

Full Year Financial Statement And Dividend Announcement For The Year Ended 31 December 2009

Key Financial Performance

S\$'000	2009	2008	Change
Revenue	405,060	441,518	-8.3%
Profits attributable to equity holders	43,659	48,253	-9.5%
Basic earnings per ordinary share (in cents)	9.17	9.65	-5.0%
Net asset value per ordinary share (in cents)	28.70	22.74	26.2%
Net cash generated from operating activities	48,436	19,615	146.9%
Net gearing (%)	39.3	79.0	-50.3%
New orders received	524,359	425,900	23.1%
Outstanding orders	388,782	269,508	44.3%
Dividend (proposed for 2009, in cents)	3.5	4.0	-12.5%

Review of Performance

The Group managed a good recovery in 4Q2009 with a 43.8% increase in the profit after tax despite a 1% decline in the revenue when compared to the same period last year. The Group FY 2009 revenue and profit after tax were down by 8.3% and 9.5% respectively and the basic earnings per ordinary share of 9.17 cents was 5% below last year's. The Group achieved record total new orders of S\$524.4 million in 2009 of which S\$388.8 million remained outstanding as at the end of FY 2009. With the strong operating and control discipline, the record cash generated from operating activities was S\$48.4 million which improved its net gearing to 39.3% as at end FY 2009 from 79.0% as at end FY 2008. This is a satisfying accomplishment particularly during the time of global economic recession and tight credit markets. Our overall performance in this difficult environment was largely attributable to our well diversified global and industrial portfolio which has provided some resilience and moderation amidst the global economic crisis.

Performance of Geographical Segments

S\$'000	2009	2008	Change
Revenue			
Asia-Pacific	125,380	143,261	-12.5%
The Americas	138,714	161,291	-14.0%
Europe/Middle East/Africa	140,966	136,966	2.9%
Group	405,060	441,518	-8.3%
Profit after tax, amortization and minority interest			
Asia-Pacific	13,328	16,247	-18.0%
The Americas	11,543	14,221	-18.8%
Europe/Middle East/Africa	18,788	17,785	5.6%
Group	43,659	48,253	-9.5%

In FY 2009, the geographical regions of Asia-Pacific, The Americas and Europe/Middle East/Africa contributed 31.0%, 34.2% and 34.8% to revenue and 30.5%, 26.4% and 43.1% to profit after tax and minority interest respectively.

Europe/Middle East/Africa region recorded an increase in revenue and profits for FY 2009 compared with FY 2008 as the Group recognized more contributions from the UK healthcare projects in FY 2009.

The decrease in revenue and profits for FY 2009 compared with FY 2008 in Asia-Pacific region was due to a weaker South East Asia Market. The Group recorded an increase in financing cost of S\$0.7 million in FY 2009 compared with FY 2008 under the Asia-Pacific region mainly due to increase in bank charges and higher interest rates.

The Americas region showed a decline in revenue and profits for FY 2009 compared with FY 2008 as the upstream oil & gas market in the Gulf of Mexico remained weak and the Group recorded an operating expense of S\$0.8 million for the new marketing office in USA for its RTU products under the Americas

Liquidity and Capital Resources

CSE generated operational cash inflow of S\$48.4 million in FY 2009 after accounting for S\$1.2 million foreign currency translation difference of the non-monetary current assets and current liabilities of its subsidiaries whose functional currencies are in USD, EUR, GBP and AUD. At the end of 2009, CSE's improved its net gearing to 39.3% from 79.0% at end of 2008.

Orders

S\$ million	2009	2008
Outstanding orders		
Oil & gas, mining & minerals & infrastructure	291.0	212.7
Healthcare	97.8	56.8
Total	388.8	269.5

CSE received S\$524.4 million new orders in FY 2009, an increase of 23.1% compared to FY2008. The outstanding orders as at end of FY 2009 compared with end of FY 2008 increased by 44.3%. The outstanding orders as at end of FY 2009 was S\$388.8 million comprising of S\$291.8 million of outstanding orders for Oil & Gas, Infrastructure and Mineral & Mining and S\$97.8 million of outstanding orders for Healthcare.

Outlook

CSE anticipates that the business environment for the downstream oil & gas, infrastructure and healthcare markets to continue to remain positive, but it expects the upstream oil & gas and mining markets to remain quiet with pockets of opportunities.

Taking into account the outstanding orders as at end of FY 2009 of \$388.8 million and a steady flow of brownfield business (maintenance / enhancement / upgrade of existing customers sites), CSE is confident of an improved performance in FY 2010.

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	2009	Group 2008	Change %
Revenue	405,060	441,518	-8%
Cost of sales	(247,435)	(276,473)	-11%
Gross profit	<u>157,625</u>	<u>165,045</u>	-4%
Other operating income (Note 1)	2,436	1,757	39%
Other operating expenses			
Administrative costs	(83,212)	(81,579)	2%
Selling and distribution costs	(5,311)	(6,753)	-21%
Other operating costs (Note 2)	(6,210)	(7,550)	-18%
Finance costs (Note 3)	(6,361)	(5,668)	12%
Share of results of associated companies, net of tax	55	274	-80%
Total expenses	<u>(101,039)</u>	<u>(101,276)</u>	0%
Profit before taxation	<u>59,022</u>	<u>65,526</u>	-10%
Taxation (Note 4)	(15,347)	(17,273)	-11%
Profit from continuing operations after taxation	<u>43,675</u>	<u>48,253</u>	-9%
Attributable to :			
Equity holders of the Company	43,659	48,253	-10%
Minority interest	16	-	N.M.
	<u>43,675</u>	<u>48,253</u>	-9%
Earnings per ordinary share (cents)			
- basic	9.17	9.65	-5%
- diluted	9.17	9.63	-5%

Consolidated statement of comprehensive income for the year ended 31 December 2009

S\$'000	2009	Group 2008	Change %
Profit, net of tax	43,675	48,253	-9%
Other comprehensive income :			
Foreign currency translation	(1,011)	(25,758)	N.M
Cashflow hedges	-	(1,258)	N.M
Other comprehensive income for the period, net of tax	<u>(1,011)</u>	<u>(27,016)</u>	
Total comprehensive income for the period	<u>42,664</u>	<u>21,237</u>	101%
Total comprehensive income attributable to :			
Equity holders of the Company	42,648	21,237	101%
Minority interest	16	-	N.M.
	<u>42,664</u>	<u>21,237</u>	101%

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	2009	Group 2008	Change %
Profit before taxation is arrived <u>at after charging/(crediting)</u> <u>the following:</u>			
(A) Interest on borrowings (Note 3)	5,474	5,338	3%
(B) Depreciation and amortization	4,018	3,899	3%
(C) Write-off of intangible assets (Note 5)	3,754	-	N.M
(D) Allowance / (write back) for doubtful debts and bad debts	794	(77)	N.M
(E)) Foreign exchange loss *	-	2,343	N.M.
(F) Changes in fair value of financial instruments *	-	3,905	N.M.
(G) Impairment of investment, net	161	-	N.M.
(H) (Gain)/loss on sales of plant and equipment	(5)	55	N.M.

Note 1

S\$'000	2009	Group 2008	Change %
Rental income	413	409	1%
Commission income	53	72	N.M.
Miscellaneous income #	769	245	214%
Gain on disposal of an associated company	-	40	N.M
Net exchange gain	841	-	N.M
Miscellaneous income	2,076	766	171%
Finance income	360	991	-64%
Other operating income	2,436	1,757	39%

*The FY 2008 foreign exchange loss of S\$6.2 million was mainly due to the prevailing rate exceeding the hedged rate and the fair value of derivative financial instruments which did not qualify for hedge accounting was included in the other operating costs.

The FY 2009 miscellaneous income included S\$753,000 job credit from the Government.

Note 2

S\$'000	2009	Group 2008	Change %
Allowance for doubtful debts and bad debts/(written back)	794	(77)	N.M.
Miscellaneous expenses	2	(27)	N.M.
Stock obsolescence	189	37	408%
Impairment of investment	161	-	N.M
Amortisation of intangible assets	1,315	1,314	0%
Write-off of intangible assets (Note 5)	3,754	-	N.M
(Gain)/loss on disposal of plant and equipment	(5)	55	N.M.
Foreign exchange loss *	-	2,343	N.M
Changes in fair value of financial instruments *	-	3,905	N.M
	6,210	7,550	N.M

Note 3

The increase in finance costs was mainly due to increase in bank charges and higher interest rates.

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.

Note 5

The write-off of intangible assets arose from the diminution of the Intellectual Properties in CSE Environment Systems Inc. in accordance with FRS36.

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	
	31-12-09 S\$'000	31-12-08 S\$'000	31-12-09 S\$'000	31-12-08 S\$'000
NON-CURRENT ASSETS				
Property, plant and equipment	12,986	12,669	73	136
Investment in subsidiaries	-	-	166,431	192,702
Associated companies	7,171	7,283	-	-
Other investment	190	190	190	190
Intangible assets (Note 5)	65,146	67,775	44	73
Deferred tax assets	6,645	4,225	181	26
CURRENT ASSETS				
Projects in progress (Note 6)	89,250	88,720	-	-
Stocks (Note 6)	14,230	11,922	-	-
Trade & other debtors (Note 6)	79,508	96,857	3,430	6,612
Prepayments	3,404	3,927	1,282	7
Amount due from subsidiary companies	-	-	34,823	45,482
Amount due from an associated company	250	717	-	-
Short-term deposits	3,155	3,696	-	-
Cash & bank balances	52,898	38,943	3,891	999
	242,695	244,782	43,426	53,100
CURRENT LIABILITIES				
Projects in progress (Note 6)	17,285	18,956	-	-
Trade creditors & accruals	61,081	66,767	5,703	10,682
Finance leases	218	177	-	-
Amount due to bankers	48,469	117,431	48,469	102,965
Amount due to subsidiary companies	-	-	19,626	53,946
Amount due to an associated company	-	77	-	-
Provision for warranties	1,402	1,582	-	-
Provision for taxation	4,100	8,825	356	301
	132,555	213,815	74,154	167,894
Net current assets/(liabilities)	110,140	30,967	(30,728)	(114,794)
NON-CURRENT LIABILITIES				
Deferred tax liabilities	(3,915)	(3,672)	-	-
Finance leases	(314)	(398)	-	-
Amounts due to bankers	(61,326)	(10,777)	(61,326)	(10,777)
	136,723	108,262	74,865	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	109,363	79,985	10,410	3,093
Other reserves	(37,203)	(36,192)	-	8
Total Shareholders' Fund	136,615	108,248	74,865	67,556
Minority interest	108	14	-	-
	136,723	108,262	74,865	67,556
Group net borrowing	53,742	85,569		
Group net gearing (%)	39.3	79.0		

Note 6

The stocks and net projects in progress increased to support the higher level of activities. The Group had a 44.3% increased in its outstanding orders at the end the year.

The Group recognised revenue using the percentage completion method and bills its customers based on contractually agreed milestones. It does not see a material change in the payment pattern of its customers. The reduction in the accounts receivables is due to receipt from customers in accordance with their payment terms.

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 31 Dec 2009		As at 31 Dec 2008	
Secured	Unsecured	Secured	Unsecured
NIL	S\$48,469,000	NIL	S\$117,431,000

Amount repayable after one year

As at 31 Dec 2009		As at 31 Dec 2008	
Secured	Unsecured	Secured	Unsecured
NIL	S\$61,326,000	NIL	S\$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.

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.

	FY2009	FY2008
S\$'000		
<u>CASH FLOWS FROM OPERATING ACTIVITIES :-</u>		
Operating profit before taxation	59,022	65,526
Adjustments for :-		
Depreciation for property, plant and equipment	2,703	2,585
Amortisation of intangible assets	1,315	1,314
Write-off of intangible assets (Note 5)	3,754	-
Share of Minority Interest in newly incorporated company	78	-
(Gain)/loss on disposal of property, plant and equipment	(5)	55
Gain on disposal of associated company	-	(40)
Share of results of associated companies	(55)	(274)
Diminution of investment in associated companies	161	-
Changes in fair value of derivative financial instruments	(3,880)	3,905
Write back of share-based payment expense on cancellation of share options	-	(19)
Interest expense	5,474	5,338
Interest income	(360)	(991)
Currency realignment (Note 7)	(1,163)	(12,390)
Operating profit before reinvestment in working capital	67,044	65,009
Decrease/(increase) in debtors	17,871	(11,111)
Increase in projects-in-progress, net and stocks	(4,507)	(13,994)
Decrease in creditors	(4,607)	(3,118)
Cash generated from operations	75,801	36,786
Interest paid	(5,474)	(5,338)
Interest received	360	991
Income tax paid	(22,251)	(12,824)
Net cash generated from operating activities	48,436	19,615
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Repayment/ (advance to) from associated companies	391	(637)
Acquisitions of subsidiary companies, net of cash	-	(6,734)
Proceeds from disposal of equity interest in an associated company	-	40
Purchase of property, plant and equipment	(2,860)	(2,621)
Proceeds from sale of property, plant and equipment	5	87
Purchase of intangible assets	(277)	(34)
Net cash used in investing activities	(2,741)	(9,899)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Proceeds from issuance of shares	-	1,521
Proceeds used for share buy back	-	(28,043)
Dividends paid to shareholders	(14,281)	(22,813)
(Repayment of)/proceeds from short term loans from bankers	(68,962)	28,577
Proceeds from long term loans from bankers	50,549	-
Repayment of finance lease obligations	(42)	(328)
Net cash used in financing activities	(32,736)	(21,086)
Net effect of exchange rate changes on cash and cash equivalents	455	(4,899)
Net increase/(decrease) in cash and cash equivalents	12,959	(11,370)
Cash and cash equivalents at beginning of year	42,639	58,908
Cash and cash equivalents at end of year	56,053	42,639

Note 7

The currency realignment of S\$1.2 million was a result of CSE translating the non-monetary current assets and current liabilities of its subsidiaries whose functional currencies are USD, EUR, GBP and AUD.

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 S\$'000	—Attributable to equity holders of the Company						Total Equity
	Share Capital	Treasury shares	Accumulated profits	Other reserves	Total	Minority Interest	
At 1 January 2008	90,343	—	54,545	(8,523)	136,365	14	136,379
Total comprehensive income for FY 2008	—	—	48,253	(27,016)	21,237	—	21,237
Dividend for 2007 declared and paid	—	—	(17,764)	—	(17,764)	—	(17,764)
Dividend for 2008 declared and paid	—	—	(5,049)	—	(5,049)	—	(5,049)
Transfer from Other Reserves-on exercise of share options	634	—	—	(634)	—	—	—
Cancellation of employee share options	—	—	—	(19)	(19)	—	(19)
Issuance of ordinary share for cash	1,521	—	—	—	1,521	—	1,521
Buy-back of ordinary share at cash	—	(28,043)	—	—	(28,043)	—	(28,043)
At 31 December 2008	92,498	(28,043)	79,985	(36,192)	108,248	14	108,262
At 1 January 2009	92,498	(28,043)	79,985	(36,192)	108,248	14	108,262
Total comprehensive income for FY 2009	—	—	43,659	(1,011)	42,648	16	42,664
Minority interest in newly incorporated company	—	—	—	—	—	78	78
Dividend for 2008 declared and paid	—	—	(14,281)	—	(14,281)	—	(14,281)
At 31 December 2009	92,498	(28,043)	109,363	(37,203)	136,615	108	136,723
Company S\$'000			Share capital	Treasury shares	Accumulated profits	Other reserves	Total Equity
As at 1 January 2008			90,343	—	9,774	684	100,801
Total comprehensive income for FY 2008			—	—	16,132	(23)	16,109
Dividend for 2007 declared and paid			—	—	(17,764)	—	(17,764)
Dividend for 2008 declared and paid			—	—	(5,049)	—	(5,049)
Transfer from Other Reserves-on exercise of share options			634	—	—	(634)	—
Cancellation of employee share options			—	—	—	(19)	(19)
Issuance of ordinary share for cash			1,521	—	—	—	1,521
Buy-back of ordinary share at cash			—	(28,043)	—	—	(28,043)
At 31 December 2008			92,498	(28,043)	3,093	8	67,556
At 1 January 2009			92,498	(28,043)	3,093	8	67,556
Total comprehensive income for FY 2009			—	—	21,598	(8)	21,590
Dividend for 2008 declared and paid			—	—	(14,281)	—	(14,281)
At 31 December 2009			92,498	(28,043)	10,410	—	74,865

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

The CSE Global Limited Executives' Share Option Plan and the CSE (U.S. Subsidiaries) Incentive Stock Plan expired on 31 December 2008 and the Company currently does not have any existing share option plan.

Treasury Shares

There were 35,022,000 shares held as treasury shares as at 31 December 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 31 December 2009	: 476,045,852
Number of shares as at 31 December 2008	: 476,045,852

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.

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:-

	Current Year FY 2009	Previous Year FY 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	9.17	9.65
(b) On a fully diluted basis (detailing any adjustments made to the earnings).	9.17	9.63
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	506,772,602
Weighted average number of shares issued during the period	-	2,430,110
Weighted average number of shares buy-back during the period	-	(9,251,984)
Adjusted weighted average number of shares	476,045,852	499,950,728
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	499,950,728
Weighted average number of unissued shares under share options	-	2,003,140
Number of shares that would have been issued at fair value under share options	-	(813,642)
Adjusted weighted average number of shares	476,045,852	501,140,226

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

	31 December 2009		31 December 2008	
	Group	Company	Group	Company
Net asset value per ordinary share based on existing issued share capital (in cents)	28.70	15.73	22.74	14.29

8. 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.

9. Dividend

The Directors have recommended a first and final dividend (1-tier tax-exempt) of 3.5 cents per ordinary share for the financial year ended 31 December 2009 (FY2008: first dividend (1-tier tax-exempt) of 1.0 cent per ordinary share and final dividend (1-tier tax-exempt) of 3.0 cents per ordinary share).

10. Date dividend is payable

The dividend, if approved by shareholders at the Annual General Meeting scheduled for 19 April 2010, will be paid on 6 May 2010.

11. Book closure date

Notice is hereby given that, subject to shareholders' approval of the payment of the dividend at the Annual General Meeting scheduled for 19 April 2010, the Share Transfer Books and the Register of Members of the Company will be closed on 27 April 2010. Duly completed registrable transfers received by the Company's Registrar, Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place, Singapore Land Tower #32-01, Singapore 048623, up to 5.00pm on 26 April 2010 will be registered for the dividend. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Limited ("CDP"), the dividend will be paid by the Company to CDP which will, in turn, distribute the dividend to holders of the securities accounts.

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.

CSE Offers

- a. a wide and diverse range of solutions involving the implementation of Process Control Systems, Safety Shutdown Systems, Fire and Gas Detection Systems, Supervisory Control and Data Acquisition (SCADA) Systems, Pipeline Control Systems, Wellhead Control Systems, Subsea Control Systems, Chemical Injection Systems, Instrumentation & Electrical Construction, Plant Information Systems, Data Reconciliation & Yield Accounting Systems, Laboratory Information Management Systems and Terminal Automation Systems;
- 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. It 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.
- h. 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:-

S\$'000	Group			
	2009	2008	Variance	Variance (%)
Turnover reported for first half of the year	190,571	211,665	(21,094)	-10.0
Profit/(Loss) before tax reported for the first half of the year	29,581	34,932	(5,351)	-15.3
Turnover reported for second half of the year	214,489	229,853	(15,364)	-6.7
Profit/(Loss) before tax reported for the second half of the year	29,441	30,594	(1,153)	-3.8

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

	Latest Full Year (S\$'000)	Previous Full Year (S\$'000)
Ordinary	16,662	19,331
Preference	-	-
Total:	16,662	19,331

17. Interested person transactions

Not applicable.

18. Confirmation by the Board

We, Lim Ming Seong and Tan Mok Koon, 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 FY 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: Tan Mok Koon
Designation : Managing Director

By order of the Board

Tan San-Ju
Company Secretary
25 February 2010