

HALF YEAR FINANCIAL STATEMENT ANNOUNCEMENT FOR THE PERIOD ENDED 30/06/2008

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		
	S\$'000		Change
	Half year ended 30/06/08	Half year ended 30/06/07	%
Revenue	33,390	22,675	47
Cost of Sales	(31,320)	(22,268)	41
Gross Profit	2,070	407	409
Other income	1,110	185	500
Distribution and selling costs	(2,552)	(1,985)	29
Administration costs	(1,639)	(865)	89
Other operating costs	-	(41)	(100)
Loss before taxation	(1,010)	(2,299)	(56)
Taxation	12	-	-
Loss for the period	(998)	(2,299)	(57)
Attributable to:			
Shareholders of the Company	(998)	(2,299)	(57)

Loss before taxation is stated after charging the following:

	GROUP		
	S\$'000		Change %
	Half year ended 30/06/08	Half year ended 30/06/07	
Depreciation and amortisation	102	39	161

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	
	S\$'000		S\$'000	
	30/06/08	31/12/07	30/06/08	31/12/07
Non-current assets				
Fixed assets	426	290	-	-
Intangible assets	643	141	105	105
Goodwill	6	-	-	-
Investment in subsidiaries	-	-	-	-
Other investments	309	4,336	309	4,336
	1,384	4,767	414	4,441
Current assets				
Trade and other receivables	3,937	1,931	1,558	1,492
Prepayments	299	18	-	-
Cash and cash deposits	8,342	7,449	5,500	5,453
	12,578	9,398	7,058	6,945
Total Assets	13,962	14,165	7,472	11,386
Equity and Liabilities				
Current liabilities				
Trade and other payables	5,477	2,114	854	70
Accrued operating expenses	520	1,143	369	399
Provision for taxation	49	43	43	43
	6,046	3,300	1,266	512
Net current assets	6,532	6,098	5,792	6,433
Net Assets	7,916	10,865	6,206	10,874
Equity attributable to equity holders of the Company				
Share capital	21,974	21,974	21,974	21,974
Accumulated losses	(14,276)	(13,278)	(15,850)	(13,208)
Reserves	218	2,169	82	2,108
Total Equity	7,916	10,865	6,206	10,874
Total Equity and Liabilities	13,962	14,165	7,472	11,386

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

Amount repayable in one year or less, or on demand

As at 30/06/08		As at 31/12/07	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Amount repayable after one year

As at 30/06/08		As at 31/12/07	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

None.

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

Cash Flow Statement for the period ended 30 Jun 2008	GROUP	
	30/06/08	30/06/07
	S\$'000	S\$'000
Cash flow from operating activities		
Loss before taxation	(998)	(2,299)
Adjustments for:		
Impairment loss in value of goodwill on consolidation	-	41
Depreciation and amortisation	102	39
Loss on disposal of fixed assets	49	61
Gain on disposal of quoted investments	(1,048)	(22)
Interest income	(52)	(31)
Write back of impairment in value of investments	-	(234)
Unrealised exchange loss	81	2
Operating loss before working capital changes	(1,866)	(2,443)
(Increase)/decrease in trade and other receivables	(1,840)	291
Increase in trade and other payables	2,392	787
Cash flows used in operations	(1,314)	(1,365)
Income tax refunded	6	-
Net cash used in operating activities	(1,308)	(1,365)
Cash flows from investing activities		
Purchase of quoted investments	(309)	-
Proceeds from disposal of quoted investments	3,358	1,580
Proceeds from disposal of fixed assets	-	4
Purchase of fixed assets	(256)	(250)
Purchase of intangibles	(533)	-
Interest received	52	31
Net cash outflow on acquisition of subsidiary companies	(111)	(290)
Net cash from investing activities	2,201	1,075
Net increase/(decrease) in cash and cash equivalents	893	(290)
Cash and cash equivalents at beginning of period	7,449	2,633
Cash and cash equivalents at end of period	8,342	2,343
Cash and cash equivalents comprise of :		
Cash and bank balances	1,592	1,066
Fixed deposits	6,750	1,277
	8,342	2,343

Acquisition of subsidiary companies

The fair values of the identifiable assets and liabilities of the acquired subsidiary companies as at the date of acquisition were:

	Recognised on acquisition 2008	Carrying amount before combination 2008	Recognised on acquisition 2007	Carrying amount before combination 2007
	\$'000	\$'000	\$'000	\$'000
Fixed assets	6	6	24	24
Trade and other receivables	448	448	459	459
Prepayments	-	-	74	74
Cash and cash equivalents	710	710	66	66
	1,164	1,164	623	623
Trade and other payables	(349)	(348)	(284)	(284)
Accrued operating expenses	-	-	(24)	(24)
Net identifiable assets	815	816	315	315
Goodwill arising on acquisition	6		41	
Total purchase consideration	821		356	

The effect of acquisition on cash flows is as follows:

	2008	2007
	\$'000	\$'000
Consideration settled in cash	(821)	(356)
Less: Cash and cash equivalents of subsidiary acquired	710	66
Net cash outflow on acquisition	(111)	(290)

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	Accumulated losses	Employee Share Option Reserve	Foreign currency translation reserve	Fair value adjustment reserve	Total reserves	Total Equity
	\$'000	\$'000		\$'000	\$'000	\$'000	\$'000
The Group							
As at 1.1.2008	21,974	(13,278)	83	60	2,026	2,169	10,865
Recognised in the income statement on disposal of investment in quoted securities	-	-	-	-	(2,026)	(2,026)	(2,026)
Net effect of exchange differences	-	-	-	75	-	75	75
Net income/(expense) recognised directly in equity	-	-	-	75	-	75	75
Loss for the period	-	(998)	-	-	-	-	(998)
Total recognised income and expenses for the period	-	(998)	-	75	-	75	(923)
As at 30.6.2008	21,974	(14,276)	83	135	-	218	7,916
As at 1.1.2007	15,324	(9,541)	81	-	1,104	1,185	6,968
Net change in fair value adjustment reserve	-	-	-	-	224	224	224
Net effect of exchange differences	-	-	-	2	-	2	2
Net income/(expense) recognised directly in equity	-	-	-	2	224	226	226
(Loss)/profit for the period	-	(2,299)	-	-	-	-	(2,299)
Total recognised income and expenses for the period	-	(2,299)	-	2	224	226	(2,073)
As at 30.6.2007	15,324	(11,840)	81	2	1,328	1,411	4,895
The Company							
As at 1.1.2008	21,974	(13,208)	82	-	2,026	2,108	10,874
Recognised in the income statement on disposal of investment in quoted securities	-	-	-	-	(2,026)	(2,026)	(2,026)
Net loss for the period	-	(2,642)	-	-	-	-	(2,642)
Total recognised income and expenses for the period	-	(2,642)	-	-	(2,026)	(2,026)	(4,668)
As at 30.6.2008	21,974	(15,850)	82	-	-	82	6,206
As at 1.1.2007	15,324	(9,302)	81	-	778	859	6,881
Net change in fair value adjustment reserve	-	-	-	-	550	550	550
Net income/(expense) recognised directly in equity	-	-	-	-	550	550	550
Net loss for the period	-	(1,653)	-	-	-	-	(1,653)

	Share Capital	Accumulated losses	Employee Share Option Reserve	Foreign currency translation reserve	Fair value adjustment reserve	Total reserves	Total Equity
Total recognised income and expenses for the period	-	(1,653)	-	-	550	550	(1,103)
As at 30.6.2007	15,324	(10,955)	81	-	1,328	1,409	5,778

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.

During the six months ended 30 June 2008, there was no change 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.

As at 30 June 2008 and 31 December 2007, the unissued ordinary shares that may be exercised are as follows:

	Number of shares that may be issued on conversion or exercise of option	
	30/06/08	31/12/07
Futuristic Share Option Scheme	1,000,000	1,000,000
Bonus warrant	68,000,746	68,000,746
Total	69,000,746	69,000,746

1(d)(iii) To show the total number of issued shares excluding treasury shares at the end of the current financial period and as at the end of the immediately preceding year.

	30/06/08	31/12/07
Total number of issued shares excluding treasury shares	272,003,000	272,000,000

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

None

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited annual financial statements as at 31 December 2007.

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

None.

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.

	GROUP	
	30/06/08	30/06/07
Loss per ordinary share for the half year based on net profit attributable to shareholders:-		
Basic	(0.37) cents	(1.69) cents
Diluted	(0.37) cents	(1.69) cents

Weighted average number of shares table

	GROUP	
	30/06/08	30/06/07
Weighted average number of shares for calculation of basic loss per share	272,003,000	136,001,500
Weighted average number of shares for calculation of diluted loss per share	272,003,000	136,001,500

1,000,000 share options granted to Directors of the Company under the Futuristic Share Option Scheme have not been included in the calculation of diluted loss per share because they are anti-dilutive for the current and previous period presented. Bonus warrants have also been excluded in the calculation of the diluted loss per share for the current period because they have no dilutive effect since the average market price is lower than the exercise price.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-

- (a) current financial period reported on; and
(b) immediately preceding financial year

	GROUP		COMPANY	
	As at 30/06/08	As at 31/12/07	As at 30/06/08	As at 31/12/07
Net Asset Value per Ordinary Share based on issued share capital	2.7 cents	3.9 cents	2.2 cents	4.0 cents

The computation of Net Asset Value per Ordinary Share was based on 272,003,000 shares as at 30 June 2008 and 31 December 2007 respectively.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) 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; and
(b) 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 rose by \$10.7 million resulting mainly from the acquisition of GTS in Sydney, Australia. Gross margins also improved with this addition while the operation in Singapore discontinued its wholesales segment which had negligible margins and had proceeded with higher added value services.

Other income was higher by about \$0.9 million from the final disposal of quoted investments in Global Med Technologies Inc.

Distribution and selling expense were higher with the addition of GTS, which also contributed to the higher administration expenses (\$311k). Administration expenses were increased too by legal costs related to the abandonment of a planned injection of assets and rights issue (\$191k), unrealised exchange losses relating to subsidiaries in Hong Kong and Macau (\$108k) and unrealized losses on quoted investments (\$175k).

The resultant loss from operations of approximately \$1 million is about 57% less than the corresponding period last year.

b) Cash flow as well as profitability was boosted significantly by the disposal of an investment in Global Med Technologies Inc for about \$3.4 million as mentioned earlier. This has helped kept net current assets at approximately \$6.5 million versus \$6.1 million last year end. The higher volume of business coupled with the business acquisitions have generated both higher levels of receivables and payables. Both fixed assets and intangible assets had increased from the acquisition of the business of 3 outlets in Perth and GTS in Sydney, Australia.

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.**

The travel and leisure industry continues to remain highly competitive and is further complicated by the increase in oil price, inflation and the after effects of the sub-prime crisis. However, locally, SingXpress Travel Pte Ltd had participated in two NATAS fairs to date and had seen increased volumes for its packages to Japan and other parts of Asia. Operations in Hong Kong and Macau have stayed about the same while we expect the Australian operations to grow progressively.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. **If no dividend has been declared/recommendeded, a statement to that effect.**

No dividend has been declared or recommended.

13. Interested Person Transactions

Name of Interested Person	Aggregate value of all interested person transactions during the period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the period under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	None	None.

CONFIRMATION BY THE BOARD

We, Chan Heng Fai and Chan Tong Wan, being two of the directors of SingXpress Ltd (the Company), do hereby confirm on behalf of the Board of Directors of the Company that to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the half year 2008 financial results to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Chan Heng Fai
Group Executive Chairman

Chan Tong Wan
Executive Director

Date: 14th Aug 2008