

**MTQ CORPORATION LIMITED**

(Incorporated in the Republic of Singapore)

(Company Registration Number 196900037Z)

Unaudited Full Year Financial Statements And Dividend Announcement**1(a) STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2008**

GROUP	Continuing Operations			Discontinued Operations			Total		
	31.03.08 S\$'000	31.03.07 S\$'000	Change %	31.03.08 S\$'000	31.03.07 S\$'000	Change %	31.03.08 S\$'000	31.03.07 S\$'000	Change %
Revenue	84,704	67,513	25%	-	403	n/m	84,704	67,916	25%
Other income (Note A)	2,766	1,454	90%	-	-	n/m	2,766	1,454	90%
	<u>87,470</u>	<u>68,967</u>	<u>27%</u>	<u>-</u>	<u>403</u>	<u>n/m</u>	<u>87,470</u>	<u>69,370</u>	<u>26%</u>
Cost of sales (Note B)	(51,041)	(41,933)	22%	-	(399)	n/m	(51,041)	(42,332)	21%
	<u>36,429</u>	<u>27,034</u>	<u>35%</u>	<u>-</u>	<u>4</u>	<u>n/m</u>	<u>36,429</u>	<u>27,038</u>	<u>35%</u>
Staff costs	(15,531)	(10,704)	45%	-	-	n/m	(15,531)	(10,704)	45%
Other operating expenses (Note C)	(9,839)	(8,729)	13%	161	(42)	n/m	(9,678)	(8,771)	10%
Profit / (loss) from operating activities	<u>11,059</u>	<u>7,601</u>	<u>45%</u>	<u>161</u>	<u>(38)</u>	<u>n/m</u>	<u>11,220</u>	<u>7,563</u>	<u>48%</u>
Finance costs (Note D)	(779)	(1,204)	-35%	-	-	n/m	(779)	(1,204)	-35%
Gain on disposal of quoted investments (Note E)	40,789	-	n/m	-	-	n/m	40,789	-	n/m
Profit / (loss) from operations before taxation	<u>51,069</u>	<u>6,397</u>	<u>698%</u>	<u>161</u>	<u>(38)</u>	<u>n/m</u>	<u>51,230</u>	<u>6,359</u>	<u>706%</u>
Taxation (Note F)	(13,422)	(1,612)	733%	37	(42)	n/m	(13,385)	(1,654)	709%
Net profit / (loss) for the financial year	<u><u>37,647</u></u>	<u><u>4,785</u></u>	<u><u>687%</u></u>	<u><u>198</u></u>	<u><u>(80)</u></u>	<u><u>n/m</u></u>	<u><u>37,845</u></u>	<u><u>4,705</u></u>	<u><u>704%</u></u>
Attributable to:									
Shareholders of the Company	37,647	4,785	687%	162	(66)	n/m	37,809	4,719	701%
Minority interests	-	-	n/m	36	(14)	n/m	36	(14)	n/m
	<u><u>37,647</u></u>	<u><u>4,785</u></u>	<u><u>687%</u></u>	<u><u>198</u></u>	<u><u>(80)</u></u>	<u><u>n/m</u></u>	<u><u>37,845</u></u>	<u><u>4,705</u></u>	<u><u>704%</u></u>



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Note A - Other income comprise:-

	Group		Change %
	31.03.08 S\$'000	31.03.07 S\$'000	
Interest income	688	80	760%
Dividend income	1,709	1,275	34%
Gain on sale of investment in quoted shares	221	-	n/m
Other income	148	99	49%
	<u>2,766</u>	<u>1,454</u>	<u>90%</u>

Note B - Cost of sales include :-

	Group		Change %
	31.03.08 S\$'000	31.03.07 S\$'000	
Depreciation of property, plant and equipment	1,844	1,522	21%

Note C - Other operating expenses include :-

	Group		Change %
	31.03.08 S\$'000	31.03.07 S\$'000	
Depreciation of property, plant and equipment	1,383	1,423	-3%
Gain on exchange, net	(246)	(130)	89%
Allowance for doubtful receivables and bad debts written off, net	356	143	149%
Allowance for inventory obsolescence and inventories written off, net	239	366	-35%
Gain on sale of property, plant and equipment, net	(211)	(48)	340%

Note D - Finance costs comprise:-

	Group		Change %
	31.03.08 S\$'000	31.03.07 S\$'000	
Interest on:			
- bank loans and overdrafts	770	1,195	-36%
- finance leases	1	-	n/m
- others	8	9	-11%
	<u>779</u>	<u>1,204</u>	<u>-35%</u>

Note E - Gain on disposal of quoted investments :-

On 27 September 2007, the Group sold its entire stake of its quoted investment in RCR Tomlinson Ltd ("RCR") for S\$59,386,000. The transaction reaped an exceptional gain of S\$40,789,000 for the Group after deducting brokerage fees.

Note F - Taxation:-

a) Under/ (over) provision in respect of prior years:-

	Group		Change %
	31.03.08 S\$'000	31.03.07 S\$'000	
- current taxation	(29)	8	n/m
- deferred taxation	39	(39)	n/m
	<u>10</u>	<u>(31)</u>	<u>n/m</u>

b) The increase in taxation was mainly due to provision made in relation to the disposal of RCR shares.



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1(b)(i) BALANCE SHEETS

	Group		Company	
	31.03.08 S\$'000	31.03.07 S\$'000	31.03.08 S\$'000	31.03.07 S\$'000
Non-current assets				
Goodwill	7,180	6,816	-	-
Investment property, net	-	-	1,296	771
Property, plant and equipment, net	15,022	13,133	334	526
Subsidiary companies	-	-	16,421	16,383
Long term investment	-	36,037	-	-
Receivables	338	419	83	50
Prepayments	42	42	13	4
Deferred tax assets	1,067	1,146	-	-
	23,649	57,593	18,147	17,734
Current assets				
Inventories	16,056	13,992	-	-
Trade and other receivables	18,458	14,993	19,687	23,249
Prepayments	557	502	52	57
Financial assets at fair value through profit and loss	269	-	-	-
Tax recoverable	15	94	-	76
Fixed deposits	26,445	-	3,509	-
Cash at bank and in hand	7,605	2,937	1,257	-
	69,405	32,518	24,505	23,382
Current liabilities				
Trade and other payables	(15,180)	(12,491)	(2,040)	(2,310)
Finance lease payable, current portion	(5)	-	-	-
Short term bank borrowings	-	(7,915)	-	(3,254)
Long term bank borrowings, current portion	(1,761)	(1,948)	-	-
Provisions, current portion	(586)	(585)	-	-
Provision for taxation	(12,425)	(942)	(557)	-
	(29,957)	(23,881)	(2,597)	(5,564)
Net current assets	39,448	8,637	21,908	17,818
Non-current liabilities				
Other payables	-	-	(2,219)	(2,442)
Finance lease payable	(22)	-	-	-
Loans from a minority shareholder of a subsidiary company	(1,039)	(1,039)	-	-
Long term bank borrowings	(3,578)	(7,813)	-	-
Deferred tax liabilities	(1,185)	(576)	(236)	-
Provisions	(767)	(479)	(164)	(62)
	(6,591)	(9,907)	(2,619)	(2,504)
	56,506	56,323	37,436	33,048
Equity				
Share capital [see 1(d)(i)]	28,159	28,126	28,159	28,126
Treasury shares [see 1(d)(iv)]	(891)	(1,585)	(891)	(1,585)
Reserves	29,897	30,440	10,168	6,507
Shareholders' funds	57,165	56,981	37,436	33,048
Minority interests	(659)	(658)	-	-
	56,506	56,323	37,436	33,048

Balance Sheet Review

Non-current assets decreased significantly mainly due to the Group's disposal of its entire stake of its quoted investment in RCR Tomlinson Ltd ("RCR") on 27 September 2007. The reduction was however mitigated by some expenditure on property, plant and equipment, as well as the higher translation of the carrying amount of goodwill due to the stronger Australian Dollar.

Increase in net current assets of S\$30.81m was due to jump in fixed deposits and cash balances of S\$31.11m, primarily attributable to the disposal its quoted investment in RCR during the financial year, offset by an increase in tax provision of S\$11.48m, mainly due to possible Australian capital gain taxes arising from the RCR disposal. However, a decrease in current liabilities arising from reduction of short term borrowings of S\$7.92m and increases in inventories and trade receivables, which was driven by higher Group turnover, accounted for the overall net increase in current assets.

Non-current liabilities fell as the Group made further repayment of bank loans offset by some fresh loans taken during current period.



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1(b)(ii) GROUP BORROWINGS

	31.03.08		31.03.07	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less	1,426	340	5,914	3,949
Amount repayable after one year	3,125	475	7,338	475

Details of any collateral:

(i) During the year, the entire bank borrowings in Australian dollars previously granted to a subsidiary company had been fully repaid. Prior to the full repayment, the outstanding balance of the bank borrowings stood at S\$8,827,000 as at 31 March 2007, of which S\$4,498,000 fell due after one year, and was secured by the following:-

- first legal mortgage over the subsidiary company's freehold property at 32 Raynham St., Salisbury, Queensland, Australia;
- legal assignment of the sales proceeds of the aforementioned property;
- legal charge over the equity interest held by the subsidiary company in another body corporate;
- corporate guarantee provided by the Company;
- fixed and floating charge over the assets of the subsidiary company; and
- deed of subordination from a fellow subsidiary company.

(ii) Total bank borrowings of S\$4,524,000 (FY2007: S\$4,425,000) granted to a subsidiary company, S\$3,103,000 (FY2007: S\$2,840,000) of which falls due after one year, are secured by the following:-

- fixed charge over certain workshop equipment purchased with the bank borrowings; and
- corporate guarantee provided by the Company.

Group's Borrowings:

The Group's borrowings as at 31 March 2008 decreased significantly from 31 March 2007 as it further pays down its Singapore dollar bank loans while the Australian dollar borrowings were fully repaid during the year. This decrease was mitigated by some new bank borrowings taken by the Oilfield Engineering segment to finance its purchase of plant and equipment.



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1(c) CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2008

	Group	
	31.03.08 S\$'000	31.03.07 S\$'000
Cash flows from operating activities:		
Profit from operations before taxation	51,230	6,359
Add/ (less):		
Depreciation of property, plant and equipment	3,227	2,945
Gain on sale of property, plant and equipment, net	(211)	(48)
Interest income	(688)	(80)
Interest expense	779	1,204
Dividend income	(1,709)	(1,275)
Gain on disposal of quoted investments	(40,789)	-
Operating profit before reinvestment in working capital	11,839	9,105
Increase in receivables and prepayments	(3,484)	(2,976)
Increase in inventories	(2,064)	(3,439)
Increase in financial assets, at fair value through profit or loss	(269)	-
Increase in payables	2,916	139
Currency re-alignment	(857)	(134)
Cash generated from operations	8,081	2,695
Interest income received	688	80
Interest expense paid	(771)	(1,197)
Income taxes (paid) / refunded	(348)	423
Net cash provided by operating activities	7,650	2,001
Cash flows from investing activities:		
Dividends received	1,195	892
Purchase of property, plant and equipment	(5,634)	(5,122)
Proceeds from sale of property, plant and equipment	876	331
Proceeds from sale of investment in quoted shares, net of brokerage	59,386	-
Loans granted to staff	(276)	(288)
Loans repaid by staff	321	188
Net cash provided by / (used in) investing activities	55,868	(3,999)
Cash flows from financing activities:		
Dividends paid	(20,224)	(1,877)
Proceeds from bank borrowings	2,160	7,289
Repayment of bank borrowings	(14,827)	(2,098)
Proceeds from / (repayment) of finance lease liabilities	27	-
Share buyback	-	(1,599)
Proceeds from issuance of shares pursuant to exercise of options	679	11
Repayment of loans from a minority shareholder of a subsidiary company	-	(45)
Net cash (used in) / provided by financing activities	(32,185)	1,681
Net change in cash and cash equivalents	31,333	(317)
Cash and cash equivalents at beginning of financial period	2,683	2,950
Effect of exchange rate changes on cash and cash equivalents	34	50
Cash and cash equivalents at end of financial year	34,050	2,683

Note

Cash and cash equivalents consist of the following:-

	Group	
	31.03.08 S\$'000	31.03.07 S\$'000
Fixed deposits	26,445	-
Cash at bank and in hand	7,605	2,937
Bank overdrafts (unsecured)	-	(254)
	34,050	2,683

Net cash provided by operating activities for the year ended 31 March 2008 increased mainly due to improved cash flows generated by the Oilfield Engineering and Engine Systems coupled with favourable working capital movements in payables and inventories, and significantly higher interest income received and lower interest expense paid.

Net cash provided by investing activities for the year ended 31 March 2008 was significantly higher, compared to net cash used for the prior year, mainly due to proceeds from sale of investment in quoted shares, sale of some workshop equipment and higher dividend income received. This is offset by higher spending on plant and equipment for the Oilfield Engineering division.

Net cash used in financing activities arose mainly from :-

- repayment of bank borrowings;
- payment of dividends;
- offset by
- proceeds from issuance of shares pursuant to exercise of options;
- new bank borrowings.



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1(d)(i) STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2008

Group	Attributable to shareholders of the Company						Shareholders' Funds	Minority Interests	Total Equity
	Share Capital	Treasury Shares ^a	Foreign Currency Translation Reserve	Retained Earnings	Fair Value Adjustment Reserve	Other Reserve ^b			
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000			
Balance as at 1 April 2006	28,126	-	662	8,044	15,421	-	52,253	(642)	51,611
Net gain on fair value changes	-	-	-	-	2,105	-	2,105	-	2,105
Exchange difference on translation of overseas subsidiary companies	-	-	1,369	-	-	-	1,369	(2)	1,367
Net income recognised directly in equity	-	-	1,369	-	2,105	-	3,474	(2)	3,472
Net profit for the year	-	-	-	4,719	-	-	4,719	(14)	4,705
Total recognised income for the year	-	-	1,369	4,719	2,105	-	8,193	(16)	8,177
Dividends paid in respect of previous financial year, less tax	-	-	-	(1,145)	-	-	(1,145)	-	(1,145)
Dividends paid in respect of current financial year, less tax	-	-	-	(732)	-	-	(732)	-	(732)
Share buyback - held in treasury	-	(1,599)	-	-	-	-	(1,599)	-	(1,599)
Issuance of ordinary shares pursuant to exercise of options	-	14	-	-	-	(3)	11	-	11
Balance as at 31 March 2007	28,126	(1,585)	2,031	10,886	17,526	(3)	56,981	(658)	56,323
Balance as at 1 April 2007	28,126	(1,585)	2,031	10,886	17,526	(3)	56,981	(658)	56,323
Net gain on fair value changes	-	-	-	-	12,262	-	12,262	-	12,262
Exchange difference on translation of overseas subsidiary companies	-	-	788	-	-	-	788	(37)	751
Transfer to profit and loss account on disposal of available-for-sale investment	-	-	(1,342)	-	(29,788)	-	(31,130)	-	(31,130)
Net income recognised directly in equity	-	-	(554)	-	(17,526)	-	(18,080)	(37)	(18,117)
Net profit for the year	-	-	-	37,809	-	-	37,809	36	37,845
Total recognised income for the year	-	-	(554)	37,809	(17,526)	-	19,729	(1)	19,728
Dividends paid in respect of previous financial year, less tax	-	-	-	(1,128)	-	-	(1,128)	-	(1,128)
Dividends paid in respect of current financial year, less tax	-	-	-	(19,129)	-	-	(19,129)	-	(19,129)
Issuance of ordinary shares pursuant to scrip dividend scheme	33	-	-	-	-	-	33	-	33
Issuance of ordinary shares pursuant to exercise of options	-	694	-	-	-	(15)	679	-	679
Balance as at 31 March 2008	28,159	(891)	1,477	28,438	-	(18)	57,165	(659)	56,506

Company	Share Capital	Treasury Shares ^a	Retained Earnings	Other Reserve ^b	Shareholders' Funds
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 April 2006	28,126	-	2,145	-	30,271
Net profit for the year	-	-	6,242	-	6,242
Total recognised income for the year	-	-	6,242	-	6,242
Dividends paid in respect of previous financial year, less tax	-	-	(1,145)	-	(1,145)
Dividends paid in respect of current financial year, less tax	-	-	(732)	-	(732)
Share buyback - held in treasury	-	(1,599)	-	-	(1,599)
Issuance of ordinary shares pursuant to exercise of options	-	14	-	(3)	11
Balance as at 31 March 2007	28,126	(1,585)	6,510	(3)	33,048
Balance as at 1 April 2007	28,126	(1,585)	6,510	(3)	33,048
Net profit for the year	-	-	23,933	-	23,933
Total recognised income for the year	-	-	23,933	-	23,933
Dividends paid in respect of previous financial year, less tax	-	-	(1,128)	-	(1,128)
Dividends paid in respect of current financial year, less tax	-	-	(19,129)	-	(19,129)
Issuance of ordinary shares pursuant to scrip dividend scheme	33	-	-	-	33
Issuance of ordinary shares pursuant to exercise of options	-	694	-	(15)	679
Balance as at 31 March 2008	28,159	(891)	10,186	(18)	37,436

^a The Companies Act was amended to allow companies to hold treasury shares after 30 January 2006.

^b Relates to loss on disposal of treasury shares.



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1(d)(ii) CHANGES IN COMPANY'S SHARE CAPITAL

On 18 September 2007, the Company allotted and issued 96,117 new ordinary shares to eligible members of the Company who have elected to participate in the MTQ Corporation Limited Scrip Dividend Scheme.

During the financial year, 1,734,000 treasury shares were reissued upon the exercise of share options at the exercise price of S\$0.30 and S\$0.43 per share pursuant to the MTQ Corporation Executives' Share Option Scheme 2003.

The movement in total number of options was as follows:-

Date of grant	No. of options outstanding				Expiry date	Exercise price per share	
	31.03.07 ('000)	Granted ('000)	Exercised ('000)	Cancelled ('000)			31.03.08 ('000)
16 October 2000	509	-	(509)	-	-	15 October 2010	S\$0.30
31 July 2003	340	-	(340)	-	-	30 July 2008	S\$0.43
31 July 2003	930	-	(885)	(15)	30	30 July 2013	S\$0.43
	<u>1,779</u>	<u>-</u>	<u>(1,734)</u>	<u>(15)</u>	<u>30</u>		

1(d)(iii) NUMBER OF ISSUED SHARES EXCLUDING TREASURY SHARES

	31.03.08 ('000)	31.03.07 ('000)
Total number of issued shares	95,541	95,445
Total number of treasury shares	<u>2,229</u>	<u>3,963</u>
Total number of issued shares excluding treasury shares	<u>93,312</u>	<u>91,482</u>

1(d)(iv) CHANGES IN COMPANY'S TREASURY SHARES

	No. of treasury shares ('000)
As at 1 April 2007	3,963
Reissued pursuant to the Scheme at the exercise price of S\$0.30 and S\$0.43 per share	<u>1,734</u>
As at 31 March 2008	<u>2,229</u>

2 AUDIT

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

3 AUDITORS' REPORT

Not Applicable.

4 ACCOUNTING POLICIES

Except as disclosed under paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements as at 31 March 2007 as well as applicable Financial Reporting Standards ("FRS") which became effective for financial years beginning on or after 1 April 2007.

5 CHANGES IN ACCOUNTING POLICIES

The Group and Company adopted all applicable new and revised Financial Reporting Standard ("FRS") that becomes effective during the current financial year. These include FRS 1: Presentation of Financial Statement (Capital Disclosures), FRS 40: Investment Property, and FRS 107: Financial Instrument - Disclosures.

The adoption of FRS 40 is applicable only at the Company level and does not result in any Group financial implications as all properties are leased to entities within the Group. In accordance with the FRS, the Company has adopted a cost model approach and reclassified the affected properties out from "Property, Plant and Equipment" ("PPE") to investment property, measured at cost less depreciation.

The reclassification of PPE to investment property pertains to leasehold buildings held by the company, as follows:-

	Costs S\$'000	Accumulated Depreciation S\$'000	Net Book Value S\$'000
PPE			
As at 31 March 2007	6,453	(5,294)	1,159
Transfer to investment property	<u>(6,065)</u>	<u>5,294</u>	<u>(771)</u>
Adjusted balance - 31 March 2007	<u>388</u> *	<u>-</u>	<u>388</u>
Investment property			
As at 31 March 2007	-	-	-
Transfer from PPE	<u>6,065</u>	<u>(5,294)</u>	<u>771</u>
Adjusted balance - 31 March 2007	<u>6,065</u>	<u>(5,294)</u>	<u>771</u>

* Relates to assets under construction, which was completed and transferred out in FY2008.



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6 EARNINGS PER ORDINARY SHARE (EPS)

<u>Earnings per ordinary share:-</u>	Group	
	31.03.08 (cents)	31.03.07 (cents)
Basic - Continuing operations	40.78	5.13
Basic - Discontinued operations	0.18	(0.07)
Basic - Total (Note A)	<u>40.96</u>	<u>5.06</u>
Diluted - Continuing operations	40.62	5.12
Diluted - Discontinued operations	0.17	(0.07)
Diluted - Total (Note B)	<u>40.79</u>	<u>5.05</u>

Note A

The basic earnings per ordinary share is calculated based on the net profit attributable to shareholders of the Company set out in 1(a) above and the weighted average number of ordinary shares in issue[#] during the financial year :-

FY2008 - 92.319 m shares (FY2007 - 93.320 m shares)

Note B

The diluted earnings per ordinary share is calculated based on the net profit attributable to shareholders of the Company set out in 1(a) above and the weighted average number of ordinary shares in issue[#] during the financial year (adjusted for the effects of dilutive potential ordinary shares being the share options granted to employees) :-

FY2008 - 92.679 m shares (FY2007 - 93.442 m shares)

[#] The total 2,229,000 treasury shares as at 31 March 2008 (3,963,000 treasury shares as at 31 March 2007) are excluded from the computation of per share data.

7 NET ASSET VALUE

	Group		Company	
	31.03.08 (cents)	31.03.07 (cents)	31.03.08 (cents)	31.03.07 (cents)
Net asset* value per ordinary share**	61.26	62.29	40.12	36.13

* Net asset refers to shareholders' funds

** Based on total number of issued shares excluding treasury shares as at end of financial year reported

8 REVIEW OF GROUP PERFORMANCE

Revenue

Group revenues grew by 24.7% from S\$67.92m recorded in the previous financial year to S\$84.70m for the year under review.

Underpinned by buoyant oil prices, the Group's Oilfield Engineering unit recorded improved performance on the back of increased demand for oil and gas engineering services. Strong growth was achieved in fabrication as well as in repairs and maintenance.

The Group's Engine Systems unit also achieved strong growth particularly in the Turbocharger Division, led chiefly by improved sales for large frame turbochargers and turbo kits. However, the performance of the fuel injection business faced stiff competition and achieved only modest growth, which moderated the division's overall performance for this financial year.

Profitability

During the current financial year, Group earnings before tax increased seven-fold to S\$51.23m helped by an exceptional gain of S\$40.79m arising from the divestment of the Group's entire stake of 18,910,806 shares in RCR Tomlinson Ltd ("RCR") on 27 September 2007.

Ignoring the effect of the one-off divestment, the Group achieved S\$10.44m of pre-tax profit for the current year, an improvement of 64.2% from the S\$6.36m recorded in the previous year.

9 VARIANCE FROM PROSPECT STATEMENT

No significant variance noted.

10 PROSPECTS

The overall outlook for the Group remains generally positive for the coming Financial Year.

The Oilfield Division is well placed to capitalise on strong demand for its services and its performance is expected to be shored-up by buoyant oil prices.

As a result of the consolidation of its turbocharger and fuel injection businesses, we expect the Engine Systems Division to deliver an improved performance as cost savings and other synergistic benefits begin to materialise.

However, the operating environment is expected to be more challenging due to stretched capacity, increased labour costs and rising raw materials prices. The prospect of a strengthening Singapore dollar will also affect Group operating margins. Consequently, the pace of growth for the Group is expected to moderate and is unlikely to match the performance achieved in the previous Financial Year.

The Group will seek out new growth areas by venturing beyond its traditional markets and intensifying its search for other suitable investment opportunities.



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11 DIVIDENDS

a) Any dividend declared for the present financial period? Yes

Present Period

Name of Dividend	Interim, paid
Dividend Type	Cash / scrip
Dividend Rate	1.0 cents per ordinary share, less tax
Tax Rate	18%
Name of Dividend	Special, paid
Dividend Type	Cash
Dividend Rate	24.0 cents per ordinary share, less tax
Tax Rate	18%
Name of Dividend	Final, proposed
Dividend Type	Cash
Dividend Rate	2.0 cents per ordinary share, tax-exempt (one-tier)
Tax Rate	Tax-exempt (one-tier)

b) Any dividend declared for the previous corresponding period? Yes

Previous Corresponding Period

Name of Dividend	Interim, paid
Dividend Type	Cash
Dividend Rate	1.0 cents per ordinary share, less tax
Tax Rate	20%
Name of Dividend	Final, paid
Dividend Type	Cash
Dividend Rate	1.5 cents per ordinary share, less tax
Tax Rate	18%

c) Date payable

The proposed dividend, if approved at the forthcoming Annual General Meeting, will be paid at a date to be announced later.

d) Books closure date

Notice will be given at a later date on the closure of the Shares Transfer Books and Register of members to determine shareholders' entitlement to the proposed final dividend.

12 BUSINESS SEGMENTAL INFORMATION

By Industry Segments

	FY2008						Discontinued Operations	Total Operations	
	Continuing Operations								
	Investment Holding	Oilfield Engineering	Engine Systems	Securities Trading	Others	Eliminations			
SS'000	SS'000	SS'000	SS'000	SS'000	SS'000	Total SS'000	Subsea Robotics SS'000	SS'000	
Revenue & Expenses									
External sales	-	43,742	39,646	1,316	-	-	84,704	-	84,704
Inter-segment sales	8,109	2,095	52	-	-	(10,256)	-	-	-
Total sales	8,109	45,837	39,698	1,316	-	(10,256)	84,704	-	84,704
Segment results	40,595	11,878	(2,393)	41	(20)	1,059	51,160	161	51,321
Interest income	-	-	-	-	-	-	688	-	688
Finance costs	-	-	-	-	-	-	(779)	-	(779)
Taxation	-	-	-	-	-	-	(13,422)	37	(13,385)
Net profit for the financial year							37,647	198	37,845
Assets & Liabilities									
Segment assets	9,643	37,950	43,793	574	2	-	91,962	10	91,972
Deferred tax assets	-	-	-	-	-	-	1,067	-	1,067
Tax recoverable	-	-	-	-	-	-	15	-	15
Total assets							93,044	10	93,054
Segment liabilities	(2,210)	(6,034)	(8,242)	(9)	(10)	-	(16,505)	(28)	(16,533)
Provision for taxation	-	-	-	-	-	-	(12,366)	(59)	(12,425)
Deferred tax liabilities	-	-	-	-	-	-	(1,185)	-	(1,185)
Bank borrowings and finance lease liabilities	-	-	-	-	-	-	(5,366)	-	(5,366)
Loan from a minority shareholder of a subsidiary company	-	-	-	-	-	-	-	(1,039)	(1,039)
Total liabilities							(35,422)	(1,126)	(36,548)
Other segmental information									
Capital expenditure	788	3,631	1,215	-	-	-	5,634	-	5,634
Depreciation	438	1,602	1,187	-	-	-	3,227	-	3,227
Allowance for doubtful receivables, net	-	195	185	-	-	-	380	-	380
Allowance for inventory obsolescence, net	-	120	119	-	-	-	239	-	239
Other non-cash expenses / (income)	(92)	(186)	80	-	-	(13)	(211)	-	(211)



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By Geographical Segments

	FY2008				
	Singapore S\$'000	Australia S\$'000	Indonesia S\$'000	Malaysia S\$'000	Total S\$'000
External sales	45,058	39,077	569	-	84,704
Segment assets	48,137	43,595	238	2	91,972
Capital expenditure	4,419	1,191	24	-	5,634

By Industry Segments

	FY2007							Discontinued Operations Subsea Robotics S\$'000	Total Operations S\$'000
	Continuing Operations						Total S\$'000		
	Investment Holding S\$'000	Oilfield Engineering S\$'000	Engine Systems S\$'000	Securities Trading S\$'000	Others S\$'000	Eliminations S\$'000	Total S\$'000		
Revenue & Expenses									
External sales	-	31,962	35,551	-	-	-	67,513	403	67,916
Inter-segment sales	3,692	1,661	91	-	-	(5,444)	-	-	-
Total sales	3,692	33,623	35,642	-	-	(5,444)	67,513	403	67,916
Segment results	265	7,418	(847)	-	(22)	707	7,521	(38)	7,483
Interest income	-	-	-	-	-	-	80	-	80
Finance costs	-	-	-	-	-	-	(1,204)	-	(1,204)
Taxation	-	-	-	-	-	-	(1,612)	(42)	(1,654)
Net profit / (loss) for the financial year							4,785	(80)	4,705
Assets & Liabilities									
Segment assets	37,572	25,438	25,788	-	3	(13)	88,788	83	88,871
Deferred tax assets	-	-	-	-	-	-	1,146	-	1,146
Tax recoverable	-	-	-	-	-	-	94	-	94
Total assets							90,028	83	90,111
Segment liabilities	(1,331)	(4,887)	(7,278)	-	(9)	-	(13,505)	(50)	(13,555)
Provision for taxation	-	-	-	-	-	-	(942)	-	(942)
Deferred tax liabilities	-	-	-	-	-	-	(480)	(96)	(576)
Bank borrowings	-	-	-	-	-	-	(17,676)	-	(17,676)
Loans from a minority shareholder of a subsidiary company	-	-	-	-	-	-	-	(1,039)	(1,039)
Total liabilities							(32,603)	(1,185)	(33,788)
Other segmental information									
Capital expenditure	492	4,310	320	-	-	-	5,122	-	5,122
Depreciation	408	1,205	1,333	-	-	(1)	2,945	-	2,945
Allowance for doubtful receivables, net	-	(164)	229	-	-	-	65	-	65
Allowance for inventory obsolescence, net	-	-	366	-	-	-	366	-	366
Other non-cash expenses / (income)	6	(16)	(36)	-	-	(2)	(48)	-	(48)

By Geographical Segments

	FY2007				
	Singapore S\$'000	Australia S\$'000	Indonesia S\$'000	Malaysia S\$'000	Total S\$'000
External sales	32,365	35,151	400	-	67,916
Segment assets	43,684	44,570	614	3	88,871
Capital expenditure	4,802	302	18	-	5,122

13 IN THE REVIEW OF PERFORMANCE, THE FACTORS LEADING TO ANY MATERIAL CHANGES IN CONTRIBUTIONS TO TURNOVER AND EARNINGS BY THE BUSINESS OR GEOGRAPHICAL SEGMENTS

Refer to Paragraph 8.

14 BREAKDOWN OF SALES

	Group		Change %
	31.03.08 S\$'000	31.03.07 S\$'000	
Sales reported for first half year	40,069	32,417	24
Net profit after tax reported for first half year	33,473	2,378	1,308
Sales reported for second half year	44,635	35,499	26
Net profit after tax reported for second half year	4,372	2,327	88



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15 BREAKDOWN OF THE TOTAL ANNUAL DIVIDEND (IN DOLLAR VALUE) FOR THE LATEST FULL YEAR AND PREVIOUS FULL YEAR

	31.03.08	31.03.07
	S\$	S\$
Ordinary	20,257,165	1,877,196
Preference	-	-
Total:	<u>20,257,165</u>	<u>1,877,196</u>

16 INTERESTED PERSON TRANSACTIONS

NIL

17 COMPARATIVE FIGURES

Following a reassessment of the nature and classification of the comparative figures, certain comparative figures have been reclassified to reflect the nature of these items more appropriately.

BY ORDER OF THE BOARD

Fong Choon Seng
Company Secretary
30.04.08