

*Hyflux*TM



1Q 2008 Results Review
13 May 2008

Financial Review

	1Q 2008	1Q 2007*	+ / (-) %
Revenue	S\$89.6m	S\$17.5m	412%
PBT	S\$5.6m	S\$2.5m	121%
PATMI	S\$5.7m	S\$1.2m	395%
EPS – basic	1.10 cents	0.22 cents	400%

* Restated due to adoption of INT FRS 112.

Cost & Expenses

	1Q 2008	1Q 2007*	+ / (-) %
Raw Materials	S\$68.7m	S\$9.0m	
Personnel	S\$9.3m	S\$5.0m	
Cost of share-based payment	S\$1.0m	S\$0.7m	
Other Operating Expenses	S\$1.8m	S\$3.6m	
Depreciation & Amortisation	S\$2.1m	S\$1.6m	
Finance Expenses	S\$2.1m	S\$1.7m	
Finance Income	S\$(0.5m)	S\$(0.6m)	
Total Operating and Finance Expenses	S\$84.5m	S\$21.0m	302%

* Restated due to adoption of INT FRS 112.

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Balance Sheet Analysis

In S\$m	At 31/3/08	At 31/12/07	+ / (-)%
Total Equity	252.1	247.1	2%
Total non-current assets	284.2	224.2	27%
Total non-current liabilities	201.0	196.3	2%
Net Current Assets	169.0	219.2	(23%)
Debt-Equity Ratio	0.40x	0.32x	-

Cash Flow Analysis

In S\$m	1Q 2008	1Q 2007*	+ / (-)%
Cash flow from:			
■ Operating Activities	32.5	(23.7)	NM
■ Investing Activities	(53.3)	11.1	NM
■ Financing Activities	(1.5)	(10.9)	(86%)
● Net decrease in cash & cash equivalents	(22.4)	(23.5)	(5%)
● Cash & cash equivalents at end of period	98.0	32.1	205%

- Operating activities – mainly due to improvement in working capital and increase in operating profit for 1Q 2008
- Investing activities – mainly due to acquisition of property, plant & equipment and increase in non-trade balance with related parties
- Financing activities – due to repayment of borrowings and payment of interest expenses

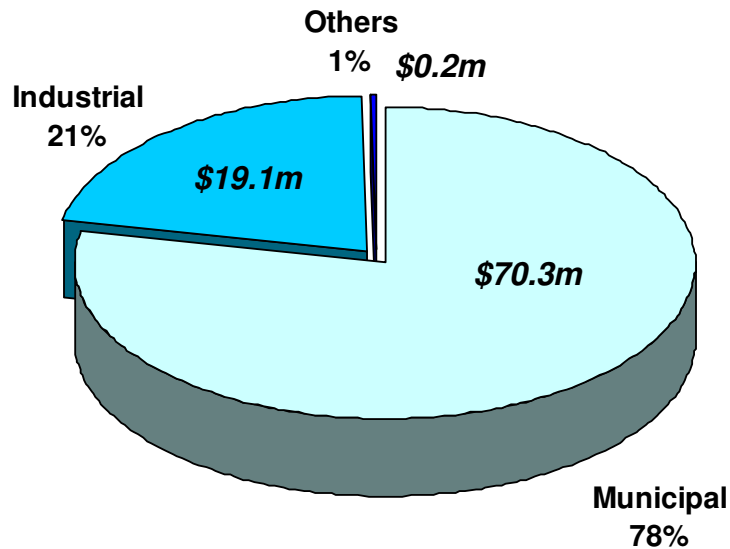
* Restated due to adoption of INT FRS 112.

NM : Not meaningful

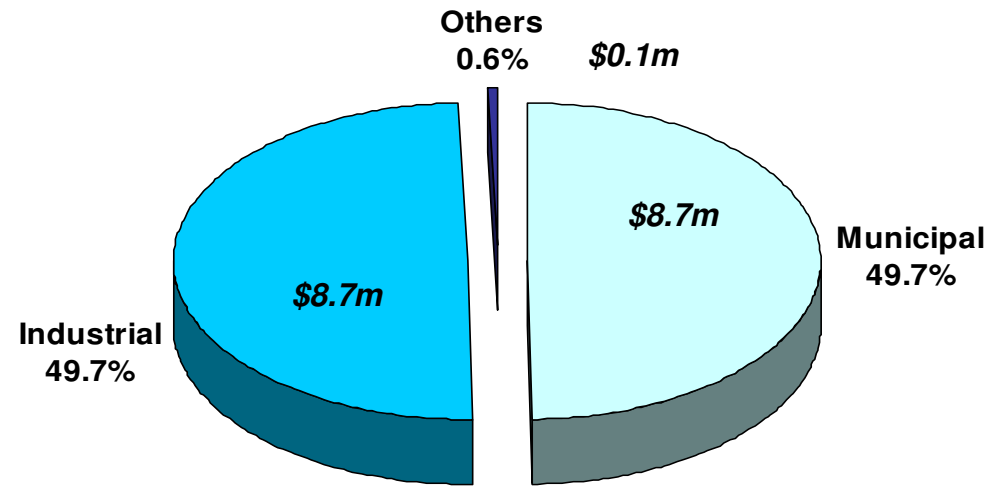
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Revenue by Sector

1Q 2008

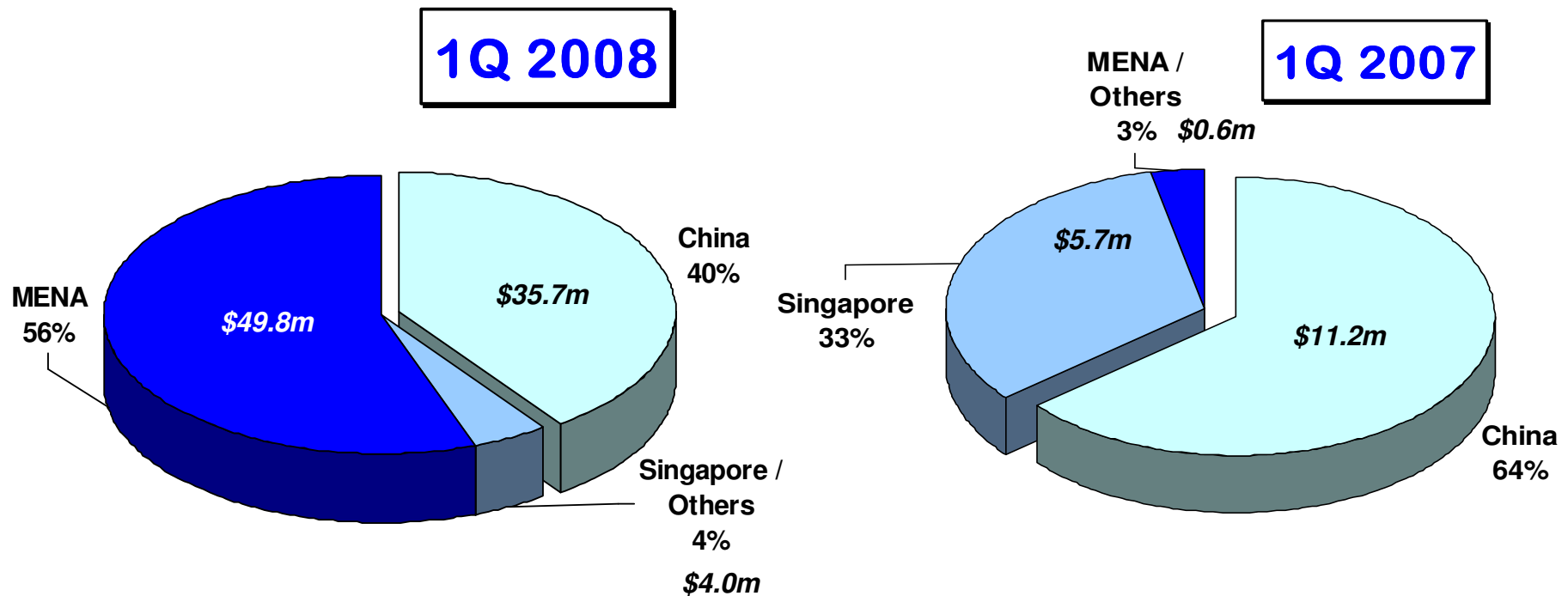


1Q 2007



Municipal sales increased significantly from \$8.7 million to \$70.3 million, while industrial sales increased from \$8.7 million to \$19.1 million in 1Q 2008.

Revenue by Country



Sales in MENA accounted for 56% of total revenue, while China contributed 40% of total revenue for 1Q 2008.