(d) Books closure date

To be advised

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

Business Segments	Specialty	Corrugated	Printed	Trading	Others	Elimination	Total
	Papers	Containers	Cartons				
	S\$'000	S\$'000	and Labels	S\$'000	S\$'000	S\$'000	S\$'000
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue and Expenses							
FY2008							
Total revenue from external customers	85,211	6,010	75,405	52,752	214	-	219,592
Inter-segment revenue	5,745	-	3,323	28,599	6,804	(44,471)	-
Total revenue	90,956	6,010	78,728	81,351	7,018	(44,471)	219,592
Segment results							
Profit from operations	3,169	(5,492)	11,444	769	11,941	(7,561)	14,270
Finance costs							(3,439)
Share of profit of associates							7,229
Income tax expense							(3,612)
Profit for the year							14,448

Business Segments	Specialty	Corrugated	Printed	Trading	Others	Elimination	Total
	Papers	Containers	Cartons				
	S\$'000	S\$'000	and Labels	S\$'000	S\$'000	S\$'000	S\$'000
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue and Expenses							
FY2007							
Total revenue from external customers	82,085	27,581	71,965	39,124	849	-	221,604
Inter-segment revenue	6,260	3,699	1,747	26,357	16,264	(54,327)	-
Total revenue	88,345	31,280	73,712	65,481	17,113	(54,327)	221,604
Segment results							
Profit from operations	4,571	(48)	9,341	(26)	26,013	(21,734)	18,117
Finance costs							(5,415)
Share of profit of associates							5,327
Income tax expense							(1,677)
Profit for the year							16,352

Geographical Segments	Singapore	Vietnam	China	Hong Kong	Australia	Malaysia	Pakistan	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue								
FY2008								
Total revenue from external customers	66,012	60,698	5,585	20,178	10,755	53,203	3,161	219,592
Revenue								
FY2007								
Total revenue from external customers	44,103	73,747	9,223	31,917	3,684	56,729	2,201	221,604

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

Not applicable

15 **A breakdown of sales**

	The Group		Change
	31.12.2008	31.12.2007	
	S\$'000	S\$'000	%
Sales reported for 1st half year	96,612	110,971	(12.9)
Operating profit after tax before deducting minority interests reported for 1st half year	9,631	6,505	48.1
Sales reported for 2nd half year	122,980	110,633	11.2
Operating profit after tax before deducting minority interests reported for 2nd half year	4,817	9,847	(51.1)

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

Total Annual Dividend (Refer to Para 16 of Appendix 7.2 for the required details)

	Latest Year (S\$)	Previous Year (S\$)
Ordinary	5,025,919	5,025,919
Preference	-	-
Total	5,025,919	5,025,919

17 **Confirmation By the Board**

The Directors of New Toyo International Holdings Ltd (the "Company"), do hereby confirm that, to the best of our knowledge, nothing material has come to the attention of the Board of Directors of the Company which may render the Full Year financial results to be false or misleading in any material aspect.

FOR AND ON BEHALF OF THE BOARD

Gary Yen
Executive Director / Chief Executive Officer
28 February 2009