
Half Year Financial Statement Announcement For The Period Ended 30 June 2008

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF HALF 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) Income Statement

	Group		
	(S\$'000)		%
	30.06.08	30.06.07	Change
Turnover	70,161	50,720	38.3%
Cost of Sales	(49,766)	(36,245)	37.3%
Gross profit	20,395	14,475	40.9%
Other income including interest income	1,274	163	681.6%
Distribution costs	(6,773)	(6,173)	9.7%
Administrative costs	(2,935)	(3,093)	-5.1%
Other costs	(1,218)	(330)	269.1%
Profit from operation	10,743	5,042	113.1%
Finance costs	(275)	(465)	-40.9%
Share of profit in associated companies	1,023	(133)	N.M.
Share of profit in joint venture companies	-	22	-100.0%
Profit before taxation	11,491	4,466	157.3%
Taxation	(2,085)	(1,720)	21.2%
Profit after taxation	9,406	2,746	242.5%
Attributable to:			
Equity holders of the Company	7,966	2,749	189.8%
Minority interest	1,440	(3)	N.M.
	9,406	2,746	242.5%

N.M. – Not meaningful

1(a)(ii) Notes to income statement:-**Profit after tax is arrived at after charging/(crediting) the following significant items:**

	Group (S\$'000)		% Change
	30.06.08	30.06.07	
Interest on borrowings	275	465	-40.9%
Depreciation of property, plant and equipment	704	780	-9.7%
Salaries and related costs	4,821	4,516	6.8%
Defined contribution schemes	479	544	-11.9%
Foreign currency exchange losses/(gains)			
- Realized	(492)	(618)	-20.4%
- Unrealized	530	484	9.5%
Impairment loss on goodwill arising on consolidation	-	5	N.M.
Expenses of share based payments	412	-	N.M.
Impairment loss on property, plant and equipment	43	-	N.M.
<u>Other income</u>			
(Gain)/loss on sale of property, plant and equipment	(6)	130	N.M.
Bad debts written back (trade)	(26)	-	N.M.
Gain on disposal of assets held for sale	(453)	-	N.M.
Negative goodwill arising on consolidation (Note 1)	(569)	-	N.M.
<u>Other costs</u>			
Amortisation of intangible assets	14	-	N.M.
Fair value change of assets held at fair value through profit and loss	53	(286)	N.M.
Allowance for doubtful debts (trade)	420	242	73.6%
Allowance for doubtful debts (associated company)	484	-	N.M.
Allowance for stock obsolescence	247	239	3.3%

N.M. – Not meaningful

Note 1: Negative goodwill arising on consolidation

This arose as a result of the Group's acquisition of subsidiaries, which was at a negative goodwill, representing a discount on the net identified assets purchased.

In accordance with FRS103 Business Combinations, this is a provisional value accounted initially and is subject to adjustments within 12 months of the acquisition date, if required.

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

1(b)(i) Balance Sheet as at 30 June 2008

	Group (S\$'000)		Company (S\$'000)	
	30.06.08	31.12.07	30.06.08	31.12.07
Non-current assets				
Property, plant and equipment	18,350	9,492	73	16
Subsidiary companies	-	-	53,500	39,408
Associated companies	9,938	9,233	-	-
Joint venture company	8	97	-	-
Other investments	361	150	-	-
Intangible assets	3,889	90	-	-
	32,546	19,062	53,573	39,424
Current Assets				
Assets held for sale	-	960	-	-
Development property	5,630	-	-	-
Stocks	27,419	17,688	2,496	208
Trade debtors	37,656	28,807	3,495	267
Other debtors and prepayments	1,235	869	833	153
Fixed deposits	3,464	7,176	-	-
Cash and bank balances	10,417	8,034	1,203	452
	85,821	63,534	8,027	1,080
Current liabilities				
Amount due to bankers	21,932	9,206	5,631	348
Gross amount due to customers for contract work in progress	-	1,241	-	-
Trade creditors	11,776	14,785	1,511	321
Other creditors and accruals	5,418	5,290	689	307
Hire purchase creditors	228	86	21	-
Provision for taxation	3,493	2,683	148	-
	42,847	33,291	8,000	976
Net current assets	42,974	30,243	27	104
Non-current liabilities				
Long-term loans	1,300	1,957	-	121
Hire purchase creditors	375	199	53	-
Amount due to related parties	4,158	908	-	-
Deferred tax liabilities	2,005	404	-	-
	(7,838)	(3,468)	(53)	(121)
Net assets	67,682	45,837	53,547	39,407
Equity				
Share capital	52,868	45,237	52,868	45,237
Treasury shares	(547)	-	(547)	-
Asset revaluation reserve	2,070	2,070	-	-
Capital reserve	709	689	116	96
Employee share option reserve	736	374	736	374
Accumulated profit/(loss)	6,313	(1,653)	374	(6,300)
Foreign currency translation reserve	(1,750)	(1,248)	-	-
	60,399	45,469	53,547	39,407
Minority interest	7,283	368	-	-
Total equity	67,682	45,837	53,547	39,407

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 (S\$'000)		As at 31.12.07 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
232	21,700	45	9,161

Amount repayable after one year

As at 30.06.08 (S\$'000)		As at 31.12.07 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
1,300	-	1,836	121

Details of any collateral

	Group (S\$'000)	
	30.06.08	31.12.07
Property loan	1,300	1,881
Overdraft	232	-
	1,532	1,881

The property loan is secured by the development property situated at 20 Paterson Road.

The overdraft is secured by a fixed deposit.

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

	Group (S\$'000)	
	30.06.08	30.06.07
Cash flow from operating activities:		
Profit before taxation	11,491	4,466
Adjustments for:		
Share of associated companies' profits	(1,023)	133
Share of joint venture companies' (profits)/losses	-	(22)
Depreciation of property, plant and equipment	704	780
Expenses on share-based payments	412	-
(Gain)/loss on sale of property, plant and equipment	(6)	130
Gain on disposal of assets held for sale	(453)	-
Loss on disposal of intangible assets	4	-
Loss/(Gain) on fair value change of assets held at fair value through profit and loss	53	(286)
Allowance for doubtful debts (trade)	420	242
Allowance for doubtful debts (non-trade)	1	-
Allowance for doubtful debts (associate company)	484	-
Fixed assets written off	2	-
Bad debts written back (trade and non-trade)	(28)	-
Allowance for stock obsolescence	247	239
Impairment loss on goodwill	-	5
Amortisation of intangible assets	14	-
Negative goodwill arising from consolidation	(569)	-
Interest income	(130)	(45)
Interest expense	275	465
Operating profit before working capital changes	11,898	6,107
(Increase)/decrease in debtors	(1,464)	760
Decrease in development property completed for sale	-	3,395
(Increase)/decrease in stocks	(2,319)	2,753
(Decrease)/increase in creditors	(7,153)	1,440
Decrease/(increase) in amounts due from associated and joint venture companies (net)	333	(797)
Increase in amount due to related parties	1,793	600
Cash generated from operations	3,088	14,258
Interest received	130	45
Interest paid	(275)	(465)
Income tax paid	(2,047)	(631)
Net cash provided by operating activities	896	13,207

	Group	
	(S\$'000)	
	30.06.08	30.06.07
Cash flow from investing activities:		
Purchase of property, plant and equipment	(326)	(148)
Proceeds from sale of property, plant and equipment and assets held for sale	412	961
Proceeds from sale of intangible assets	4	-
Investment in subsidiary companies	(5,230)	(29)
Proceeds from disposal of assets held for sale	1,253	-
Increase in cost of development property	(6,871)	-
Costs of development property	-	(1,411)
Dividend received from joint venture company	40	-
Decrease in amount due to related parties	(9,152)	-
Fixed deposits held as collateral	(208)	-
Net cash used in investing activities	(20,078)	(627)
Cash flow from financing activities:		
Proceeds from issuance of ordinary shares	7,601	1,232
Net proceeds/(payments) from loan and borrowing	10,871	(6,734)
Purchase of treasury shares	(547)	-
Principal payment to hire purchase creditors	(249)	(339)
Net cash provided by/ (used in) financing activities	17,676	(5,481)
Effects of exchange rate change on cash and cash equivalents		
	(322)	75
Net (decrease)/increase in cash and cash equivalents	(1,828)	7,174
Cash and cash equivalents at beginning of year	15,180	3,078
Cash and cash equivalents at end of year	13,352	10,252

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.

	<----- Attributable to equity holders of the Company ----->									
	(\$'000)									
	Share Capital	Treasury Shares	Asset Revaluation Reserve	Capital Reserve	Employees Share Option Reserve	Accumulated Profits/ (Losses)	Foreign Currency Reserve	Total Reserves	Minority Interest	Total Equity
Group										
(a) Latest period										
Balance at 1 January 2008	45,237	-	2,070	689	374	(1,653)	(1,248)	232	368	45,837
Translation adjustment for the period	-	-	-	-	-	-	(502)	(502)	-	(502)
Total losses recognised directly in equity	-	-	-	-	-	-	(502)	(502)	-	(502)
Net profit for the period	-	-	-	-	-	7,966	-	7,966	1,440	9,406
Total recognised gains & losses for the period	-	-	-	-	-	7,966	(502)	7,464	1,440	8,904
Dividends	-	-	-	-	-	-	-	-	(40)	(40)
Exercise of employee share options	190	-	-	-	(30)	-	-	(30)	-	160
Expiry of employee share options	-	-	-	20	(20)	-	-	-	-	-
Exercise of bonus warrants	4,543	-	-	-	-	-	-	-	-	4,543
Expenses of share-based payments	-	-	-	-	412	-	-	412	-	412
Purchase of treasury shares	-	(547)	-	-	-	-	-	-	-	(547)
Acquisition of a subsidiary	2,898	-	-	-	-	-	-	-	5,515	8,413
Balance at 30 June 2008	52,868	(547)	2,070	709	736	6,313	(1,750)	8,078	7,283	67,682
(b) Previous corresponding period										
Balance at 1 January 2007	43,801	-	2,070	614	274	(7,472)	(1,223)	(5,737)	298	38,362
Translation adjustment for the period	-	-	-	-	-	-	75	75	-	75
Total losses recognised directly in equity	-	-	-	-	-	-	75	75	-	75
Net profit for the period	-	-	-	-	-	2,749	-	2,749	(3)	2,746
Total recognised gains & losses for the period	-	-	-	-	-	2,749	75	2,824	(3)	2,821
Exercise of employee share options	1,432	-	-	-	(113)	-	-	(113)	-	1,319
Expiry of employee share options	-	-	-	1	(1)	-	-	-	-	-
Purchase of treasury shares	-	(87)	-	-	-	-	-	-	-	(87)
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	16	16
Balance at 30 June 2007	45,233	(87)	2,070	615	160	(4,723)	(1,148)	(3,026)	311	42,431

<----- Attributable to equity holders of the Company ----->
(S\$'000)

<u>Company</u>	Share Capital	Treasury Shares Reserve	Capital Reserve	Employees Share Option Reserve	Accumulated Profits/ (Losses)	Total Equity
<u>(a) Latest period</u>						
Balance at 1 January 2008	45,237	-	96	374	(6,300)	39,407
Net profit for the period					6,674	6,674
Total recognised gains for the period					6,674	6,674
Purchase of treasury shares	-	(547)	-	-	-	(547)
Exercise of employee share options	190	-	-	(30)	-	160
Expiry of employee share options	-	-	20	(20)	-	-
Exercise of bonus warrants	4,543	-	-	-	-	4,543
Expenses of share-based payments	-	-	-	412	-	412
Acquisition of a subsidiary	2,898	-	-	-	-	2,898
Balance at 30 June 2008	52,868	(547)	116	736	374	53,547
<u>(b) Previous corresponding period</u>						
Balance at 1 January 2007	43,801	-	21	274	(9,684)	34,412
Net profit for the period	-	-	-	-	2,772	2,772
Total recognised gains for the period	-	-	-	-	2,772	2,772
Exercise of employee share options	1,432	-	-	(113)	-	1,319
Expiry of employee share options	-	-	1	(1)	-	-
Purchase of treasury shares	-	(87)	-	-	-	(87)
Balance at 30 June 2007	45,233	(87)	22	160	(6,912)	38,416

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buybacks, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares or 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

6,300,000 ordinary shares in the share capital of the Company has been allotted to the vendor in consideration for the acquisition of a 55% equity interest in a subsidiary company by Leeden International Pte Ltd, a wholly-owned subsidiary of the Company.

For the half-year ended 30 June 2008, employees exercised 803,000 share options. In the same period, 940,000 share options have lapsed, leaving a balance of 11,610,000 ordinary shares (30 June 2007: 3,983,000 ordinary shares) that could be issued on exercise of the share options pursuant to the Ace Dynamics Share Option Scheme (Scheme I) and Leeden Share Option Scheme 2007 (Scheme II)

All the share options exercised were under Scheme I. Of the 940,000 share options which had lapsed, 5,000 were under the Scheme I while 935,000 were under Scheme II. The balance of ordinary shares that could be issued on exercise of the share options is 3,175,000 and 8,435,000 under Scheme I and Scheme II respectively (30 June 2007: 3,983,000 and 0 respectively).

In addition, during 1H2008, a total of 22,465,785 bonus warrants have been exercised, with 6,658,770 bonus warrants remained unexercised as at 30 June 2008. (30 June 2007: 29,150,155)

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.

The total number of issued shares excluding treasury shares as at the end of the current financial period was 175,922,263. (30 June 2007: 146,327,875).

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.

The Company has purchased 1,305,000 ordinary shares by way of open market purchase during the financial period. The Company held the shares bought under the share buyback mandate as treasury shares. No treasury shares were sold during the period. As at 30 June 2008, the number of treasury shares stands at 1,305,000.

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

These figures have not been audited or reviewed by auditors.

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

Not applicable.

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

The Group has adopted the same accounting policies and method of computations in the financial statements for the current financial year reported as in the last audited financial statements.

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

Not applicable.

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

Earnings per ordinary share for the period based on net profit attributable to shareholders:-

	Group	
	30.06.08	30.06.07
(i) Based on weighted average number of ordinary share in issue	4.68 cents	1.89 cents
Weighted average number of ordinary shares in issue	170,108,239	145,097,461
(ii) On a fully diluted basis	4.55 cents	1.71 cents
Diluted weighted average number of ordinary shares in issue	175,119,694	160,223,467

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

	Group		Company	
	30.06.08	31.12.07	30.06.08	31.12.07
Net asset value per ordinary share based on existing share capital	34.3 cents	31.3 cents	30.4 cents	26.9 cents

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

A) Income Statement

Overview

During the period under review, the Group's profit after tax increased by 242.5% to S\$9.4 million with a substantial increase in turnover to S\$70.2 million. This achievement was due to management's continual focus on the Industrial Division which remains as the main revenue as well as profit generator for the Group. During the period, the Group embarked on an expansionary policy to acquire a greater range of industrial products so as to better serve our customers in this burgeoning oil & gas market whereby demand for an integrated welding, gas and safety solution remains high.

Turnover

The Group's turnover recorded a 38.3% increase from S\$50.7 million in 1H2007 to S\$70.2 million in 1H2008. This was mainly contributed by the Industrial Division, which continued to see strong demands from the oil & gas and marine industry. The Property Division was another significant revenue contributor this financial period due to progress revenue recognised from the Paterson Linc project. This project had been fully sold.

The Group has ceased the operations of its Multimedia Division in 1H2008. This is in line with the Group's strategy to focus on its core competencies in providing integrated Welding, Gas and Safety solutions.

Gross Profit

Gross Profit increased to S\$20.4 million, which is 40.9% higher than the previous period. Gross profit margin improved from 28.5% in 1H2007 to 29.1% in 1H2008 due to higher contribution from the Property Division.

Other Income

Other income increased by 681.6% as a result of gain on disposal of assets held for sale (Investment Property at Flamingo Valley) as well as negative goodwill arising on consolidation.

Distribution Costs

The 9.7% increase in distribution costs is in line with the increase in turnover in 1H2008 compared to 1H2007. Distribution costs as a percentage of sales decreased substantially from 12.2% to 9.7% as a result of economies of scale.

Other Costs

Other costs increased mainly due to doubtful debts provided for trade debtors and associated companies.

Finance Costs

The 40.9% reduction in finance costs were mainly due to decrease in long-term loans as well as more favourable interest rates.

Share of Profit/ (Loss) in Associated Companies

The increase in profits by the Group's associated companies was mainly contributed by the Gas Division.

Profit before Taxation

The Group's profit before taxation for 1H2008 witnessed a 157.3% increase to S\$11.5 million from S\$4.5 million in 1H2007 due mainly to higher gross profits registered by the Group's Industrial and Property Divisions. Share of profits in associated companies also contributed positively to the bottom-line. This helped the group achieve a record profit before tax for 1H2008.

B) Balance Sheet

Property, Plant and Equipment

The S\$8.9 million increase in property, plant and equipment was mainly due to the acquisition of Power Weld Sdn Bhd (“PWSB”), a manufacturer of welding products, and Eversafe Extinguisher Sdn Bhd (“EESB”), a manufacturer of fire-fighting equipments.

Associated Companies

Investment in associated companies saw an increase of approximately S\$0.7 million contributed mainly by profits from associated companies during the period.

Joint Venture Company

The decrease was mainly due to dividend received from the joint venture company.

Other Investments

Other investments increased from S\$0.2 million to S\$0.4 million as a result of consolidating EESB which has an investment in unquoted shares of a supplier.

Intangible Assets

The increase in intangible assets from S\$0.1 million to S\$3.9 million was due to valuation of trademark, customer relationship and goodwill arising from the takeover of EESB and PWSB.

In accordance with FRS103 Business Combinations, this is a provisional value accounted initially and is subject to adjustments within 12 months of the acquisition date, if required.

Assets Held for Sale

The assets held for sale had been disposed during the period.

Development Property and Gross Amount due to Customers for Contract Work-In-Progress

Development property as at 30 June 2008 consists of the development project undertaken by the Group at Paterson Linc. The increase in development property was due to additional development costs incurred on the Paterson Linc project.

Stocks

Stocks increased from S\$17.7 million to S\$27.4 million as at 30 June 2008, mainly due to the acquisition of PWSB and EESB.

Trade Debtors

Trade debtors increased by 30.7% to S\$37.7 million as at 30 June 2008 as compared to S\$28.8 million as at 31 December 2007. The increase in trade debtors is in line with the increase in sales.

Other Debtors and Prepayments

Other Debtors saw an increase of approximately S\$0.4 million with the consolidation of PWSB and EESB.

Amount due to Bankers and Long-Term Loans

The increase in amount due to bankers from S\$9.2 million as at 31 December 2007 to S\$21.9 million as at 30 June 2008 was due to borrowings to fund acquisition activities made by the Group during the period. Long term loans on the other hand decreased by S\$0.7 million as a result of gradual repayment of existing long-term loans.

Trade Creditors

Trade creditors decreased from S\$14.8 million as at 31 December 2007 to S\$11.8 million as at 30 June 2008 as a result of faster payments made to principals and suppliers.

Amount due to Related Parties

Amount due to related parties increased substantially from S\$0.9 million as at 31 December 2007 to S\$4.2 million as at 30 June 2008. The increase was mainly loans due to minority shareholders.

C) Cash Flow

Cash position of the Group remains healthy throughout the period. Operating profit before working capital changes almost doubled to S\$11.9 million in 1H2008 from S\$6.1 million in 1H2007 as a result of greater operational profitability. Cash flow provided by financing activities increased to S\$17.7 million due mainly to borrowings obtained to finance acquisition activities and payment to suppliers. Cash and cash equivalents increased by 32.6% from S\$10.3 million in 1H2007 to S\$13.6 million in 1H2008.

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 demand for Oil & Gas equipment continues to remain strong as exploration companies maintain the momentum of their drilling programmes in response to high oil prices. Despite the fallout in the US economy that might have a negative impact on the global economy, studies have shown that the Asia-Pacific region is expected to lead the world in Oil & Gas exploration and production expenditure. Singapore, being one of the largest supplier of Oil & Gas equipment in Asia, is well-placed to secure the lion's share of these projects.

The Group will continue in its efforts to develop new and innovative solutions to meet market demand. The Group is actively expanding its operations and seeking collaboration opportunities to enhance its operational capabilities. The acquisition of a manufacturing plant in Malaysia will enable the Group to manufacture its own line of welding products with better quality control. Concurrently, it allows greater control over future advancement by developing an internationally recognised brand name.

The Group will continue to pursue business opportunities in the growing oil and gas industry amidst the financial turmoil and economic changes.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Name of dividend	Interim
Dividend type	Cash
Dividend amount per share	1.00 cent
Tax rate	One-Tier Tax Exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of dividend	Interim
Dividend type	Cash
Dividend amount per share	0.50 cent (Net)
Tax rate	18%

(c) Date payable

The dividend will be payable on 10 September 2008

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 28 August 2008 for the preparation of dividend warrants.

Duly completed registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte Ltd, 3 Church Street #08-01 Samsung Hub Singapore 049483 up to 5.00 p.m. on 27 August 2008 will be registered to determine shareholder's entitlements to the dividend.

Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 27 August 2008 will be entitled to the dividend.

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

N.A.

BY ORDER OF THE BOARD
Steven Tham Weng Cheong
Chairman and CEO
8 August 2008

CONFIRMATION BY THE BOARD
Pursuant to Rule 705(4) of the Listing Manual

We, Steven Tham Weng Cheong and Kelvin Lee Chee Fatt, being two directors of Leeden Limited (“the Company”), do hereby confirm on behalf of the directors of the Company, that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial results of the first half ended 30 June, 2008 to be false or misleading.

On Behalf of the Directors



Steven Tham Weng Cheong
Chairman and CEO



Kelvin Lee Chee Fatt
Managing Director and COO

Singapore
8 August 2008