Ntegrator International Limited
(Co. Reg. No: 199904281D)

HALF YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 30 JUNE 2007

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF HALF YEAR RESULTS

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

Group Income Statement for HY 2007 and HY 2006. These figures have not been audited.

	Group		
	$'000		%
	HY2007	**HY2006**	Increase/ (Decrease)
Revenue	13,840	8,122	70.4%
Other income	8	188	(95.7%)
Accretion of income on bills receivables	388	300	29.3%
Changes in stocks and contract work-in-progress	192	4,039	(95.2%)
Equipment and consumables used	(9,350)	(8,987)	4.0%
Freight costs	(277)	(170)	62.9%
Commission and consultancy expenses	(261)	(329)	(20.7%)
Staff costs	(2,657)	(2,291)	16.0
Depreciation of plant and equipment and Amortisation	(211)	(128)	64.8%
Foreign exchange translation (loss)/gain, net	32	(363)	108.8%
Interest expense	(117)	(82)	42.7%
Other operating expenses	(743)	(1,040)	(28.6%)
	(12,996)	(8,863)	46.6%
Profit before income tax	844	(741)	213.9%
Income tax	(259)	(50)	418.0%
Net profit for the period	585	(791)	174.0%
Attributable to:			
Shareholders of the Company	622	(745)	
Minority interests	(37)	(46)	
Net profit for the period	585	(791)	

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	
	30.6.2007	31.12.2006
	$'000	$'000
Non-current assets		
Plant and equipment	428	503
Intangible assets	796	802
Deferred tax assets	44	42
Trade receivables	3,234	6,975
	4,502	8,322
Current assets		
Stocks	3,113	2,626
Contract work-in-progress	3,422	3,946
Trade receivables	23,817	16,471
Other receivables	1,183	801
Cash and cash equivalents	2,381	1,532
	33,916	25,376
Current liabilities		
Contract work-in-progress	6	235
Trade payables	17,365	15,899
Other payables	388	419
Deferred revenue	193	149
Finance lease liabilities	4	4
Interest bearing loans and borrowings	3,985	1,024
Income tax payable	301	364
	22,242	18,094
Net current assets	11,674	7,282
Non-current liabilities		
Finance lease liabilities	22	24
Deferred tax liabilities	59	59
Interest bearing loans and borrowings	771	-
	852	83
Net assets	15,324	15,521
Equity		
Issued share capital	9,379	9,379
Employee share option reserve	41	41
Foreign currency translation reserve	(15)	(26)
Retained profits	5,593	5,846
	14,998	15,240
Minority interests	326	281
Total equity and minority interest	15,324	15,521

	Company	
	30.6.2007	31.12.2006
	$'000	$'000
Non-current assets		
Investments in subsidiaries	6,000	6,000
Current assets		
Other receivables	2,940	3,757
Loan to a subsidiary	1,322	2,510
Cash and cash equivalents	12	11
	4,274	6,278
Current liabilities		
Trade payables	-	53
Other payables	65	278
	65	331
Net current assets	4,209	5,947
Net assets	10,209	11,947
Equity		
Issued share capital	9,379	9,379
Employee share option reserve	41	41
Retained profits	789	2,527
Total equity	10,209	11,947

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

As at 30 June 2007, our bank borrowings stood at $4.7 million. The borrowings are mainly for the operation, working capital and project financing of a project in Myanmar for the Group. The borrowings bear interest of 5.25 to 12.5 per cent per annum and are repayable as and when they are due.

As at 30 June 2007, our outstanding finance lease liabilities amounted to S$26,000.

Amount repayable in one year or less, or on demand

As at 30.6.2007		As at 31.12.2006	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
-	3,989	-	1,024

Amount repayable after one year

As at 30.6.2007		As at 31.12.2006	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
-	793	-	-

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

	Group $'000	
	HY2007	**HY2006**
Cash flow from operating activities:		
Profit / (Loss) before income tax	844	(741)
Adjustments for:		
Depreciation of plant and equipment	211	128
Loss on Disposal of Fixed Assets	2	-
Interest expense	117	82
Interest income	(2)	(24)
Accretion of income on bills receivables	(388)	(300)
Foreign currency translation differences	17	164
	801	(691)
Increase in stocks and contract work-in-progress	(192)	(4,039)
Increase in trade and other receivables	(3,599)	5,099
Increase in trade and other payables	1,479	(2,536)
Cash generated used in operations	(1,511)	(2,167)
Interest received	2	24
Interest paid	(117)	(82)
Income tax paid	(324)	(379)
Net cashflows used in operating activities	(1,950)	(2,064)
Cash flow from investing activities:		
Purchase of plant and equipment	(102)	(344)
Payment of intangible assets	(28)	-
Net cashflows used in investing activities	(130)	(344)
Cash flow from financing activities:		
Net proceeds of loan from financial institution	2,037	2,064
Repayment of finance leases	(2)	(2)
Decrease/(increase) in fixed deposits pledged with financial institutions	-	(42)
Payments for deferred expenditure	-	86
Dividend paid	(801)	(1,201)
Net cash flows from/(used in) financing activities	1,234	905
Net decrease in cash and cash equivalents	(846)	(2,043)
Cash and cash equivalents at beginning of period	538	3,437
Cash and cash equivalents at end of period	(308)	1,395

For the purpose of consolidated cash flow statement, cash and cash equivalents comprise the following as at 30 June :

Cash and cash equivalents	HY 2007	HY 2006
	$'000	$'000
Unrestricted cash and short-term deposits	2,381	3,003
Bank overdrafts	(2,689)	(1,608)
	(308)	1,395

The Group currently has sufficient unutilized financing facilities from financial institutions including invoice financing, trade facilities, term loan and bank overdrafts.

The Group's objective is to maintain a balance between continuing of funding and flexibility through the use of bank overdrafts, bank loans and finance leases.

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

Group	Issued share capital	Share premium	Employee Share Options Reserve	Foreign currency translation reserve	Retained profits	Equity attributable to shareholders of the Company	Minority interests	Total Equity
	$'000	$'000	$'000	$'000	$'000	$'000	$'000	$'000
Balance as at 31 December 2005 and 1 January 2006	8,009	1,370	-	(24)	5,311	14,666	198	14,864
Adoption of Companies (Amendment) Act 2005	1,370	(1,370)	-	-	-	-	-	-
Share Option Reserve	-	-	41	-	-	41	-	41
Dividend paid	-	-	-	-	(1,201)	(1,201)	-	(1,201)
Net Profit for the financial year	-	-	-	(2)	1,736	1,735	83	1,818
Balance as at 31 December 2006	9,379	-	41	(26)	5,846	15,240	281	15,521
Dividend Paid	-	-	-	-	(801)	(801)	-	(801)
Net Profit for the financial period	-	-	-	11	548	559	45	604
Balance as at 30 June 2007	9,379	-	41	(15)	5,593	14,998	326	15,324

Company	Issued share capital	Share premium	Employee share option reserve	Retained profits	Equity attributable to shareholders of the Company
	$'000	$'000	$'000	$'000	$'000
Balance as at 31 December 2005 and 1 January 2006	8,009	1,370	-	2,727	12,106
Adoption of Companies (Amendment) Act 2005	1,370	(1,370)	-	-	-
Share Option Expenses	-	-	41	-	41
Dividend paid	-	-	-	(1,201)	(1,201)
Net profit for the financial year	-	-	-	1,001	1,001
Balance as at 31 December 2006	9,379	-	41	2,527	11,947
Dividend paid	-	-	-	(801)	(801)
Net loss for the financial period	-	-	-	(937)	(937)
Balance as at 30 June 2007	9,379	-	41	789	10,209

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 corresponding period of the immediately preceding financial year.

Details of changes in issued and paid-up capital since 31 December 2006 are as follows:-

	Number of Shares	$	Note
Issued and fully paid as at 31 December 2006	80,088,586	9,378,885.82	
Issued and fully paid as at 30 June 2007	80,088,586	9,378,885.82	(a)

Note:

(a) There are no changes of the paid-up capital since 31 December 2006

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

The figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a 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 as in the Group's most recently audited financial statements for the financial year ended 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 financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group	
	HY2007	HY2006
(Loss) / Earnings per ordinary share		
Based on weighted average number of ordinary shares on issue (cents)	0.73	(0.93)
Weighted average number of ordinary shares	80,088,586	80,088,586

There were no diluted EPS.

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:
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group	
	30 June 2007	31 December 2006
Net asset value per ordinary share (cents) based on issued share capital at the end of:	18.37	18.89
No. of shares used in computation of net assets per share	83,436,586	82,149,692

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

Group Revenue	$'000	$'000	%
	HY 2007	HY 2006	Increase/ (Decrease)
Network Infrastructure Projects	11,312	5,651	100.2%
Voice Communications Systems	1,663	1,580	5.3%
Project Management and Maintenance Services	864	891	(3.0%)
Total Group	13,839	8,122	70.4%

Gross Profit	$'000	$'000	%
	HY 2007	HY 2006	Increase/ (Decrease)
Network Infrastructure Projects	2,241	1,820	23.1%
Voice Communications Systems	1,319	328	302.1%
Project Management and Maintenance Services	584	527	10.8%
Total Group	4,144	2,675	54.9%

a. Overview

Group Revenue for HY 2007 was $13.8 million, an increase of 70.4% over that of the previous corresponding period of $8.1 million.

b. Revenue

Network Infrastructure Projects recorded an increase of 100.2% in revenue to $11.3 million from the previous corresponding period of $5.7 million. This mainly attributed to the completion of some major projects in Vietnam, Myanmar and Singapore.

Voice Communication Systems recorded a marginal increase of 5.3 % in revenue to $1.7 million from the previous corresponding period of $1.6 million.

Project Management and Maintenance services recorded a slight decrease of 3.0 % in revenue to $0.9. The revenue stream for this segment of business remains to be constant.

c. Profitability

Gross profit for Network Infrastructure Projects increased by 23.1% to $2.2 million while gross profit for Voice Communication Systems increased by 302.1 % to $ 1.3 million. This mainly attributable to the completion of some major projects in Vietnam, Myanmar and Singapore for the Network Infrastructure while for Voice Communications Systems, the increase is mainly due to the services we provide in our subsidiary in Thailand. The Changes in stocks and work-in-progress is mainly due to the completion of projects which is carried forward from the previous financial year. The increased in Equipment and consumables used and freight costs are in line with the increased of revenue.

Overall overhead decreased by 5.3% to $3.7 million from the previous corresponding period of $3.9 million. Staff costs had increased by 16.0% to $2.7 million from the corresponding period of $2.3 million. The increase in staff costs are mainly due to expansion of manpower to cater for the growth in the region. Finance cost had increased by 42.7% to $0.12 million from the previous corresponding period of $82,000. In addition, depreciation of plant and equipment and amortization had increased by 64.8% to $0.2 million from $0.1 million from the previous year. These increases in overheads however are compensated by the saving in operating expenses and a favourable foreign currencies exchange gain. The saving in other operating expenses are mainly due to saving in advertisement, marketing, seminar and trade fair.

d. Balance Sheet

Long Term Trade Receivables decreased due to the collection of term bills from Myanmar. The amounts due from the Long Term Trade Receivables are under irrevocable letter of credit.

Stock increases mainly due to bulk purchase of equipment for a better discount which is due for delivery in the second half of the year.

Trade receivables and payables increase are mainly due projects completed in the first half of the financial year which is not due for collection.

Current and Long Term Interest bearing loans and borrowings increase are mainly due to the borrowings are for some of the projects under project financing which is financed by one of the financial institution.

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

Not applicable

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

Business conditions are expected to remain positive, though challenging, in the current financial year. The Group has taken steps to face this challenge. The priority for us will be to continue our focus on the key markets we are in and to use our best effort to ensure the timely completion of projects. Growth in these key markets is expected to remain steady in the next half year.

The outstanding order book as at 30 June 2007 stood at $42.1 million, the majority of which is expected to be completed in FY 2007. Barring any unforeseen circumstances, the Group is expected to be profitable for the year.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Not applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Not applicable

(c) Date payable

Not applicable

(d) Books 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.

Not applicable

14. In the 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.

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. Interest Persons Transactions

Not applicable

18. Use of IPO Proceeds

As at 30 June 2007, we have used $2.4 million from our IPO proceeds and a balance of $0.87 million which is illustrated below:-

Items	S$'000	S$'000
Gross Proceed	**4,623**	
IPO Expenses	**(1,359)**	
Net IPO Proceeds		**3,264**
Application of IPO Proceeds to the Group		
1. Local and Overseas Operations		
Increase in investment in Ntegrator Malaysia	(199)	
Increase in investment in Ntegrator Thailand	(130)	
Increase in staff strength for expansion	(704)	
Renovation of additional office space	(138)	
Purchase of office equipment and demo equipment	(358)	
Research & development	(173)	
	(1,702)	
2. Finance Acquisition, strategic Partnerships and Joint Ventures		
Expenses used in feasibility study on the potential of overseas & local investment	(127)	
	(127)	
3. Working Capital		
Increase in Rep office, marketing expenses, overseas traveling including trade fair etc.	(495)	
Deposit & rental for additional office space	(67)	
	(562)	
Total Application of Proceeds		(2,391)
Balance of IPO Proceeds		873

We have used approximately of $1.7 million instead of $2.0 million from the IPO proceeds for the expansion of our local and overseas operations through the increase of staff strength, enlarging our existing office premises and purchasing or upgrading of demonstration and office equipment. The balancing is used as general working capital for our Group.

We have used approximately of $0.13 million for the feasibility studies for opportunity of acquisition, strategic partnerships and/or joint ventures.

BY ORDER OF THE BOARD

Jimmy Chang Joo Whut
Managing Director
7 August 2007

NTEGRATOR INTERNATIONAL LIMITED

Statement Pursuant to Rule 705(4) of the Listing Manual of the Singapore Exchange Securities Trading Limited

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results of Ntegrator International Limited for the half year ended 30 June 2007, to be false or misleading in any material aspect.

On Behalf of the Board of Directors

Chang Joo Whut Managing Director	Han Meng Siew Deputy Chairman