

Second Quarter * Financial Statement And Dividend Announcement

* Asterisks denote mandatory information

Name of Announcer *	NERATELECOMMUNICATIONS LTD
Company Registration No.	197802690R
Announcement submitted on behalf of	NERATELECOMMUNICATIONS LTD
Announcement is submitted with respect to *	NERATELECOMMUNICATIONS LTD
Announcement is submitted by *	TAN CHER LIANG
Designation *	COMPANY SECRETARY
Date & Time of Broadcast	14-Aug-2008 18:43:28
Announcement No.	00226

>> Announcement Details

The details of the announcement start here ...

For the Financial Period Ended *	30-06-2008
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NERA TELECOMMUNICATIONS LTD

(Co. Reg. No. 197802690R)

UNAUDITED SECOND QUARTER FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 30 JUNE 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

	Note	Group 2nd Quarter			Group Period ended 30 June		
		2008 S\$'000	2007 S\$'000	Increase/ (Decrease) %	2008 S\$'000	2007 S\$'000	Increase/ (Decrease) %
Turnover		33,224	41,461	(19.9)	72,252	77,864	(7.2)
Cost of sales		(23,973)	(32,021)	(25.1)	(53,927)	(60,566)	(11.0)
Gross profit		9,251	9,440	(2.0)	18,325	17,298	5.9
Other operating income		209	388	(46.1)	678	1,019	(33.5)
Distribution and selling expenses		(3,750)	(3,903)	(3.9)	(7,444)	(7,318)	1.7
Administrative expenses		(1,549)	(1,668)	(7.1)	(3,620)	(3,371)	7.4
Other operating expenses		(207)	(156)	32.7	(549)	(539)	1.9
Profit from operations		3,954	4,101	(3.6)	7,390	7,089	4.2
Financial expenses		(60)	(52)	15.4	(115)	(100)	15.0
Financial income		247	223	10.8	502	498	0.8
Profit after financial items		4,141	4,272	(3.1)	7,777	7,487	3.9
Share of results of associated company		(157)	(35)	348.6	(147)	(80)	83.8
Profit before taxation		3,984	4,237	(6.0)	7,630	7,407	3.0
Taxation		(858)	(955)	(10.2)	(1,847)	(1,716)	7.6
Profit after taxation		3,126	3,282	(4.8)	5,783	5,691	1.6

		Group				Group				
		2nd Quarter				Period ended 30 June				
		2008	2007	Increase / (Decrease)		2008	2007	Increase / (Decrease)		
		S\$'000	S\$'000	%		S\$'000	S\$'000	%		
Profit for the period is arrived at after crediting / (charging) the following :										
Adjustments for over provision of tax in respect of prior years		-	3	N.M.		-	3	N.M.		
Depreciation	(1)	(578)	(447)	29.3		(1,134)	(857)	32.3		
Interest income		247	223	10.8		502	498	0.8		
Interest expense		(2)	-	N.M.		(2)	-	N.M.		
Fixed assets written off		(41)	-	N.M.		(41)	-	N.M.		
Foreign exchange gain		74	147	(49.7)		4	32	(87.5)		
Gain / (loss) on disposal of fixed assets		26	(2)	N.M.		26	(2)	N.M.		
Writeback of provision for doubtful debts		346	79	338.0		391	392	(0.3)		
Provision for stock obsolescence		(60)	(10)	500.0		(215)	(493)	(56.4)		
Provision for warranty		(661)	(1,784)	(62.9)		(897)	(1,766)	(49.2)		
Gross profit as a percentage of turnover		27.8%	22.8%	21.9		25.4%	22.2%	14.4		
Profit for the period as a percentage of turnover		9.4%	7.9%	19.0		8.0%	7.3%	9.6		
<u>Other information</u>										
Profit for the period attributable to equity shareholders of the Company as a percentage of issued capital and reserves at end of period		5.4%	5.3%	1.9		9.9%	9.2%	7.6		

N.M. Not meaningful

Note :

- (1) The increase in depreciation resulted from more point-of-sale terminals purchased for leasing.

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

Balance Sheet as at	Group		Company	
	30/6/2008 S\$'000	31/12/2007 S\$'000	30/6/2008 S\$'000	31/12/2007 S\$'000
Equity				
Share capital	29,909	29,909	29,909	29,909
Revenue reserve	30,548	39,241	25,530	34,090
Translation reserve	(2,182)	(1,960)	-	-
	58,275	67,190	55,439	63,999
Non current assets				
Fixed assets	7,949	8,168	4,291	4,308
Investment in subsidiaries	-	-	4,316	4,316
Investment in associated company	931	1,111	199	199
Deferred tax assets	1,394	1,327	270	180
	10,274	10,606	9,076	9,003
Current assets				
Stocks	5,122	7,188	4,172	6,185
Contracts-works-in-progress	17,357	20,687	11,449	15,725
Trade debtors	(1) 23,826	48,733	17,501	38,563
Other debtors, deposits and prepayments	4,402	1,769	2,704	128
Due from associated company (trade)	5,995	8,145	4,964	7,076
Due from associated company (non-trade)	950	1,000	950	1,000
Due from related companies (trade)	203	95	61	83
Due from subsidiaries (trade)	-	-	7,476	8,033
Due from subsidiaries (non-trade)	-	-	346	359
Fixed deposits	(1) 29,450	35	29,450	-
Cash and bank balances	(1) 10,113	21,116	6,947	18,934
Total current assets	97,418	108,768	86,020	96,086
Current liabilities				
Trade creditors	22,441	22,498	17,993	16,945
Other creditors and accruals	15,288	17,448	12,162	13,875
Provision for warranty	4,249	3,821	1,852	1,706
Due to subsidiaries (trade)	-	-	554	400
Due to related companies (trade)	4,024	5,591	3,949	5,548
Provision for taxation	3,296	2,826	3,147	2,616
Hire purchase obligations (current portion)	22	-	-	-
Total current liabilities	49,320	52,184	39,657	41,090
Net current assets	48,098	56,584	46,363	54,996
Non current liabilities				
Hire purchase obligations	(97)	-	-	-
	58,275	67,190	55,439	63,999

Note :

- (1) The significant variances in trade debtors and fixed deposits / cash and bank balances resulted from good collections during first half of 2008.

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

Amount repayable in one year or less, or on demand

As at 30/6/2008		As at 31/12/2007	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
22	-	-	-

Amount repayable after one year

As at 30/6/2008		As at 31/12/2007	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
97	-	-	-

Details of any collateral

Hire purchase obligations of S\$119,000 are secured on three motor vehicles.

- 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 2nd Quarter		Group Period ended 30 June	
	2008	2007	2008	2007
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Profit before taxation	3,984	4,237	7,630	7,407
Adjustments for :				
Depreciation of fixed assets	578	447	1,134	857
Fixed assets written	41	-	41	-
(Gain) / loss from disposal of fixed assets	(26)	2	(26)	2
Share option expenses	-	(1)	-	(1)
Provision for stock obsolescence	60	10	215	493
Writeback of provision for doubtful debts	(346)	(79)	(391)	(392)
Provision for warranty	661	1,784	897	1,766
Interest expense	2	-	2	-
Interest income	(247)	(223)	(502)	(498)
Share of results of associated company	157	35	147	80
Operating profit before working capital changes	4,864	6,212	9,147	9,714
Decrease / (increase) in :				
Trade debtors	(2,500)	(3,882)	25,298	(9,917)
Other debtors, deposits and prepayments	(2,151)	627	(2,633)	(200)
Stocks	867	(1,954)	1,851	(1,687)
Contracts-work-in-progress	(78)	(7,457)	3,330	(15,852)
Changes in related parties/associate balances	3,847	3,982	525	9,401
(Decrease) / increase in :				
Trade creditors	945	4,560	(57)	11,732
Other creditors and accruals	(899)	122	(2,160)	(1,159)
Provision for warranty	(261)	(464)	(469)	(784)
Cash generated from operations	4,634	1,746	34,832	1,248
Interest paid	(2)	-	(2)	-
Income taxes paid	(614)	(909)	(1,467)	(1,053)
Net cash flows generated from operating activities	4,018	837	33,363	195
Cash flows from investing activities				
Proceeds from disposal of fixed assets	29	-	29	-
Purchase of fixed assets	(862)	(842)	(1,206)	(1,863)
Interest received	247	99	502	252
Net cash flows used in investing activities	(586)	(743)	(675)	(1,611)
Cash flows from financing activities				
Dividend paid to shareholders	(14,476)	(10,857)	(14,476)	(10,857)
Repayment of hire purchase obligations	(5)	-	(5)	-
Proceeds from issue of shares	-	3	-	3
Net cash flows used in financing activities	(14,481)	(10,854)	(14,481)	(10,854)
Net (decrease) / increase in cash and bank balances	(11,049)	(10,760)	18,207	(12,270)
Effect of exchange rate changes	(1)	(12)	205	(53)
Cash and bank balances at beginning of the period	50,613	24,280	21,151	25,831
Cash and bank balances at end of the period	39,563	13,508	39,563	13,508

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

For 2nd Quarter ended 30 June	Share Capital S\$'000	Revenue Reserve S\$'000	Share Option Reserve S\$'000	Translation Reserve S\$'000	Total S\$'000
Group					
Balance as at 1.4.2008	29,909	41,898	-	(1,973)	69,834
Foreign currency translation difference	-	-	-	(209)	(209)
Net profit for the period	-	3,126	-	-	3,126
Dividends paid	-	(14,476)	-	-	(14,476)
Balance as at 30.6.2008	29,909	30,548	-	(2,182)	58,275
Balance as at 1.4.2007	29,906	41,054	1	(1,693)	69,268
Foreign currency translation difference	-	-	-	130	130
Employee share options exercised / (cancelled)	3	-	(1)	-	2
Net profit for the period	-	3,282	-	-	3,282
Dividends paid	-	(10,857)	-	-	(10,857)
Balance as at 30.6.2007	29,909	33,479	-	(1,563)	61,825
Company					
Balance as at 1.4.2008	29,909	36,539	-	-	66,448
Net profit for the period	-	3,467	-	-	3,467
Dividends paid	-	(14,476)	-	-	(14,476)
Balance as at 30.6.2008	29,909	25,530	-	-	55,439
Balance as at 1.4.2007	29,906	35,578	1	-	65,485
Employee share options exercised / (cancelled)	3	-	(1)	-	2
Net profit for the period	-	3,142	-	-	3,142
Dividends paid	-	(10,857)	-	-	(10,857)
Balance as at 30.6.2007	29,909	27,863	-	-	57,772

For Period ended 30 June	Share Capital S\$'000	Revenue Reserve S\$'000	Share Option Reserve S\$'000	Translation Reserve S\$'000	Total S\$'000
Group					
Balance as at 1.1.2008	29,909	39,241	-	(1,960)	67,190
Foreign currency translation difference	-	-	-	(222)	(222)
Net profit for the period	-	5,783	-	-	5,783
Dividends paid	-	(14,476)	-	-	(14,476)
Balance as at 30.6.2008	29,909	30,548	-	(2,182)	58,275
Balance as at 1.1.2007	29,906	38,645	1	(1,664)	66,888
Foreign currency translation difference	-	-	-	101	101
Employee share options exercised / (cancelled)	3	-	(1)	-	2
Net profit for the period	-	5,691	-	-	5,691
Dividends paid	-	(10,857)	-	-	(10,857)
Balance as at 30.6.2007	29,909	33,479	-	(1,563)	61,825
Company					
Balance as at 1.1.2008	29,909	34,090	-	-	63,999
Net profit for the period	-	5,916	-	-	5,916
Dividends paid	-	(14,476)	-	-	(14,476)
Balance as at 30.6.2008	29,909	25,530	-	-	55,439
Balance as at 1.1.2007	29,906	33,494	1	-	63,401
Employee share options exercised / (cancelled)	3	-	(1)	-	2
Net profit for the period	-	5,226	-	-	5,226
Dividends paid	-	(10,857)	-	-	(10,857)
Balance as at 30.6.2007	29,909	27,863	-	-	57,772

- 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

There has been no change in the Company's share capital since 31 March 2008. As at 30 June 2008, there were 1,023,000 (@ S\$0.625) unexercised share options granted (30 June 2007 : 1,032,000 @ S\$0.625). There was no treasury share in issue as at the end of the current financial period (30 June 2007 : nil).

- 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 financial year.

The total number of issued shares excluding treasury shares as at the end of the current financial period was 361,897,000 shares (31 December 2007 : 361,897,000).

- (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

- 1(e) **Negative assurance confirmation on interim financial results under Rule 705(4) of the SGX-ST.**

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the second quarter financial statements for the period ended 30 June 2008, to be false or misleading in any material respect.

On behalf of the Board

S Chandra Das
Chairman

Ang Seong Kang, Samuel
President and Chief Executive Officer

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

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 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 reporting period as in the latest audited annual 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 financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

	Group 2nd Quarter		Group Period ended 30 June	
	2008	2007	2008	2007
	(cents)	(cents)	(cents)	(cents)
Earnings per Ordinary Share for the period based on net profit attributable to shareholders:				
(i) basic earnings per share	0.86	0.91	1.60	1.57
(ii) fully diluted earnings per share	0.86	0.91	1.60	1.57

Basic earnings per ordinary share for the financial period ended 30 June 2008 was calculated based on the weighted average number of shares in issue of 361,897,000 {2007 : 361,888,028} ordinary shares. Fully diluted earnings per ordinary share for the financial period ended 30 June 2008 was calculated based on the adjusted weighted average number of shares in issue (adjusted for the effects of dilutive options) of 361,897,000 ordinary shares (2007 : based on weighted average number of shares in issue (adjusted for the effects of dilutive options) of 361,888,028 ordinary shares).

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**

	Group		Company	
	30/6/2008	31/12/2007	30/6/2008	31/12/2007
	(cents)	(cents)	(cents)	(cents)
Net Asset Value per ordinary share based on issued share capital	16.10	18.57	15.32	17.68

Net asset value per ordinary share as at 30 June 2008 and 31 December 2007 was calculated based on the number of shares in issue of 361,897,000 ordinary shares.

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.

(i) **Review of financial performance of continuing operations**

(a) **Turnover**

On a Q on Q comparison, turnover in Q2 2008 decreased 19.9% from S\$41.5 million to S\$33.2 million. Compared to 1H 2007, the Group's turnover decreased 7.2%, from S\$77.9 million to S\$72.2 million. The fall in turnover for Q2 2008 and 1H 2008 resulted from lower turnover from the Telecom business segment, partially offset by higher turnover from the Infocomm business segment.

Telecommunications (Telecom)

On a Q on Q comparison, turnover in Q2 2008 decreased 43.4% from S\$22.8 million to S\$12.9 million and compared to 1H 2007, 1H 2008 turnover decreased 20.2% from S\$45.0 million to S\$35.9 million.

This was mainly due to lower sales of microwave radio equipment, resulting from project delays. There were also lower sales of satellite terminals.

Infocomm

On a Q on Q comparison, turnover in Q2 2008 increased 8.6% from S\$18.7 million to S\$20.3 million, mainly due to higher sales of network equipment to the Service Provider market sector.

Compared to 1H 2007, 1H 2008 turnover increased 10.6% from S\$32.9 million to S\$36.4 million. This resulted from higher sales of network equipment to the Service Provider market sector, and point-of-sale terminals and services to the Financial Services and Retail market sector.

(b) **Gross Profit**

On a Q on Q comparison, gross profit decreased by 2.0% from S\$9.4 million to S\$9.3 million mainly due to the lower turnover. Gross margin % ("GM%") improved from 22.8% to 27.8% mainly due to lower warranty provision.

Compared to 1H 2007, gross profit increased by 5.9%, from S\$17.3 million to S\$18.3 million despite the lower turnover, and the GM% improved from 22.2% to 25.4%. The improvement can be attributed to higher GM% from both business segments, as a result of lower stock and warranty provisions and product / services sales mix.

(c) **Operating Expenses**

On a Q on Q comparison, total operating expenses decreased slightly by 3.6% from S\$5.7 million to S\$5.5 million. Distribution and selling expenses decreased by 3.9% mainly due to higher writeback of doubtful debts provision. Administrative expenses decreased by 7.1% mainly due to capitalisation of certain office renovation costs to fixed assets.

Compared to 1H 2007, total operating expenses increased by 3.4% from S\$11.2 million to S\$11.6 million. Distribution and selling expenses increased slightly by 1.7% while administrative expenses increased by 7.4%. Both increases resulted from higher payroll and related costs.

(d) Profit Before Taxation ('PBT')

On a Q to Q basis, PBT decreased 6.0% from S\$4.2 million to S\$4.0 million resulting mainly from lower turnover. However, PBT as a percentage of turnover ("PBT %") improved from 10.2% to 12.0% mainly due to higher GM% and lower operating expenses in Q2 2008.

Compared to 1H 2007, PBT for 1H 2008 increased 3.0% from S\$7.4 million to S\$7.6 million despite lower turnover as a result of higher gross margin. The higher other income in 1H 2007 was due to a one-off marketing support fee from a principal. PBT as a percentage of turnover ("PBT %") improved from 9.5% to 10.6% as a result of higher GM%.

(e) Cash flow

The cash and bank balance remains positive at S\$40m. The net decrease in cash and bank balances for the quarter was mainly due to the payment of dividends to shareholders. For the first half of 2008, the Group is able to generate positive cashflow despite the payment of dividends.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

N.A.

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.

Telecommunications (Telecom)

The Group Telecommunications business segment comprises two main business areas, namely the Transmission and Satellite Communications.

In the Transmission business area, Mobile Operators continued to deploy new networks, roll out of new mobile broadband services as well as expanding their network coverage, bandwidth and capabilities to increase their market share. The wireless infrastructure network deployment and new data and video services such as mobile TV, mobile high speed broadband internet access will drive demand for additional and higher radio transmission capacity and capabilities.

The Group will continue to focus on providing a complete range of PDH, SDH access and SDH trunk microwave radios transmission products and solutions with wide choices of spectrum and capacity that meet the requirements of the Mobile market. The Group intends to also offer transmission related telecommunications solutions to the Defence, Broadcasting and Utilities market sectors.

In the Satellite business area, the Group will focus on sales of a wide range of Inmarsat satellite communication products and solutions for land and mobile customers. In addition, the Group has recently secured rights to sell and service Thuraya complete range of satellite handhelds, land mobile and marine terminals. In partnership with various global satellite system players, the Group is also promoting broadband satellite networks to satellite operators, ISP, broadcasters and government organisations. The Group will continue to seek new business opportunities and broaden its portfolio of satellite products and solutions.

Competition in the telecommunication industry remains high. Consolidation of major telecom equipment vendors has created fewer but larger companies, aggressively pursuing various business opportunities. Customers are continuously demanding for better and more competitive products and services.

Infocomm (IF)

The Group will continue to focus on offering four infocommunication business areas product portfolio namely Network Infrastructure, Broadcasting Infrastructure, Payment Solutions and Wireless Solutions to five defined key market sectors, namely Service Providers, Enterprises, Financial Services and Retail, Media & Broadcasting, and the Government, Transportation and Utilities sectors.

In the Service Provider market sector, demand for infocomm networking infrastructure equipment is driven by the growth in consumer broadband services. The Group is focusing on providing carrier-class networking products and solutions to support its customers to roll out multi-media services, mobile and fixed networks convergence, IP VPN core networks and moving towards deploying the next generation broadband networks. There are also numerous opportunities from Telco's in the region, planning to deploy next generation IP core and access broadband networks, wireless broadband access networks and mobile TV infrastructure.

In the Enterprise market sector, the Group will focus on providing high performance and secured enterprise-class network infrastructure products and solutions, security products for unified threat management, optimization, aggregation internet appliances as well as wireless solutions to increase their Corporate IT network productivity, reduce costs and improve competitiveness.

In the Financial Services & Retail market sector, demand for point-of-sale ("POS") terminals is driven by banks and financial institutions migrating their point-of-sale ("POS") terminals to those with PCI PED compliant. The Group will continue to focus on strengthening its current POS terminal sales, terminal applications and software development, rental, leasing and maintenance business and expand into new markets. In addition, the Group plans to introduce its network infrastructure and wireless products and solutions to the Financial Services and Retail market sector.

In the Media & Broadcasting market sector, the analogue TV network will gradually be migrated to the digital TV systems. The Group intends to focus on broadcast infrastructure projects to Broadcasters who have plans to migrate their analogue TV systems to the digital DVB systems. The Group is also introducing new standalone products and solutions for IP video transport, head-end compression and multiplex, encoders as well as our existing network infrastructure product range to customers in this market sector. In addition, the Group intends to introduce its existing range of network infrastructure products to customers in the Media & Broadcasting market sector.

In the Government, Transport and Utilities market sector, the Group will focus on offering integrated communications systems such as surveillance, train communication and offshore communication systems as well as network infrastructure and optical networks to the defence, education, healthcare, utilities and transportation industries.

Competition in the Infocomm industry remains high.

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 for the financial period.

13. Aggregate value of interested persons transactions conducted pursuant to a shareholders' general mandate for the period ended 30 June 2008.

Pursuant to Rule 920(1)(a)(ii) of the Listing Manual, the details of the aggregate value of interested person transactions conducted pursuant to a shareholders' general mandate are as follows:

Name of Interested Person	Aggregate value of all interested person transactions conducted under a shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)	
	2nd Quarter	Period ended 30 June
Sales		
Nera Networks AS	75	347
Nera Networks, Inc.	1	143
Nera Networks, s.r.o.	(5)	119
Purchases		
Nera Networks AS	3,867	6,730
Other Operating Revenues		
Nera Networks AS	193	475

BY ORDER OF THE BOARD

Tan Cher Liang
Company Secretary

14/8/2008