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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
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>> Announcement Details

The details of the announcement start here ...

For the Financial Period Ended *	30-06-2009

Attachments

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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 2009

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 2nd Quarter			Group Period ended 30 June		
	Note	2009 S$'000	2008 S$'000	Increase/ (Decrease) %	2009 S$'000	2008 S$'000	Increase/ (Decrease) %
Turnover		49,274	33,224	48.3	100,463	72,252	39.0
Cost of sales		(40,927)	(23,973)	70.7	(82,126)	(53,927)	52.3
Gross profit		8,347	9,251	(9.8)	18,337	18,325	0.1
Other operating income		459	209	119.6	902	678	33.0
Distribution and selling expenses		(3,946)	(3,750)	5.2	(7,568)	(7,444)	1.7
Administrative expenses		(1,719)	(1,549)	11.0	(3,562)	(3,620)	(1.6)
Other operating expenses		709	(207)	N.M.	(614)	(549)	11.8
Profit from operations		3,850	3,954	(2.6)	7,495	7,390	1.4
Financial expenses		(50)	(60)	(16.7)	(78)	(115)	(32.2)
Financial income		209	247	(15.4)	353	502	(29.7)
Profit after financial items		4,009	4,141	(3.2)	7,770	7,777	(0.1)
Share of results of an associate		3	(157)	N.M.	(108)	(147)	(26.5)
Profit before taxation		4,012	3,984	0.7	7,662	7,630	0.4
Taxation		(706)	(858)	(17.7)	(1,471)	(1,847)	(20.4)
Profit after taxation		3,306	3,126	5.8	6,191	5,783	7.1
Other comprehensive income / (expense) :							
Foreign currency translation of financial statements of foreign operations		92	(209)	N.M.	169	(222)	N.M
Total comprehensive income for the period		3,398	2,917	16.5	6,360	5,561	14.4

		Group 2nd Quarter				Group Period ended 30 June		
		2009	2008	Increase / (Decrease)		2009	2008	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		-	-	0.0		19	-	100.0
Depreciation	(1)	(701)	(578)	21.3		(1,360)	(1,134)	19.9
Interest expense		(1)	(2)	(50.0)		(3)	(2)	50.0
Interest income	(2)	209	247	(15.4)		353	502	(29.7)
Fixed assets written off		-	(41)	(100.0)		-	(41)	(100.0)
Foreign exchange gain / (loss)		951	74	1,185.1		(102)	4	N.M.
Gain on disposal of fixed assets		9	26	(65.4)		11	26	(57.7)
Writeback of provision for doubtful debts		123	346	(64.5)		362	391	(7.4)
Bad debts recovered		6	-	100.0		12	-	100.0
Allowance for stock obsolesence		(343)	(60)	471.7		(348)	(215)	61.9
Provision for warranty		(869)	(661)	31.5		(1,636)	(897)	82.4
Gross profit as a percentage of turnover		16.9%	27.8%	(39.2)		18.3%	25.4%	(28.0)
Profit for the period as a percentage of turnover		6.7%	9.4%	(28.7)		6.2%	8.0%	(22.5)
Other information								
Profit for the period attributable to equity shareholders of the Company as a percentage of issued capital and reserves at end of period		5.7%	5.4%	5.6		10.7%	9.9%	8.1

N.M. Not meaningful

Notes :

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

(2) The decrease in interest income was mainly due to lower interest rates from banks for deposits.

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 30/6/2009 S$'000	Group 31/12/2008 S$'000	Company 30/6/2009 S$'000	Company 31/12/2008 S$'000
Equity					
Share capital		29,909	29,909	29,909	29,909
Revenue reserve		30,267	34,933	23,907	29,341
Translation reserve		(2,427)	(2,596)	-	-
		57,749	62,246	53,816	59,250
Non current assets					
Fixed assets		8,288	8,845	4,900	5,365
Investment in subsidiaries		-	-	4,316	4,316
Investment in an associate		965	1,077	199	199
Deferred tax assets		614	583	-	-
		9,867	10,505	9,415	9,880
Current assets					
Stocks		5,169	4,793	3,029	4,050
Contract works-in-progress		19,805	30,989	15,653	27,097
Trade receivables		33,681	30,812	26,838	20,215
Other receivables, deposits and prepayments		3,041	3,372	396	1,030
Due from an associate (trade)	(1)	23,063	12,901	20,091	10,310
Due from an associate (non-trade)		950	950	950	950
Due from related companies (trade)		32	279	20	15
Due from subsidiaries (trade)		-	-	7,789	9,829
Due from subsidiaries (non-trade)		-	-	322	215
Fixed deposits	(2)	2,657	2,018	2,657	2,018
Cash and bank balances	(2)	9,218	18,831	6,708	16,466
Total current assets		97,616	104,945	84,453	92,195
Current liabilities					
Trade payables		33,052	33,569	26,839	28,441
Other payables and accruals		9,187	13,141	7,562	8,618
Provision for warranty		4,455	2,965	2,455	1,820
Due to subsidiaries (trade)		-	-	373	316
Due to related companies (trade)		804	1,474	605	1,427
Provision for taxation		2,053	1,780	2,136	2,035
Obligations under finance leases		25	23	-	-
Total current liabilities		49,576	52,952	39,970	42,657
Net current assets		48,040	51,993	44,483	49,538
Non current liabilities					
Obligations under finance leases		76	84	-	-
Deferred tax liability		82	168	82	168
		158	252	82	168
Net Assets		57,749	62,246	53,816	59,250

Notes :

(1) The increase in amount due from associate (trade) was due to sales made during the period.

(2) The reduction in fixed deposits and cash and bank balances was mainly due to dividend payment to shareholders during the period.

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

Amount repayable in one year or less, or on demand

As at 30/6/2009		As at 31/12/2008	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
25	-	23	-

Amount repayable after one year

As at 30/6/2009		As at 31/12/2008	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
76	-	84	-

Details of any collateral

Hire purchase obligations of S$101,000 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	
	2009 S$'000	2008 S$'000	2009 S$'000	2008 S$'000
Cash flows from operating activities				
Profit before taxation	4,012	3,984	7,662	7,630
Adjustments for :				
Depreciation of fixed assets	701	578	1,360	1,134
Fixed assets written off	-	41	-	41
Gain from disposal of fixed assets	(9)	(26)	(11)	(26)
Interest expense	1	2	3	2
Interest income	(209)	(247)	(353)	(502)
Allowance for stock obsolescence	343	60	348	215
Writeback of provision for doubtful debts	(123)	(346)	(362)	(391)
Provision for warranty	869	661	1,636	897
Share of results of an associate	(3)	157	108	147
Operating profit before working capital changes	5,582	4,864	10,391	9,147
Decrease / (increase) in :				
Trade debtors	(2,219)	(2,500)	(2,506)	25,298
Other debtors, deposits and prepayments	1,238	(2,151)	331	(2,633)
Stocks	782	867	(729)	1,851
Contracts-work-in-progress	12,250	(78)	11,184	3,330
Changes in related parties/associate balances	(8,892)	3,847	(10,585)	525
(Decrease) / increase in :				
Trade creditors	(14,066)	945	(517)	(57)
Other creditors and accruals	(1,860)	(899)	(3,954)	(2,160)
Provision for warranty	(89)	(261)	(254)	(469)
Cash (used in) / generated from operations	(7,274)	4,634	3,361	34,832
Interest paid	(1)	(2)	(3)	(2)
Income taxes paid	(896)	(614)	(1,284)	(1,467)
Net cash flows (used in) / generated from operating activities	(8,171)	4,018	2,074	33,363
Cash flows from investing activities				
Proceeds from disposal of fixed assets	122	29	255	29
Purchase of fixed assets	(737)	(862)	(956)	(1,206)
Interest received	209	247	353	502
Net cash flows used in investing activities	(406)	(586)	(348)	(675)
Cash flows from financing activities				
Dividend paid to shareholders	(10,857)	(14,476)	(10,857)	(14,476)
Repayment of hire purchase obligations	(1)	(5)	(6)	(5)
Net cash flows used in financing activities	(10,858)	(14,481)	(10,863)	(14,481)
Net (decrease) / increase in cash and bank balances	(19,435)	(11,049)	(9,137)	18,207
Effect of exchange rate changes	164	(1)	163	205
Cash and bank balances at beginning of the period	31,146	50,613	20,849	21,151
Cash and bank balances at end of the period	11,875	39,563	11,875	39,563

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	Translation Reserve S$'000	Total S$'000
Group				
Balance as at 1.4.2009	29,909	37,818	(2,519)	**65,208**
Total comprehensive income for the period	-	3,306	92	3,398
Dividends paid	-	(10,857)	-	(10,857)
Balance as at 30.6.2009	29,909	30,267	(2,427)	**57,749**
Balance as at 1.4.2008	29,909	41,898	(1,973)	**69,834**
Total comprehensive income for the period	-	3,126	(209)	2,917
Dividends paid	-	(14,476)	-	(14,476)
Balance as at 30.6.2008	29,909	30,548	(2,182)	**58,275**
Company				
Balance as at 1.4.2009	29,909	32,406	-	**62,315**
Total comprehensive income for the period	-	2,366	-	2,366
Dividends paid	-	(10,857)	-	(10,857)
Balance as at 30.6.2009	29,909	23,915	-	**53,824**
Balance as at 1.4.2008	29,909	36,539	-	**66,448**
Total comprehensive income 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**

For Period ended 30 June	Share Capital S$'000	Revenue Reserve S$'000	Translation Reserve S$'000	Total S$'000
Group				
Balance as at 1.1.2009	29,909	34,933	(2,596)	**62,246**
Total comprehensive income for the period	-	6,191	169	6,360
Dividends paid	-	(10,857)	-	(10,857)
Balance as at 30.6.2009	29,909	30,267	(2,427)	**57,749**
Balance as at 1.1.2008	29,909	39,241	(1,960)	**67,190**
Total comprehensive income for the period	-	5,783	(222)	5,561
Dividends paid	-	(14,476)	-	(14,476)
Balance as at 30.6.2008	29,909	30,548	(2,182)	**58,275**
Company				
Balance as at 1.1.2009	29,909	29,341	-	**59,250**
Total comprehensive income for the period	-	5,423	-	5,423
Dividends paid	-	(10,857)	-	(10,857)
Balance as at 30.6.2009	29,909	23,907	-	**53,816**
Balance as at 1.1.2008	29,909	34,090	-	**63,999**
Total comprehensive income 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**

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 2009. As at 30 June 2009, there were 1,014,000 (@ S$0.625) unexercised share options granted (30 June 2008 : 1,023,000 @ S$0.625). There was no treasury share in issue as at the end of the current financial period (30 June 2008 : 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 2008 : 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 2009, 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	
	2009	2008	2009	2008
Earnings per Ordinary Share for the period based on net profit attributable to shareholders:	(cents)	(cents)	(cents)	(cents)
(i) basic earnings per share	0.91	0.86	1.71	1.60
(ii) fully diluted earnings per share	0.91	0.86	1.71	1.60

Basic earnings per ordinary share for the financial period ended 30 June 2009 was calculated based on the weighted average number of shares in issue of 361,897,000 {2008 : 361,897,000} ordinary shares. Fully diluted earnings per ordinary share for the financial period ended 30 June 2009 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 {2008 : based on weighted average number of shares in issue (adjusted for the effects of dilutive options) of 361,897,000 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	
	30/6/2009 (cents)	31/12/2008 (cents)	30/6/2009 (cents)	31/12/2008 (cents)
Net Asset Value per ordinary share based on issued share capital	15.96	17.20	14.87	16.37

Net asset value per ordinary share as at 30 June 2009 and 31 December 2008 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.**

(a) <u>Turnover</u>

On a Q on Q comparison, turnover in Q2 2009 increased 48.3% ($16.1 million) from $33.2 million to $49.3 million. Similarly, compared to 1H 2008, the Group's turnover increased 39.0% ($28.2 million) from $72.3 million to $100.5 million. The increase in turnover for Q2 2009 and 1H 2009 resulted from higher turnover from both the Telecom and Infocomm business segments.

Telecommunications (Telecom)

On a Q on Q comparison, turnover in Q2 2009 increased significantly by 113.5% ($14.7 million) from $12.9 million to $27.6 million. Compared to 1H 2008, turnover for 1H 2009 also increased significantly by 67.4% ($24.2 million) from $35.9 million to $60.1 million.

This was mainly due to higher sales of microwave radio equipment in the Transmission business area due to delivery of some of the projects from the backlog orders. The Satellite business area registered lower sales of satellite terminals for Q2 2009 and 1H 2009.

Infocomm

On a Q on Q comparison, turnover in Q2 2009 increased 6.8% ($1.4 million) from $20.3 million to $21.7 million. Compared to 1H 2008, turnover for 1H 2009 increased 11.0% ($4 million) from $36.4 million to $40.4 million.

The increase in turnover for Q2 2009 and 1H 2009 can be attributed to higher point-of-sale terminals to the Financial Services and Retail market sector in Thailand and Singapore.

(b) <u>Gross Profit</u>

On a Q on Q comparison, gross profit for Q2 2009 decreased by 9.8% from $9.3 million to $8.3 million and gross margin % ("GM%") declined from 27.8% to 16.9%. Compared to 1H 2008, gross profit for 1H 2009 was around the same level at $18.3 million and GM% declined from 25.4% to 18.3%.

The decline in the GM% are from both business segments and can be attributed to the competitive business environment, higher warranty provision and the sales mix in product, project and services.

(c) <u>Operating Expenses</u>

On a Q on Q comparison, total operating expenses decreased by 10% from $5.5 million to $5.0 million. Distribution and selling expenses increased by 5.2% mainly due to lower writeback of doubtful debts provision. Administrative expenses increased by 11.0% mainly because in the corresponding period last year, there were capitalisation of certain office renovation costs to fixed assets. The negative operating expense of $0.7 million was due to exchange gain of $0.9 million during the quarter as the exchange rate for US dollar dropped against the Singapore dollar.

Compared to 1H 2008, total operating expenses increased slightly by 1.1% from $11.6 million to $11.7 million due to higher turnover. The movements in Distribution and selling expenses and administrative expenses were not significant.

(d) <u>Profit Before Taxation ('PBT')</u>

On a Q to Q basis and also comparing with 1H 2008, PBT remained approximately the same at $4.0 million for the quarter and $7.7 million for the half year. PBT as a percentage of turnover ("PBT %") declined from 12.0% to 8.1% for the quarter, and from 10.6% to 7.6% for the half year. The decline in PBT% can be attributed mainly to the decline in gross margin % mentioned above.

(e) <u>Cash flow</u>

The net decrease in cash and bank balances for Q2 2009 was mainly due to higher working capital requirements and the payment of dividends to shareholders. For the first half of 2009, the Group generated positive cashflows from operating activities but net cash and bank balances decreased following the payment of dividends to shareholders.

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.

The Group's business comprises of two main business segments, namely Telecommunications and Infocommunications.

Telecommunications (Telecom)

The Telecommunications business segment comprises of two main business areas : Transmission and Satellite Communications. In 1H 2009, the Group's Telecom business segment managed to secure about $20 million in order intake.

<u>Transmission</u>
We believed the growth in data traffic driven by mobile multi-media services and applications will prompt Mobile Operators to continue to upgrade and expand their Mobile network radio transmission infrastructure by increasing capacity, coverage and capabilities.

We will continue to focus on providing a complete range of PDH, SDH access and SDH trunk radio transmission equipment and services using Nera Evolution series radios. The Evolution radio offers a wide range of frequencies, capacities and capabilities based on a common software-defined platform and is ready for future Ethernet / IP networks for the Mobile market as well as the Defence, Broadcasting and Utilities market sectors.

Competition is expected to remain intense and Mobile Operators will continue to press for lower operating costs and capital expenditure.

<u>Satellite Communications</u>
The Satellite industry is expected to remain stable and market development mixed with some customers delaying their capital expenditure whilst others are taking the opportunity to upgrade their telecommunications infrastructure to IP / broadband services and outsourcing non-core infrastructure to lower their operating and capital expenses.

We will continue to focus on providing a wide range of Inmarsat satellite communication products, solutions and services for the land and marine customers, non-Inmarsat VSAT marine solutions and handheld satellite phones as well as IP-ready satellite solutions to various market sectors such as Satellite Operators, ISP, Broadcasters, Government, Marine, Oil & Gas and Enterprises.

Infocomm (IF)

In the Infocomm business segment, the Group will continue to focus on offering products and solutions from the Network Infrastructure, Broadcasting Infrastructure, Payment Solutions and Integrated Communication Solutions business areas to five key market sectors, namely Service Providers, Enterprises, Financial Services and Retail, Media & Broadcasting, and the Government, Transportation and Utilities sectors.

In 1H 2009, the Group's Infocomm business segment managed to secure about $44 million in order intake.

The growth in broadband services, Internet and web services have resulted in the demand for higher bandwidth and more robust infrastructure networks. We will focus on providing high performance network infrastructure equipment such as routers, switches, security, access control and network management systems to assist Telcos and Service Providers to lower their capital and operating expenditures.

The IT spending in the Enterprise market sector is mixed, with cut-backs in spending by some whilst others are upgrading their IT infrastructure and considering outsourcing to lower their costs. The Group will focus on providing cost effective and future-proof enterprise-class network infrastructure product and services to this market sector.

Consumer spending is expected to slow down due to the poor economic climate. Banks, financial institutions and retailers are focusing on lowering their operating costs and capital expenditure. Some of the Financial Services and Retail (FSR) customers have taken or considering the outsourcing route whilst others are taking the opportunity to upgrade and expand their IT / POS (point-of-sale) infrastructure to prepare for a market upturn. The Group will continue to focus on strengthening its POS terminal sales, terminal applications, rental, leasing and maintenance business and introduce other infocomm infrastructure, products and solutions to the FSR market sector.

The Media & Broadcasting market sector continues to be weak due to the poor economic climate and Broadcasters are cutting back on capital expenditure and taking measures to reduce costs as a result of lower revenues. This will further delay the migration of analogue TV to digital TV system in some countries. The Group intends to focus on Broadcasters who plan to roll out digital DvB infrastructure and introduce other infocomm products and solutions to customers in this market sector.

In the Government, Transport and Utilities market sector, the opportunities in the Government sector remains positive as IT spending in these various sectors such as education, healthcare, defence, transportation and utilities are accelerated to help boost the economy. The Group will continue to focus on providing various IT network infrastructure, optical networks, integrated communication solutions, dedicated communication networks to customers in this market sector.

Competition in the Infocomm industry is keenly contested by both many local equipment vendors and system integrators as well as from major global players.

Although the current market sentiment has improved and may lead to some customer re-visiting their investment plan yet it is still unclear whether a sustainable turnaround is happening. The positive market development is more in anticipation of better market condition and upturn in late 2009 or 2010. The Group will continue to adopt a cautious approach in cost-related activities and balance its short term investment risks and opportunities against its long term business positions.

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/recommended, 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 2009.**

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	165	371
Purchases Nera Networks AS	5,470	13,158
Other Operating Revenues Nera Networks AS	336	654

BY ORDER OF THE BOARD

Tan Cher Liang
Company Secretary

11/8/2009