

Second Quarter Financial Statement And Dividend Announcement For The Period Ended 30 June 2009

PART 1 – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1 The following statements in the form presented in the issuer’s most recently audited annual financial statement:-

1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

S\$'000	Group					
	2009 2Q	2008 2Q	Change (%)	2009 1H	2008 1H	Change (%)
Revenue	95,555	106,550	-10%	190,571	211,665	-10%
Cost of sales	(56,417)	(66,349)	-15%	(114,729)	(133,370)	-14%
Gross profit	39,138	40,201	-3%	75,842	78,295	-3%
Other operating income (Note 1)	536	1,152	N.M.	(861)	1,196	N.M.
Other operating expenses						
Administrative costs	(18,400)	(19,671)	-6%	(38,599)	(38,370)	1%
Selling and distribution costs	(1,302)	(1,769)	-26%	(2,683)	(3,259)	-18%
Other operating costs (Note 2)	(325)	(144)	126%	(702)	(682)	3%
Finance costs (Note 3)	(1,702)	(1,230)	38%	(3,467)	(2,428)	43%
Share of results of associated companies, net of tax	(27)	70	-139%	51	180	-72%
Total Expenses	(21,756)	(22,744)	-4%	(45,400)	(44,559)	2%
Profit from continuing operations before taxation	17,918	18,609	-4%	29,581	34,932	-15%
Taxation (Note 4)	(5,888)	(4,607)	28%	(9,451)	(8,867)	7%
Profit from continuing operations after taxation	12,030	14,002	-14%	20,130	26,065	-23%
Attributable to :-						
Equity holders of the Company	12,059	14,006	-14%	20,175	26,080	-23%
Minority interest	(29)	(4)	N.M.	(45)	(15)	N.M.
	12,030	14,002	-14%	20,130	26,065	-23%

Consolidated statement of comprehensive income for the second quarter ended 30 June 2009

S\$'000	Group					
	2009 2Q	2008 2Q	Change (%)	2009 1H	2008 1H	Change (%)
Profit, net of tax	12,030	14,002	N.M	20,130	26,065	N.M
Other comprehensive income :						
Foreign currency translation	1,701	(2,290)	N.M	4,033	(6,882)	N.M
Cashflow hedges	-	1,069	N.M	-	212	N.M
Other comprehensive income for the period, net of tax	1,701	(1,221)		4,033	(6,670)	
Total comprehensive income for the period	13,731	12,781	N.M.	24,163	19,395	N.M.
Total comprehensive income attributable to :-						
Equity holders of the Company	13,760	12,785	N.M	24,208	19,410	N.M
Minority interest	(29)	(4)	N.M	(45)	(15)	N.M
	13,731	12,781	N.M	24,163	19,395	N.M

N.M. – Not meaningful

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year:-

S\$'000	Group					
	2009 2Q	2008 2Q	Change (%)	2009 IH	2008 IH	Change %
Profit before taxation is arrived <u>at after charging/(crediting) the following:</u>						
(A) Interest on borrowings (Note 3)	1,395	1,176	19%	3,104	2,300	35%
(B) Depreciation and amortization	1,016	998	2%	1,979	1,937	2%
(C) (Write back) / allowance for doubtful debts and bad debts	(1)	(188)	N.M.	40	23	N.M.
(D) Foreign exchange (gain)/loss	(92)	(802)	N.M.	1,718	(308)	N.M.
(E) Changes in fair value of financial instruments	-	-	N.M.	-	-	N.M.
(F) Gain on sales of plant and equipment	(2)	3	N.M.	4	3	N.M.

N.M. – Not meaningful

Note 1

S\$'000	Group					
	2009 2Q	2008 2Q	Change (%)	2009 IH	2008 IH	Change (%)
Rental income	100	100	0%	200	207	-3%
Commission income	14	12	17%	23	44	-47%
Miscellaneous income	248	(80)	N.M.	468	91	N.M.
Net exchange gain / (loss)	92	802	N.M.	(1,718)	308	N.M.
Miscellaneous income	454	834	N.M.	(1,027)	650	N.M.
Finance income	82	318	-74%	166	546	-70%
Other operating income	536	1,152	N.M.	(861)	1,196	N.M.

N.M. – Not meaningful

Note 2

S\$'000	Group					
	2009 2Q	2008 2Q	Change (%)	2009 IH	2008 IH	Change (%)
Allowance for doubtful debts and bad debts/(written back)	(1)	(188)	N.M.	40	23	N.M.
Miscellaneous expenses	(1)	-	N.M.	-	-	N.M.
Amortisation of intangible assets #	328	329	0%	658	656	0%
(Gain)/loss on disposal of plant and equipment	(1)	3	N.M.	4	3	N.M.
	325	144	N.M.	702	682	N.M.

N.M. – Not meaningful

Note 3

The increase in finance costs for 2Q 2009 was mainly due to additional loan drawdown compared with 2Q 2008 and increase in interest rate.

Note 4

The Group operates in several tax jurisdictions with different tax rates. Thus, the effective tax rate will vary from time to time depending on where the sales and profits are recorded.

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.

	Group		Company	
	30-June-09 S\$'000	31-Dec-08 S\$'000	30-June-09 S\$'000	31-Dec-08 S\$'000
NON-CURRENT ASSETS				
Property, plant and equipment	13,197	12,669	92	136
Investment in subsidiaries	-	-	194,659	192,702
Associated companies	7,334	7,283	-	-
Other investment	190	190	190	190
Intangible assets	70,164	67,775	59	73
Deferred tax assets	4,537	4,225	41	26
CURRENT ASSETS				
Projects in progress (Note 5)	63,967	88,720	-	-
Stocks (Note 5)	12,396	11,922	-	-
Trade & other debtors (Note 5)	104,744	96,857	7,140	6,612
Prepayments	6,143	3,927	106	7
Amount due from subsidiary companies	-	-	46,797	45,482
Amount due from an associated company	510	717	-	-
Short-term deposits	1,958	3,696	-	-
Cash & bank balances	50,512	38,943	2,131	999
	240,230	244,782	56,174	53,100
CURRENT LIABILITIES				
Projects in progress (Note 5)	15,622	18,956	-	-
Trade creditors & accruals	63,366	66,767	4,740	10,682
Finance leases	201	177	-	-
Amount due to bankers	119,998	117,431	101,277	102,965
Amount due to subsidiary companies	-	-	73,296	53,946
Amount due to an associated company	101	77	-	-
Provision for warranties	1,398	1,582	-	-
Provision for taxation	5,634	8,825	98	301
	206,320	213,815	179,410	167,894
Net current assets/(liabilities)	33,910	30,967	(123,237)	(114,794)
NON-CURRENT LIABILITIES				
Deferred tax liabilities	(3,629)	(3,672)	-	-
Finance leases	(465)	(398)	-	-
Amounts due to bankers	(7,015)	(10,777)	(7,015)	(10,777)
	118,223	108,262	64,789	67,556
Equity attributable to equity holders of company				
Share capital	92,498	92,498	92,498	92,498
Treasury Share	(28,043)	(28,043)	(28,043)	(28,043)
Accumulated profits	85,879	79,985	334	3,093
Other reserves	(32,159)	(36,192)	-	8
Total Shareholders' Fund	118,175	108,248	64,789	67,556
Minority interest	48	14	-	-
	118,223	108,262	64,789	67,556

Note 5

The billing cycle turnover period comprising Stocks, Net Project-in-progress, Unbilled Receivables and Trade Debtors as of 30 June 2009 reduced to 154 days from 166 days as of 31 March 2009 but increased from 144 days as at 30 June 2008.

1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

Amount repayable in one year or less, or on demand

As at 30 June 2009		As at 31 Dec 2008	
Secured	Unsecured	Secured	Unsecured
NIL	\$119,998,000	NIL	\$117,431,000

Amount repayable after one year

As at 30 June 2009		As at 31 Dec 2008	
Secured	Unsecured	Secured	Unsecured
NIL	\$7,015,000	NIL	\$10,777,000

In July 2009, CSE refinanced its short-term borrowing with a US\$50 million 3 years facility from DBS Bank Ltd, Oversea-Chinese Banking Corporation Limited, The Hongkong and Shanghai Banking Corporation Limited and United Overseas Bank Limited, as Arranger. Assuming that CSE utilised the new facility at at 30 June 2009, CSE would have 97.2% of its net borrowing of \$74,543,000 (after taking account the \$52,470,000 of cash, bank balances and short-term deposits) repayable after one year.

Assuming that the refinancing is completed on 30 June 2009:

As at 30 June 2009	Unsecured
Amount repayable in one year or less	\$54,568,000
Amount repayable after one year	\$72,445,000

Details of any collateral

Not Applicable.

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

S\$'000	1.4.2009 to 30.6.2009	1.4.2008 to 30.6.2008	1.1.2009 to 30.6.2009	1.1.2008 to 30.6.2008
<u>CASH FLOWS FROM OPERATING ACTIVITIES :-</u>				
Operating profit before taxation	17,918	18,609	29,581	34,932
Adjustments for :-				
Depreciation for fixed assets	688	670	1,321	1,280
Amortisation of intangible assets	328	328	658	657
Share of Minority Interest in newly incorporated company	79	-	79	-
Loss/(gain) on disposal of plant and equipment	(1)	3	4	3
Share of results of associated companies	27	(70)	(51)	(180)
Changes in fair value of financial instruments	(784)	-	(1,558)	-
Interest expense	1,395	1,176	3,104	2,300
Interest income	(82)	(318)	(166)	(546)
Currency realignment	2,049	(1,101)	2,168	(2,019)
Operating profit before reinvestment in working capital	21,617	19,297	35,140	36,427
Decrease/(increase) in debtors	(4,703)	5,606	(10,104)	(3,332)
Increase in projects-in-progress, net and stocks	15,518	(7,034)	20,945	(16,552)
(Decrease)/increase in creditors	882	(2,223)	(4,934)	(8,779)
Cash generated from operations	33,314	15,646	41,047	7,764
Interest paid	(1,395)	(1,176)	(3,104)	(2,300)
Interest received	82	318	166	546
Income tax paid	(7,749)	(7,073)	(12,998)	(8,541)
Net cash generated/(used) from operating activities	24,252	7,715	25,111	(2,531)
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
(Advance to)/repayment from associated companies	318	(55)	232	(250)
Purchase of property, plant and equipment	(779)	(494)	(1,516)	(1,329)
Proceeds from sale of property, plant and equipment	27	36	34	36
Purchase of intangible assets	-	-	-	-
Net cash used in investing activities	(434)	(513)	(1,250)	(1,543)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>				
Proceeds from issuance of shares	-	1,447	-	1,474
Dividends paid to shareholders	(14,281)	(17,764)	(14,281)	(17,764)
Proceeds from/(repayment) of short term loans from bankers	(6,149)	15,660	(1,195)	11,996
Proceeds from/(repayment) of finance leasing obligations	71	12	91	8
Net cash used in financing activities	(20,359)	(645)	(15,385)	(4,286)
Net effect of exchange rate changes on cash and cash equivalents	39	(516)	1,355	(2,290)
Net increase/(decrease) in cash and cash equivalents	3,459	6,557	8,476	(8,360)
Cash and cash equivalents at beginning of period	48,972	42,217	42,639	58,908
Cash and cash equivalents at end of period	52,470	48,258	52,470	48,258

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	—Attributable to equity holders of the Company —					Minority Interest	Total Equity
	Share Capital	Treasury shares	Accumulated profits	Other reserves	Total		
S\$'000							
At 1 January 2008	90,343	—	54,545	(8,523)	136,365	14	136,379
Total comprehensive income for 1 st quarter	—	—	12,074	(5,449)	6,625	(11)	6,614
Transfer from Other Reserves-on exercise of share options	11	—	—	(11)	—	—	—
Issuance of ordinary share for cash	27	—	—	—	27	—	27
At 31 March 2008	90,381	—	66,619	(13,983)	143,017	3	143,020
Total comprehensive income for 2 nd quarter	—	—	14,006	(1,221)	12,785	(3)	12,782
Dividend for 2007 declared and paid	—	—	(17,764)	—	(17,764)	—	(17,764)
Transfer from Other Reserves-on exercise of share options	605	—	—	(605)	—	—	—
Issuance of ordinary share for cash	1,447	—	—	—	1,447	—	1,447
At 30 June 2008	92,433	—	62,861	(15,809)	139,485	-	139,485
At 1 January 2009	92,498	(28,043)	79,985	(36,192)	108,248	14	108,262
Total comprehensive income for 1 st quarter	—	—	8,116	2,332	10,448	(16)	10,432
At 31 March 2009	92,498	(28,043)	88,101	(33,860)	118,696	(2)	118,694
Total comprehensive income for 2 nd quarter	—	—	12,059	1,701	13,760	(29)	13,731
Minority interest in newly incorporated company	—	—	—	—	—	79	79
Dividend for 2008 declared and paid	—	—	(14,281)	—	(14,281)	—	(14,281)
At 30 June 2009	92,498	(28,043)	85,879	(32,159)	118,175	48	118,223

1(d)(i) continued

Company	Share capital	Treasury shares	Accumulated profits	Other reserves	Total Equity
S\$'000					
As at 1 January 2008	90,343	–	9,774	684	100,801
Total comprehensive income for the period	–	–	1,273	(857)	416
Transfer from Other Reserves-on exercise of share options	11	–	–	(11)	–
Issuance of ordinary share for cash	27	–	–	–	27
At 31 March 2008	90,381	–	11,047	(184)	101,244
Total comprehensive income for the period	–	–	13,434	1,066	14,500
Dividend for 2007 declared and paid	–	–	(17,764)	–	(17,764)
Transfer from Other Reserves-on exercise of share options	605	–	–	(605)	–
Issuance of ordinary share for cash	1,447	–	–	–	1,447
At 30 June 2008	92,433	–	6,717	277	99,427
At 1 January 2009	92,498	(28,043)	3,093	8	67,556
Total comprehensive income for 1 st quarter	–	–	(6,713)	(8)	(6,721)
At 31 March 2009	92,498	(28,043)	(3,620)	–	60,835
Total comprehensive income for 2 nd quarter	–	–	18,235	–	18,235
Dividend for 2008 declared and paid	–	–	(14,281)	–	(14,281)
At 30 June 2009	92,498	(28,043)	334	–	64,789

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 issue 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 immediately preceding financial year.

There were no other changes in the Company's share capital arising from rights 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.

Share Options

As at 30 June 2009, there were no unexercised options (31 December 2008 : nil) in the capital of the Company under the under the CSE Global Limited Executives' Share Option Scheme and the CSE (U.S. Subsidiaries) Incentive Stock Option Plan respectively. There are 35,022,000 shares held as treasury shares as at 30 June 2009.

1(d)(iii) To show the total number of issued shares, excluding treasury shares at the end of the current financial period and as at the end of the immediately preceding year

Number of shares as at 30 th June 2009	: 476,045,852
Number of shares as at 31 December 2008	: 476,045,852

1(d)(iv) A statement showing all sales, transfers, disposals, cancellations and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice

The figures have not been audited nor reviewed by our 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 preparation of the financial statements for the current reporting period as compared with the audited financial statements as at 31 December 2008.

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:-

	2Q 2009	2Q 2008	1H 2009	1H 2008
Earnings per ordinary share of the group after deducting any provision for preference dividends:-				
(a) Based on weighted average number of ordinary shares in issue; and	2.53*	2.76	4.23*	5.14
(b) On a fully diluted basis (detailing any adjustments made to the earnings).	2.53*	2.75	4.23*	5.11
For the computation of basic earnings per share, the basis of arriving at the weighted average number of shares is determined as follows :-				
Weighted average number of shares outstanding during the period	476,045,852	506,847,602	476,045,852	506,772,602
Weighted average number of shares issued during the period	–	1,169,604	–	651,017
Adjusted weighted average number of shares	476,045,852	508,017,206	476,045,852	507,423,619
For the computation of diluted earnings per share, the weighted average number of shares adjusted for the effect of all dilutive potential ordinary shares is determined as follows :-				
Weighted average number of shares outstanding during the period, used in computation of basic earnings per share	476,045,852	508,017,206	476,045,852	507,423,619
Weighted average number of unissued shares under share options adjusted for bonus issue	–	3,188,646	–	3,782,233
Number of shares that would have been issued at fair value under share options	–	(1,087,339)	–	(1,330,764)
Adjusted weighted average number of shares	476,045,852	510,118,513	476,045,852	509,875,088

**Weighted average number of shares issued during the year and weighted average number of share outstanding during the year have been adjusted for the bonus issue, the earnings per ordinary share of the Group has been computed based on adjusted issued share capital in accordance with FRS33 Earnings Per Share.*

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

	30 June 2009		31 December 2008	
	Group	Company	Group	Company
Net asset value per ordinary share based on existing issued share capital (in cents)	24.83	13.61	22.74	14.29

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 cashflow, working capital, assets or liabilities of the group during the current financial period reported on.

Review of Performance

The Group recorded a decrease in revenue of 10.3% (\$11.0 million) to \$95.6 million in 2Q 2009 from \$106.6 million in 2Q 2008 and a decrease in profit after tax of 13.9% (\$1.9 million) to \$12.1 million in 2Q 2009 from \$14.0 million in 2Q 2008

The Asia-Pacific region was able to show a small increase in profit (3.0%) while recording a small decrease in revenue (-2.7%) for 2Q 2009 compared with 2Q2008. The decline in the revenue and profits for 1H2009 compared to 1H2008 was due to lesser project revenue recognized during 1Q 2009 in the Asia-Pacific region. The Group also accounted for the foreign exchange loss of S\$1.7 million under the Asia-Pacific region.

The Americas region showed a decline in the revenue and profits for 2Q 2009 and 1H 2009 compared with 2Q2008 and 1H2008 as the upstream oil & gas market in the Gulf of Mexico remains weak. In 2Q09, the Group recorded an operating expense of S\$0.4 million for the new marketing office in USA for its RTU products under the Americas. Prior to the set-up of this office, it had accounted in the previous quarters marketing expenses relating to USA as part of the global marketing cost for its RTU products under Europe/Middle East/Africa.

Europe/Middle East/Africa region recorded a decline in revenue and profits for 2Q 2009 and 1H 2009 compared with 2Q2008 and 1H2008 due to lesser project revenue recognized in the Middle East/Africa region.

Performance of Geographical Segments

S\$'000	2Q 2009	2Q 2008	Variance %	1H 2009	1H 2008	Variance %
Revenue						
Asia-Pacific	36,396	37,398	-2.7%	59,812	69,610	-14.1%
The Americas	29,685	36,594	-18.9%	73,883	77,068	-4.1%
Europe/Middle East/Africa	29,474	32,558	-9.5%	56,876	64,987	-12.5%
Group	95,555	106,550	-10.3%	190,571	211,665	-10.0%
Profit after tax, amortization and minority interest						
Asia-Pacific	6,344	6,159	3.0%	7,052	11,250	-37.3%
The Americas	1,812	3,898	-53.5%	6,423	7,511	-14.5%
Europe/Middle East/Africa	3,903	3,949	-1.2%	6,700	7,319	-8.5%
Group	12,059	14,006	-13.9%	20,175	26,080	-22.6%

For 2Q 2009, the geographical regions of Asia-Pacific, The Americas and Europe/Middle East/Africa contributed 38.1%, 31.1% and 30.8% to revenue and 52.6%, 15.0% and 32.4% to profit after tax and minority interest respectively.

Performance of Business Segments

S\$'000	2Q 2009	2Q 2008	Variance %	1H 2009	1H 2008	Variance %
Revenue						
Industrial	95,555	106,550	-10.3%	190,571	211,665	-10.0%
IT Consulting	-	-	-	-	-	-
Group	95,555	106,550	-10.3%	190,571	211,665	-10.0%
Profit after tax, amortisation and minority interest						
Industrial	12,059	13,936	-13.5%	20,097	25,900	-22.4%
IT Consulting	-	70	-100.0%	78	180	-56.7%
Group	12,059	14,006	-13.9%	20,175	26,080	-22.6%

N.B.: For details on business under Industrial business unit ("IBU") and IT Consulting business unit ("ITCBU"), please refer to Part II Item 13.

For 2Q 2009, CSE's IBU division contributed \$95.6 million to revenue and \$12.1 million to profit after tax and minority interest respectively.

Liquidity and Capital Resources

CSE generated operational cash inflow of \$24.3 million and cash inflow of \$25.1 million in 2Q 2009 and 1H 2009 respectively. At the end of the period, CSE's improved its net gearing to 0.63 times from 0.79 times at end of 2008.

Orders

\$'000	Industrial Business
Q2 2009 order book in	83,447
Outstanding orders at the end of 2Q 2009	330,713

In 2Q 2009, CSE received \$83.4 million new orders, bringing the total new orders received for 1H 2009 to \$244.3 million and the outstanding orders as at end of 2Q 2009 was \$330.7 million (comprising S\$204.3 million of outstanding orders for Oil & Gas, Infrastructure and Mineral & Mining and S\$126.4 million of outstanding orders for Healthcare). On 09 July 2009, CSE announced that it has received S\$45.0 million of new orders from 4 projects in the Middle East.

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

There is no variance between the previous prospect statement and the actual results.

10. A commentary at the date of the announcement significant trends and 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.

CSE expects the business environment for the upstream oil & gas business to be difficult and challenging. Whereas the business environment for the downstream oil & gas, infrastructure and healthcare to improve. In light of the uncertain environment, CSE will continue to focus on streamlining and improving its business processes and operations, cost control and cash flow generation to position itself to meet any future challenges as well as to capitalize on opportunities to enhance its operations.

Taking into account the outstanding orders as at end of 2Q FY2009 of \$330.7 million and the S\$45.0 million of orders from 4 projects in Middle East (announced on 09 July 2009), CSE remains confident that it will be profitable for 2H FY2009.

11. Dividend:-

(a) Current financial period reported on

No interim ordinary dividend has been declared or recommended during the current financial period or the previous corresponding financial period.

(b) Corresponding Period of the Immediate Preceding Financial Year

Not applicable

(c) Date dividend is payable

Not applicable

(d) Book closure date

Not applicable.

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

Not applicable.

**PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer’s most recently audited annual financial statements, with comparative information for the immediately preceding year.

Business Segments

The Industrial Business unit (“IBU”) offers

- a. a wide and diverse range of solutions involving the implementation of Control and Safety Shutdown Systems, Plant Information Systems, Terminal Automation Systems, Pneumatic and Hydraulic Control Systems, Subsea Control Systems, Supervisory Control and Data Acquisition (SCADA) Systems, Instrumentation and Electrical Field Construction Services for applications to the Oil and Gas, Power, Water and Sewerage, Process and Utility industries on a turnkey basis;
- b. turnkey telecommunication network solutions for infrastructure projects to the Oil and Gas and Power industry including voice, data, radio, video, security access and LAN/WAN telecommunication systems;
- c. electrical engineering products/solution to the Mining, Process, Power generation, Power Transmission/Distribution, Oil and Gas, Water and Sewerage and Manufacturing industries, specializing in the supply and support of high quality electrical engineering products such as protection and control and motor starting control equipment;
- d. SEPROL, TBOX and Kingfisher Ranges of RTU products designed for SCADA applications in a broad range of industries;
- e. RIO, a fully integrated Clinical Information System, to automate and facilitate the recording and reporting of patients’ related information to the Healthcare industry in relation to Mental Health, Community, Maternity and Children; and
- f. Intelligent Transport Systems such as the toll collection system, congestion charging system, urban traffic control and surveillance system, motorway management system, transportation communication system and security system.
- g. Designs and installs high temperature thermal process and incineration systems
- h. Supplies multiple hearth, fluidized bed, shaft kiln and rotary kiln furnace systems usually on an installed basis, to municipal and industrial clients in the United States, Asia, Europe and South America.

IT Consulting Business Unit (“ITCBU”) offers

- a. solutions for Credit Management, Cash Management, Online Internet Banking Services, Mobile / Wireless Banking, Provision of Digital Sales Force Automation with built-in Customer Relationship Management Systems and the Trade Finance to the banking and finance industry.

14. In review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Not applicable.

15. A breakdown of sales as follows:-

Not applicable.

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Not applicable.

17. Interested person transactions

Not applicable.

18. Confirmation by the Board

We, Lim Ming Seong and Lee Soo Hoon, being two directors of CSE Global 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 Second Quarter ended 30 June, 2009 financial statements to be false or misleading in any material aspect.

On behalf of the Board of Directors

Name: Lim Ming Seong
Designation : Chairman

Name: Lee Soo Hoon
Designation : Director

By order of the Board

Tan San-Ju
Company Secretary

13 August 2009