

Third Quarter Financial Statement And Dividend Announcement For The Period Ended 30 September 2007

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					
	2007 3Q	2006 3Q	Change (%)	2007 9M	2006 9M	Change (%)
Revenue	109,111	96,141	13%	288,715	250,516	15%
Cost of sales	(70,816)	(68,874)	3%	(185,215)	(174,252)	6%
Gross profit	38,295	27,267	40%	103,500	76,264	36%
Other operating income (Note 1)	292	118	N.M.	697	(46)	N.M.
Other operating expenses						
Administrative costs (Note 2)	(19,244)	(13,716)	40%	(52,555)	(40,440)	30%
Selling and distribution costs (Note 2)	(1,620)	(1,127)	44%	(4,567)	(3,256)	40%
Other operating costs (Note 3)	(112)	334	N.M.	(739)	297	N.M.
Finance costs (Note 4)	(1,438)	(1,142)	26%	(4,323)	(3,057)	41%
Share of results of associated companies, net of tax	(124)	(42)	N.M.	306	181	69%
Total Expenses	(22,538)	(15,693)	42%	(61,878)	(46,275)	33%
Profit from continuing operations before taxation	16,049	11,692	37%	42,319	29,943	41%
Taxation (Note 5)	(4,664)	(3,679)	28%	(11,836)	(8,836)	34%
Profit from continuing operations after taxation	11,385	8,013	42%	30,483	21,107	44%
Attributable to :-						
Equity holders of the Company	11,388	8,013	42%	30,496	21,120	44%
Minority interest	(3)	-	N.M.	(13)	(13)	N.M.
	11,385	8,013	42%	30,483	21,107	44%
Earnings per ordinary shares (in cents)						
- Basic *	2.25	1.60		6.04	4.23	
- Diluted *	2.23	1.59		5.99	4.19	

N.M. – Not meaningful

*On 4 May 2007, there was an issue of 167,931,445 bonus shares in the capital of the Company on the basis of one (1) bonus share for every two (2) existing ordinary shares in the capital of the Company held by the shareholders of the Company, fractional entitlements have been disregarded.

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					
	2007 3Q	2006 3Q	Change (%)	2007 9M	2006 9M	Change (%)
Profit from continuing operations is arrived at after charging/(crediting) the following:						
(A) Interest on borrowings(Note 4)	1,353	1,064	27%	4,104	2,858	44%
(B) Depreciation and amortization	803	677	19%	2,439	1,997	22%
(C) Allowance for doubtful debts and bad debts/(written back)	(111)	17	N.M.	103	(149)	N.M.
(D) Foreign exchange (gain)/loss	(472)	277	N.M.	(169)	1,170	N.M.
(E) Changes in fair value of financial instruments	554	(16)	N.M.	916	(240)	N.M.
(F) (Gain)/Loss on sales of plant and equipment	-	(438)	N.M.	(10)	(413)	-98%
<i>N.M. – Not meaningful</i>						

Note 1

S\$'000	Group					
	2007 3Q	2006 3Q	Change (%)	2007 9M	2006 9M	Change (%)
Rental income	110	25	N.M.	265	54	N.M.
Commission income	9	1	N.M.	26	58	-55%
Miscellaneous income	(71)	183	N.M.	148	441	-66%
Net exchange loss	(82)	(277)	N.M.	(747)	(1,170)	-36%
Miscellaneous income	(34)	(68)	-50%	(308)	(617)	-50%
Finance income	326	186	75%	1,005	571	76%
Other operating income	292	118	N.M.	697	(46)	N.M.
<i>N.M. – Not meaningful</i>						

Note 2

The increase in the administrative and selling and distribution costs for 2007 was mainly due to the Group's inclusion of the operating results of the newly acquired subsidiaries, CSE-Scomag Ltd, United Kingdom and Techno Trade SA, Belgium in December 2006.

Note 3

S\$'000	Group					
	2007 3Q	2006 3Q	Change (%)	2007 9M	2006 9M	Change (%)
Allowance for doubtful debts and bad debts/(written back)	(111)	17	N.M.	103	(149)	N.M.
Miscellaneous expenses	33	25	34%	90	93	-3%
Amortisation of intangible assets	190	62	N.M.	556	172	N.M.
(Gain)/loss on disposal of plant and equipment	-	(438)	N.M.	(10)	(413)	N.M.
	112	(334)	N.M.	739	(297)	N.M.
<i>N.M. – Not meaningful</i>						

Note 4

The increase in finance costs for 2007 was due to the additional bank loans to fund the acquisitions of CSE-Scomag Ltd, United Kingdom and Techno Trade SA, Belgium.

Note 5

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-Sep-07 S\$'000	31-Dec-06 S\$'000	30-Sep-07 S\$'000	31-Dec-06 S\$'000
NON-CURRENT ASSETS				
Property, plant and equipment #	13,149	12,637	246	304
Investment in subsidiaries	-	-	157,102	158,766
Associated companies	15,779	15,473	10,299	10,299
Other investment	190	-	190	-
Intangible assets #	67,320	62,736	110	132
Deferred tax assets	2,161	1,630	503	763
CURRENT ASSETS				
Projects in progress (Note 6)	27,610	12,216	-	-
Stocks (Note 6)	6,721	8,373	-	-
Unbilled receivables (Note 6)	59,247	56,718	-	-
Trade debtors (Note 6)	81,764	71,983	2,836	3,406
Other debtors and deposits	2,818	4,072	454	464
Prepayments	5,205	3,418	41	19
Amount due from subsidiary companies	-	-	51,177	30,150
Amount due from an associated company	42	61	-	-
Short-term deposits	2,043	4,306	-	-
Cash & bank balances	42,940	62,595	1,560	14,975
	228,390	223,742	56,068	49,014
CURRENT LIABILITIES				
Projects in progress (Note 6)	11,151	5,776	-	-
Trade creditors & accruals (Note 7)#	69,099	94,847	6,091	4,453
Finance leases	180	220	-	-
Amount due to bankers	101,514	90,045	88,616	74,647
Amount due to subsidiary companies	-	-	31,443	33,140
Provision for warranties	1,653	1,540	-	-
Provision for taxation	5,644	4,887	142	-
	189,241	197,315	126,292	112,240
Net current assets/(liabilities)	39,149	26,427	(70,224)	(63,226)
NON-CURRENT LIABILITIES				
Deferred tax liabilities #	(3,188)	(2,378)	(44)	-
Finance leases	(466)	(424)	-	-
Amounts due to bankers	(6,561)	(7,701)	(6,561)	(7,701)
	127,533	108,400	91,621	99,337
Equity attributable to equity holders of company				
Share capital	90,291	88,412	90,291	88,412
Revenue reserve	42,983	24,241	648	9,702
Other reserves	666	1,189	666	1,189
Foreign currency translation reserve	(6,407)	(5,455)	16	34
Total Shareholders' Fund	127,533	108,387	91,621	99,337
Minority interest	-	13	-	-
	127,533	108,400	91,621	99,337

The property, plant and equipment, intangible assets, trade creditors & accruals and deferred tax liabilities of 31 December 2006 have been adjusted for the additional cost attributable to the acquisition of CSE-Scomag Ltd and the increase in valuation of Techno Trade SA 's IPR cost.

Note 6

The billing cycle turnover period comprising Stocks, Net Project-in-progress, Unbilled Receivables and Trade Debtors as of 30 September 2007 and as of 30 June 2007 was 137 days, reduced from 157 days as of 31 December 2006.

Note7

The reduction in trade creditors & accruals of the Group was mainly due to the payment to the vendors for the purchase consideration of S\$30.7m for CSE-Scomag Ltd, United Kingdom.

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 Sept 2007		As at 31 Dec 2006	
Secured	Unsecured	Secured	Unsecured
NIL	S\$101,694,000	NIL	S\$90,265,000

Amount repayable after one year

As at 30 Sept 2007		As at 31 Dec 2006	
Secured	Unsecured	Secured	Unsecured
NIL	S\$7,027,000	NIL	S\$8,125,000

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	1.7.2007 to 30.9.2007	1.7.2006 to 30.9.2006	1.1.2007 to 30.9.2007	1.1.2006 to 30.9.2006
<u>CASH FLOWS FROM OPERATING ACTIVITIES :-</u>				
Operating profit before taxation	16,049	11,692	42,319	29,943
Adjustments for :-				
Depreciation for fixed assets	613	615	1,883	1,825
Amortisation of intangible assets	190	62	556	172
Gain on disposal of plant and equipment	-	(438)	(10)	(413)
Share of results of associated companies	124	42	(306)	(181)
Changes in fair value of financial instruments	554	(16)	916	(240)
Share based payment expenses	-	-	(5)	-
Interest expense	1,353	1,064	4,104	2,858
Interest income	(326)	(186)	(1,005)	(571)
Currency realignment	(1,985)	345	(1,863)	(1,175)
Operating profit before reinvestment in working capital	16,572	13,180	46,589	32,218
Decrease in debtors	(15,399)	(15,946)	(13,294)	(24,399)
(Increase)/decrease in projects-in-progress, net and stocks	(6,031)	(188)	(8,368)	547
Increase in creditors	14,844	3,362	4,480	2,738
Cash generated from operations	9,986	408	29,407	11,104
Interest paid	(1,353)	(1,064)	(4,104)	(2,858)
Interest received	326	186	1,005	571
Income tax paid	(2,230)	(2,479)	(10,322)	(8,483)
Net cash generated/(used) from operating activities	6,729	(2,949)	15,986	334
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Repayment from associated companies	-	-	19	1
Repayment of balance purchase consideration of subsidiary	-	-	(30,706)	33
Acquisition of subsidiaries, net of cash	(3,728)	-	(3,728)	-
Acquisition of other investment	(190)	-	(190)	-
Purchase of plant and equipment	(853)	(843)	(2,370)	(2,306)
Proceeds from sale of plant and equipment	16	7,535	124	7,589
Purchase of intangible assets	(300)	(254)	(990)	(254)
Net cash (used)/generated in investing activities	(5,055)	6,438	(37,841)	5,063
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>				
Proceeds from issuance of shares	15	62	1,361	2,149
Dividends paid to shareholders	-	-	(11,755)	(8,321)
(Repayment)/proceeds of short term loans from bankers	(5,523)	(8,776)	10,329	(2,634)
Proceeds/(repayment) of finance leasing obligations	(4)	11	2	7
Net cash used in from financing activities	(5,512)	(8,703)	(63)	(8,799)
Net increase/(decrease) in cash and cash equivalents	(3,838)	(5,214)	(21,918)	(3,402)
Cash and cash equivalents at beginning of period	48,821	31,174	66,901	29,362
Cash and cash equivalents at end of period	44,983	25,960	44,983	25,960

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	Share capital	Share premium	Revenue Reserve	Other reserves	Translation reserve	Minority Interest	Total Equity
S\$'000							
At 1 January 2006	16,491	68,548	3,439	817	(1,923)	13	87,385
Transfer to share capital	68,548	(68,548)	-	-	-	-	-
Foreign currency translation differences	-	-	-	-	(3,060)	-	(3,060)
Net fair value changes of cashflow hedges	-	-	-	1,081	-	-	1,081
Net profit for the period	-	-	13,107	-	-	(13)	13,094
Dividend for 2005 declared and paid	-	-	(8,321)	-	-	-	(8,321)
Transfer from Other Reserves-on exercise of share options	473	-	-	(473)	-	-	-
Issuance of ordinary share for cash	2,086	-	-	-	-	-	2,086
At 30 June 2006	87,598	-	8,225	1,425	(4,983)	-	92,265
Foreign currency translation differences	-	-	-	-	487	-	487
Net fair value changes of cashflow hedges	-	-	-	127	-	-	127
Net profit for the period	-	-	8,013	-	-	-	8,013
Transfer from Other Reserves-on exercise of share options	17	-	-	(17)	-	-	-
Issuance of ordinary share for cash	62	-	-	-	-	-	62
At 30 September 2006	87,677	-	16,238	1,535	(4,496)	-	100,954
At 1 January 2007	88,412	-	24,241	1,189	(5,455)	13	108,400
Foreign currency translation differences	-	-	-	-	1,384	-	1,384
Hedging of net investment	-	-	-	-	78	-	78
Net profit for the period	-	-	19,109	-	-	(10)	19,099
Dividend for 2006 declared and paid	-	-	(11,755)	-	-	-	(11,755)
Transfer from Other Reserves-on exercise of share options	518	-	-	(518)	-	-	-
Cancellation of employee share options	-	-	-	(5)	-	-	(5)
Issuance of ordinary share for cash	1,346	-	-	-	-	-	1,346
At 30 June 2007	90,276	-	31,595	666	(3,993)	3	118,547
Foreign currency translation differences	-	-	-	-	(2,374)	-	(2,374)
Hedging of net investment	-	-	-	-	(40)	-	(40)
Net profit for the period	-	-	11,388	-	-	(3)	11,385
Issuance of ordinary share for cash	15	-	-	-	-	-	15
At 30 September 2007	90,291	-	42,983	666	(6,407)	-	127,533

Company	Share capital	Share premium	Revenue Reserve	Other reserves	Translation reserve	Total Equity
S\$'000						
At 1 January 2006	16,491	68,548	6,212	817	(10)	92,058
Transfer to share capital	68,548	(68,548)	–	–	–	–
Foreign currency translation differences	–	–	–	–	34	34
Net fair value changes of cashflow hedges	–	–	–	1,081	–	1,081
Net profit for the period	–	–	3,225	–	–	3,225
Dividend for 2005 declared and paid	–	–	(8,321)	–	–	(8,321)
Transfer from Other Reserves-on exercise of share options	473	–	–	(473)	–	–
Issuance of ordinary share for cash	2,086	–	–	–	–	2,086
At 30 June 2006	87,598	–	1,116	1,425	24	90,163
Foreign currency translation differences	–	–	–	–	(5)	(5)
Net fair value changes of cashflow hedges	–	–	–	127	–	127
Net profit for the period	–	–	465	–	–	465
Transfer from Other Reserves-on exercise of share options	17	–	–	(17)	–	–
Issuance of ordinary share for cash	62	–	–	–	–	62
At 30 September 2006	87,677	–	1,581	1,535	19	90,812
At 1 January 2007	88,412	–	9,702	1,189	34	99,337
Foreign currency translation differences	–	–	–	–	(32)	(32)
Net profit for the period	–	–	2,056	–	–	2,056
Dividend for 2006 declared and paid	–	–	(11,755)	–	–	(11,755)
Transfer from Other Reserves-on exercise of share options	518	–	–	(518)	–	–
Cancellation of employee share options	–	–	–	(5)	–	(5)
Issuance of ordinary share for cash	1,346	–	–	–	–	1,346
At 30 June 2007	90,276	–	3	666	2	90,947
Foreign currency translation differences	–	–	–	–	14	14
Net profit for the period	–	–	645	–	–	645
Issuance of ordinary share for cash	15	–	–	–	–	15
At 30 September 2007	90,291	–	648	666	16	91,621

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 at the end of the current financial period reported on and as at the end of the immediately preceding financial year.

During 3Q 2007, there was an issue of 75,000 ordinary shares in the capital of the Company arising from the exercise of options to subscribe for 75,000 of ordinary shares in the capital of the Company under the CSE Global Limited Executives' Share Option Scheme .

On 4 May 2007, there was an issue of 167,931,445 bonus shares in the capital of the Company on the basis of one (1) bonus share for every two (2) existing ordinary shares in the capital of the Company held by the shareholders of the Company, fractional entitlements have been disregarded.

Other than the above mentioned, 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 September 2007, there were unexercised options for 4,494,000 (31 December 2006 : 8,281,500) and 68,250 (31 December 2006: 313,500) of unissued ordinary shares in the capital of the Company under the CSE Global Limited Executives' Share Option Scheme and the CSE (U.S. Subsidiaries) Incentive Stock Option Plan respectively.

***(The total number of unexercised share options for the period ended 30 September 2007 and 31 December 2006 mentioned above have been adjusted for the bonus issue impact of one (1) bonus shares for every two (2) unexercised shares option)*

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

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 2006.

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 period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:-

	3Q 2007	3Q 2006	9M 2007	9M 2006
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	2.25	*1.60	6.04	*4.23
(b) On a fully diluted basis (detailing any adjustments made to the earnings).	2.23	*1.59	5.99	*4.19

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	506,576,102	501,248,861	502,652,861	494,719,361
Weighted average number of shares issued during the period	47,283	70,181	1,905,971	4,397,854
Adjusted weighted average number of shares	506,623,385	501,319,042	504,558,832	499,117,215

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	506,623,385	501,319,042	504,558,832	499,117,215
Weighted average number of unissued shares under share options adjusted for bonus issue	4,612,967	6,667,310	6,669,768	8,869,137
Number of shares that would have been issued at fair value under share options	(1,300,389)	(2,892,791)	(1,712,964)	(4,155,548)
Adjusted weighted average number of shares	509,935,963	505,093,561	509,515,636	503,830,804

**Weighted average number of shares issued during the period and weighted average number of share outstanding during the period have been adjusted for the bonus issue as described in Note 1(d) (ii), the earnings per ordinary share of the Group has been computed based on adjusted issued share capital in accordance with FRS33.*

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:-

	30 September 2007		31 December 2006	
	Group	Company	Group	Company
Net asset value per ordinary share based on existing issued share capital (in cents)	25.17	18.08	*21.56	*19.76

**For comparative purpose, the net asset value per ordinary share as at 31 December 2006 have been computed based on issued share capital of 502,652,861 ordinary shares which have been adjusted for bonus issue as described in Note 1(d)(ii) above.*

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group' business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review of Performance

The Group recorded a record quarter profit of \$11.4 million for 3Q 2007. The profit after tax increased by \$3.4 million (42.1%) from \$8.0 million in 3Q 2006. The Group's achieved a profit of \$30.5 million for the nine months of the current financial year which is higher than the profit of \$29.1 million for the last financial year. Revenue for the quarter was \$109.1 million, an increase of \$13.0 million (13.5%) from \$96.1 million in 3Q 2006.

The Group continued to enjoy high levels of activities in the Gulf of Mexico, United Kingdom, Europe/Middle East/Africa and Australia in 9M 2007. In Asia-Pacific, the Group recorded a reduction in both revenue and profit after tax in 3Q 2007 as it had accounted for a major project in China in 3Q 2006. In the Americas, the Group improved the net margin to 8.9% in 9M 2007 from 7.8% in 9M 2006 through the delivery of higher labour contents projects. In the Europe/Middle East/Africa regions, the Group had built on its previous success and achieved a year-on-year growth of 79.2% and 92.7% in 9M 2007 revenue and profit after tax respectively. The newly acquired subsidiaries, CSE-Scomag Ltd, United Kingdom and Techno Trade SA, Belgium also contributed to the growth in the Europe /Middle East/Africa regions and the increase in interest expenses.

Performance of Geographical Segments

S\$'000	3Q 2007	3Q 2006	Variance %	9M 2007	9M 2006	Variance %
Revenue						
Asia-Pacific	21,209	37,579	-43.6%	70,741	76,629	-7.7%
The Americas	41,202	41,200	0%	116,790	117,415	-0.5%
Europe/Middle East/Africa	46,700	17,362	169.0%	101,184	56,472	79.2%
Group	109,111	96,141	13.5%	288,715	250,516	15.2%
Profit after tax, amortisation and minority interest						
Asia-Pacific	1,481	2,472	-40.1%	6,295	4,778	31.7%
The Americas	3,578	3,484	2.7%	10,418	9,190	13.4%
Europe/Middle East/Africa	6,329	2,057	N.M.	13,783	7,152	92.7%
Group	11,388	8,013	42.1%	30,496	21,120	44.4%

For 3Q 2007, the geographical regions of Asia-Pacific, The Americas and Europe/Middle East/Africa contributed 19.4%,37.8% and 42.8% to revenue and 13.0%, 31.4% and 55.6% to profit after tax and minority interest respectively.

Performance of Business Segments

S\$'000	3Q 2007	3Q 2006	Variance %	9M 2007	9M 2006	Variance %
Revenue						
Industrial	109,111	96,141	13.5%	288,715	250,516	15.2%
IT Consulting	-	-	-	-	-	-
Group	109,111	96,141	13.5%	288,715	250,516	15.2%
Profit after tax, amortisation and minority interest						
Industrial	11,050	7,800	41.7%	29,468	20,331	44.9%
IT Consulting	338	213	58%	1,028	789	30.2%
Group	11,388	8,013	42.1%	30,496	21,120	44.4%

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

Liquidity and Capital Resources

CSE generated an operational cash inflow of \$6.7 million and \$16.0 million in 3Q 2007 and 9M 2007 respectively. At the end of the period, CSE's net gearing was 0.49 times.

Orders

\$'000	Industrial Business
Outstanding orders b/f from 2Q 2007	335,507
Q3 2007 order book in	109,171
Q3 2007 sales	(109,111)
Outstanding orders c/f to 4Q 2007	335,567

In 3Q 2007, CSE received \$109.1 million new orders, bringing the total new orders received for 9M 2007 to \$318.8 million and the outstanding orders as at end of 3Q 2007 was \$335.6 million (\$335.5 million at end of 2Q 2007).

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 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 its business environment to remain competitive in its existing markets. The high level of activities in its existing markets continue to provide CSE a base load of small Greenfield projects (new facilities with value less than S\$5m per project) and Brownfield projects (services, maintenance, enhancement, technology refreshment of existing facilities) as well as the opportunity to target large projects (value more than S\$5m per project).

Taking into account the outstanding orders as at end of 3Q2007 of \$335.6 million and the outlook for its existing markets, CSE is confident that its performance for 4Q2007 will be better than 4Q2006 and has strong outstanding orders going into FY2008.

11. If a decision regarding dividend has been made:-

(a) Whether an interim ordinary dividend has been declared (recommended); and

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

(b)(i) Amount per share cents / (rate %).

Not applicable

(b)(ii) Previous corresponding period cents / (rate %).

Not applicable

(c) Whether the dividend is before, net of tax or tax-exempt. If before tax or net of tax, state the tax rate and country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable

Not applicable.

(d) The date on which Registrable Transfers received by the company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

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.

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 business or geographical segments.

Not applicable.

15. A breakdown of sales as follows:-

S\$'000	Group			
	2007	2006	Variance	Variance (%)
Turnover report for first half of the year	179,604	154,375	25,229	16.3%
Profit/(Loss) before tax reported for the first half of the year	26,270	18,251	8,019	43.9%
Turnover report for second half of the year	Not applicable	Not applicable.	Not applicable.	Not applicable.
Profit/(Loss) before tax reported for the second half of the year	Not applicable	Not applicable.	Not applicable.	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 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 Third Quarter ended 30 September, 2007 financial results to be false or misleading.

By order of the Board

Tan San-Ju
Company Secretary

14 November 2007