

THIRD QUARTER FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 AUGUST 2007

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF THIRD QUARTER 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 the 9 months ended 31st August 2007. These figures have not been audited.

In USD'000	Group		
	US\$		%
	Unaudited Nine months ended		Increase/ (Decrease)
	31/8/2007	31/8/2006	
Revenue	34,756	41,530	(16.3)
Cost of sales	(30,430)	(32,265)	(5.7)
Gross profit	4,326	9,265	(53.3)
Other income	446	98	>100.0
Selling and distribution expenses	(189)	(285)	(33.7)
General and administrative expenses	(1,803)	(1,190)	51.5
Other expenses	(60)	(91)	(34.1)
Profit from operations	2,720	7,797	(65.1)
Finance costs	(117)	(187)	(37.4)
Profit before tax	2,603	7,610	(65.8)
Income tax	(366)	(88)	>100.0
Net profit for the financial period attributable to equity holders of the parent	2,237	7,522	(70.3)

Note:

Profit from ordinary activities is stated after charging/(crediting):

	Group	
	US\$	
In USD'000	Unaudited	
	Nine months ended	
	31/8/2007	31/8/2006
Depreciation of property, plant and equipment	214	203
Exchange loss, net	43	30
Research and development expenses	42	31
Rental expenses	166	82
Machinery rental expenses	346	395
Interest expense	117	187
Interest income	(443)	(56)
Derivative financial instruments:		
- Net losses on derivative financial instruments	501	-
- Net gains on hedged inventories	(476)	-
Management service fees charged to a related party	-	(19)

Breakdown of other income

	Group	
	US\$	
In USD'000	Unaudited	
	Nine months ended	
	31/8/2007	31/8/2006
Management service fees charged to a related party	-	19
Interest income	443	56
Subsidies income	4	-
Derivative financial instruments:		
- Net losses on derivative financial instruments	(501)	-
- Net gains on hedged inventories	476	-
Others	24	23
Total other income	446	98

Breakdown of other expenses

	Group	
	US\$	
In USD'000	Unaudited	
	Nine months ended	
	31/8/2007	31/8/2006
Exchange loss, net	43	30
Others	17	61
Total other expenses	60	91

Group Income Statement for the 3rd quarter ended 31st August 2007. These figures have not been audited.

In USD'000	Group		
	US\$		%
	Unaudited 3 rd quarter ended		Increase/ (Decrease)
	31/8/2007	31/8/2006	
Revenue	7,904	19,631	(59.7)
Cost of sales	(7,010)	(15,553)	(54.9)
Gross profit	894	4,078	(78.1)
Other income	89	31	>100.0
Selling and distribution expenses	(57)	(57)	-
General and administrative expenses	(487)	(444)	9.7
Other expenses	(4)	(46)	(91.3)
Profit from operations	435	3,562	(87.8)
Finance costs	(34)	(67)	(49.3)
Profit before tax	401	3,495	(88.5)
Income tax	(102)	(15)	>100.0
Net profit for the financial period attributable to equity holders of the parent	299	3,480	(91.4)

Note:

Profit from ordinary activities is stated after charging/(crediting):

	Group	
	US\$	
In USD'000	Unaudited 3rd quarter ended	
	31/8/2007	31/8/2006
Depreciation of property, plant and equipment	104	88
Exchange loss, net	2	46
Research and development expenses	12	6
Rental expenses	32	28
Machinery rental expenses	96	126
Interest expense	34	67
Interest income	(114)	(27)
Derivative financial instruments:		
- Net losses on derivative financial instruments	501	-
- Net gains on hedged inventories	(476)	-
Management service fees charged to a related party	-	(1)

Breakdown of other income

	Group	
	US\$	
In USD'000	Unaudited 3rd quarter ended	
	31/8/2007	31/8/2006
Management service fees charged to a related party	-	1
Interest income	114	27
Derivative financial instruments:		
- Net losses on derivative financial instruments	(501)	-
- Net gains on hedged inventories	476	-
Others	-	3
Total other income	89	31

Breakdown of other expenses

	Group	
	US\$	
In USD'000	Unaudited 3rd quarter ended	
	31/8/2007	31/8/2006
Exchange loss, net	2	46
Others	2	-
Total other expenses	4	46

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.

In USD'000	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	31/8/2007	30/11/2006	31/8/2007	30/11/2006
	US\$	US\$	US\$	US\$
Non-current assets				
Property, plant and equipment	1,501	1,495	90	57
Goodwill on consolidation	29	29	-	-
Investments in subsidiary companies	-	-	8,438	4,003
	1,530	1,524	8,528	4,060
Current assets				
Cash on hand and at bank	12,347	7,459	8,726	3,570
Trade and notes receivables	755	3,008	-	389
Other receivables and prepayments	6,685	2,451	6,768	10,214
Tax recoverable	291	-	-	-
Inventories	23,195	10,852	10,606	659
Derivative financial instruments	139	-	-	-
	43,412	23,770	26,100	14,832
Current liabilities				
Trade payables	1,938	1,867	3	780
Other payables	785	6,131	260	5,043
Derivative financial instruments	402	-	-	-
Tax payable	43	10	-	10
	3,168	8,008	263	5,833
Net current assets	40,244	15,762	25,837	8,999
Non-current liability				
Deferred tax liability	(34)	(34)	(4)	(4)
Net Assets	41,740	17,252	34,361	13,055
Equity				
Share capital	29,524	7,698	29,524	7,698
Reserves	12,216	9,554	4,837	5,357
	41,740	17,252	34,361	13,055

1(b)(ii) Aggregate amount of group's borrowings and debt securities.-**Amount repayable in one year or less, or on demand**

As at 31/8/2007		As at 30/11/2006	
Secured	Unsecured	Secured	Unsecured
US\$	US\$	US\$	US\$
-	-	-	-

Amount repayable after one year

As at 31/8/2007		As at 30/11/2006	
Secured	Unsecured	Secured	Unsecured
US\$	US\$	US\$	US\$
-	-	-	-

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.

In USD'000	Group	
	US\$	
	Unaudited 3 rd quarter ended	
	31/8/2007	31/8/2006
Cash flows from operating activities		
Profit before tax	401	3,495
Adjustments for:		
Depreciation of property, plant and equipment	104	88
Derivative financial instruments:		
- Net losses on derivative financial instruments	501	-
- Net gains on hedged inventories	(476)	-
Interest income	(114)	(27)
Interest expense	34	67
Foreign currency translation	(269)	204
Operating cash flow before working capital changes	181	3,827
Decrease / (increase) in trade and notes receivables	2,333	(1,220)
(Increase) / decrease in other receivables and prepayments	(2,110)	252
(Increase) / decrease in inventories	(2,605)	3,154
Increase in trade payables	1,589	1,099
Increase / (decrease) in other payables	97	(1,693)
Cash flows (used in) / generated from operations	(515)	5,419
Income tax paid	(66)	(57)
Interest paid	(34)	(67)
Interest received	114	27
Net cash flows (used in) / from operating activities	(501)	5,322
Cash flows from investing activities		
Purchase of property, plant and equipment	(123)	(111)
Net cash flows used in investing activities	(123)	(111)
Cash flows from financing activities		
Proceeds from issuance of share capital	23	-
Payment of dividend to shareholders	(4,000)	(1,470)
Repayment of loans to bank	-	(2,290)
Net cash flows used in financing activities	(3,977)	(3,760)
Net (decrease) / increase in cash on hand and at bank	(4,601)	1,451
Cash on hand and at bank at beginning of 3rd quarter	16,948	1,761
Cash on hand and at bank at end of 3rd quarter	12,347	3,212

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	Share capital	Statutory reserve	Accumulated profits	Foreign currency translation reserve	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance at 1 June 2007	29,501	1,695	9,488	982	41,666
Proceeds of issuance of share capital	23	-	-	-	23
Net profit for the financial period	-	-	299	-	299
Currency translation difference arising from consolidation	-	-	-	(248)	(248)
Balance at 31 Aug 2007	29,524	1,695	9,787	734	41,740
Balance at 1 June 2006	2,198	1,027	6,758	55	10,038
Net profit for the financial period	-	-	3,480	-	3,480
Balance at 31 Aug 2006	2,198	1,027	10,238	55	13,518
Company	Share capital	Accumulated profits	Total		
	US\$'000	US\$'000	US\$'000		
Balance at 1 June 2007	29,501	5,224	34,725		
Proceeds of issuance of share capital	23	-	23		
Net loss for the financial period	-	(387)	(387)		
Balance at 31 Aug 2007	29,524	4,837	34,361		
Balance at 1 June 2006	2,198	2,265	4,463		
Net loss for the financial period	-	(134)	(134)		
Balance at 31 Aug 2006	2,198	2,131	4,329		

- 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.

	Number of shares ('000)	Issued share capital US\$'000
Paid up ordinary shares as at 30.11.05	3,629	2,198
Increase of ordinary shares due to share split	212,075	-
Conversion of loans into ordinary shares	52,428	5,500
Issued and paid-up share capital as at 30.11.06	268,132	7,698
Issued and paid-up share capital in connection with Initial Public Offering, net	100,000	21,803
Balance as at 31.5.07	368,132	29,501
Proceeds of issuance of share capital	-	23
Balance as at 31.8.07	368,132	29,524

No changes in the Company's share capital since the end of the previous period reported on.

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

These figures have neither been audited nor reviewed by the Company's auditors.

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 in the financial statements for the current reporting period as those of the recently audited financial statements for the financial year ended 30 November 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.

There are no changes in accounting policies and methods of computation.

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	
	For 3rd quarter ended	
	31.8.2007	31.8.2006
Earnings per ordinary share of the group, after deducting any provision for preference dividends (in US cents):		
(a) Based on weighted average number of ordinary shares on issue; and	0.08	1.60
Weighted average number of ordinary shares for basic earnings per share computation	368,132,396	217,769,220
(b) On a fully diluted basis	Not applicable	1.30
Weighted average number of ordinary shares adjusted for the effect for dilution	Not applicable	268,132,396

** Diluted earnings per ordinary shares for the above period have not been calculated as no diluting events existed during these periods.*

	Group	
	For 9 months ended	
	31.8.2007	31.8.2006
Earnings per ordinary share of the group, after deducting any provision for preference dividends (in US cents):		
(a) Based on weighted average number of ordinary shares on issue; and	0.61	3.45
Weighted average number of ordinary shares for basic earnings per share computation	368,132,396	217,769,220
(b) On a fully diluted basis	Not applicable	2.81
Weighted average number of ordinary shares adjusted for the effect for dilution	Not applicable	268,132,396

** Diluted earnings per ordinary shares for the above period have not been calculated as no diluting events existed during these periods.*

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		Company	
	31.8.2007	30.11.2006	31.8.2007	30.11.2006
Net asset value per ordinary share based on issued share capital at the end of the respective periods (in US cents):	11.33	6.42	9.33	4.87
No. of ordinary shares used in computing net asset value	368,132,396	268,132,396	368,132,396	268,132,396

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.**

Review of the performance of the Group for the 3rd quarter ended 31.8.07

Revenue

The Group's total revenue decreased by approximately US\$11.7 million from US\$19.6 million in the 3rd quarter of FY2006 to US\$7.9 million in the 3rd quarter of FY2007. The decrease is due mainly to the following:

- (i) Compared to 10.5MT (metric tonne) of indium sold in the 3rd quarter of FY2006, no indium was sold in the 3rd quarter of FY2007 because the market price was too low and the Company decided not to sell at such low price; and
- (ii) A decline in the production of by-products in the 3rd quarter of FY2007 as Union Zinc underwent repair and maintenance work of its machinery equipments.

Net Profit Margin

The Group experienced a drop in net profit margin from 17.7% in the 3rd quarter of FY2006 to 3.8% in the 3rd quarter of FY2007, due to the following:

- a) The decline in gross profit margin of indium ingots from approximately 32.6% in the 3rd quarter of FY2006 to nil in the 3rd quarter of FY2007 was due mainly to:
 - (i) no indium was sold in the 3rd quarter of FY2007 due to the Company's decision not to sell indium at market price which was very low;
 - (ii) a decrease in the average market prices of indium (based on Metal Bulletin's average prices) during the financial period under review, from US\$769.0 per MT in the 3rd quarter of FY2006 to US\$710.0 in the 3rd quarter of FY2007;
 - (iii) the 15% export tariff levied by the government of the People's Republic of China ("PRC") on indium ingots with effect from 1 January 2007; and
 - (iv) the removal of 13% export tax rebate on indium ingots with effect from 14 September 2006.
- b) The decline in gross profit margin of by-products from 10.6% in the 3rd quarter of FY2006 to (0.4%) in the 3rd quarter of FY2007. The decline in gross profit margin of by-products was due mainly to a decline in the production of by-products in the 3rd quarter of FY2007 as Union Zinc underwent repair and maintenance work of its machinery equipments.

Other Income

Other income had increased by US\$58K from US\$31K in the 3rd quarter of FY2006 to US\$89K in the 3rd quarter of FY2007 and was due mainly to changes in fair value of derivative financial instruments and interest income earned from placement of overnight deposits with financial institution.

Operating Expenses

Selling and distribution expenses included transportation and travel expenses, salaries and wages and sales commissions to agents. The selling and distribution expenses remain unchanged for both 3rd quarter of FY2006 and FY2007 of US\$57K.

General and administrative expenses had increased by US\$0.1 million from US\$0.4 million in the 3rd quarter of FY2006 to US\$0.5 million in the 3rd quarter of FY2007 and was due mainly to higher director's fees and salary related expenses.

Profit After Tax

The Group's net profit after tax for the financial period under review decreased by US\$3.2 million from US\$3.5 million in the 3rd quarter of FY2006 to US\$0.3 million in the 3rd quarter of FY2007.

Review of the performance of the Group for the 9 months ended 31.8.07

Revenue

The Group's total revenue decreased by approximately US\$6.7 million from US\$41.5 million for the 9 months ended 31.8.06 to US\$34.8 million for the 9 months ended 31.8.07. The decrease is due mainly to (i) a decline in indium quantity sold during the financial period under review, from 20.3MT (metric tonne) for the 9 months ended 31.8.06 to 3.8MT for the 9 months ended 31.8.07; and (ii) a decrease in the average market prices of indium during the financial period under review, from US\$751.4 per MT for the 9 months ended 31.8.06 to US\$684.3 per MT for the 9 months ended 31.8.07.

The decrease in revenue contributed by indium ingots was partially offset by the growth in the sales of by-products as the Group has moved upstream to process zinc concentrate in order to secure a stable supply of indium slag and strip liquor for its production of its core products, indium ingots. As the market prices of zinc related products usually track those of zinc, the average selling prices of these by-products have also increased due to the significant increase in the average market price of zinc from US\$2,790.2 per MT for the 9 months ended 31.8.06 to US\$3,618.5 per MT for the 9 months ended 31.8.07.

Net Profit Margin

Compared to the financial period under review, the Group experienced a drop in net profit margin from 18.1% for the 9 months ended 31.8.06 to 6.4% for the 9 months ended 31.8.07 in general, due to the following:

The decline in gross profit margin of indium ingots from approximately 36.7% for the 9 months ended 31.8.06 to 31.7% for the 9 months ended 31.8.07 was due mainly to (i) the 15% export tariff levied by the government of the People's Republic of China ("PRC") on indium ingots with effect from 1 January 2007; (ii) the removal of 13% export tax rebate on indium ingots with effect from 14 September 2006; (iii) a decline in indium quantity sold during the financial period under review, from 20.3MT (metric tonne) for the 9 months ended 31.8.06 to 3.8MT for the 9 months ended 31.8.07; and (iv) a decrease in the average market prices of indium during the financial period under review, from US\$751.4 per MT for the 9 months ended 31.8.06 to US\$684.3 per MT for the 9 months ended 31.8.07.

The decrease in gross profit margin of by-products from 9.5% for the 9 months ended 31.8.06 to 8.9% for the 9 months ended 31.8.07 was due mainly to a decline in the production of by-products in the 3rd quarter of FY2007 as Union Zinc underwent repair and maintenance work of its machinery equipments.

Other Income

Other income increased by US\$0.3 million from US\$0.1 million for the 9 months ended 31.8.06 to US\$0.4 million for the 9 months ended 31.8.07 and was due mainly to changes in fair value of derivative financial instruments and interest incomes earned from placement of overnight deposits with financial institution.

Operating Expenses

Selling and distribution expenses included transportation and travel expenses, salaries and wages and sales commissions to agents. The selling and distribution expenses decreased by US\$0.1 million from US\$0.3 million for the 9 months ended 31.8.06 to US\$0.2 million for the 9 months ended 31.8.07. The decrease was due mainly to high transportation costs incurred in selling zinc ingots to 3rd party in the 1st half year of FY2006. Moving forward, our subsidiary Union Zinc no longer sells zinc ingots to 3rd parties but to our related party, Liuzhou Nonferrous Group. This resulted in cost savings by approximately US\$0.1 million for the 9 months ended 31.8.07.

General and administrative expenses had increased by US\$0.6 million from US\$1.2 million for the 9 months ended 31.8.06 to US\$1.8 million for the 9 months ended 31.8.07 and was due mainly to higher director's fees and salary related expenses.

Profit After Tax

As a result of the aforementioned factors, profit after tax decreased by US\$5.3 million from US\$7.5 million for the 9 months ended 31.8.06 to US\$2.2 million for the 9 months ended 31.8.07.

Financial Position

Non-Current Assets

The Group's property, plant and equipment increased by US\$6K to US\$1.5 million as at 31.8.07. The increase in property, plant and equipment represents the Group's acquisition of machinery and production equipments for approximately US\$220K, offset by depreciation charges of approximately US\$214K.

Current Assets

As at 31.08.07, the Group's current assets amounted to US\$43.4 million comprised of cash on hand and at bank of US\$12.3 million, trade and notes receivables of US\$0.8 million, other receivables and prepayments of US\$6.7 million, tax recoverable of US\$0.3 million, inventories of US\$23.2 million and derivative financial instruments of US\$0.1 million.

The increase of US\$4.8 million in cash and bank balances was due mainly to the Group's successful listing on the Singapore Exchange in January 2007. The decrease of US\$2.2 million in trade receivables and notes receivable was due to the lower sales made during the financial period under review. Other receivables and prepayments increased by US\$4.2 million due mainly to advance payment to supplier to secure more raw materials. Inventories increased by US\$12.3 million due to the higher inventory levels of finished goods and raw

materials held during the financial period under review in anticipation of the expected increase in production activities and increased indium inventory at warehouse.

Current Liabilities

The Group's current liabilities as at 31.08.07 comprised of trade payables of US\$1.9 million, other payables of US\$0.8 million, derivative financial instruments of US\$0.4 million and tax payable of US\$43K. Decrease in current liabilities was due mainly to the decrease in other payables by US\$5.3 million. The decrease in other payables was due mainly to payment of dividends to shareholders of US\$4.0 million.

Non-Current Liability

As at 31.08.07, non-current liability is made up of deferred tax liability of US\$34K.

Shareholders' Equity

Shareholders' equity increased by US\$24.5 million due mainly to the Group's successful listing on the Singapore Exchange in January 2007.

Cash Flow

There is an overall decrease of US\$4.6 million in cash and cash equivalents for the 3 months ended 31.8.07. Cash used in operating activities amounted to US\$0.5 million was due mainly to increase in inventories. This was due mainly to the (i) expansion of our Group's extraction process for indium slag and strip liquor, where our Group leased production lines for zinc ingots, zinc sheets and zinc sulphates; (ii) increased zinc prices for the 9 months ended 31.8.07; and (iii) increased indium inventory at warehouse. Net cash used in investing activities amounted to US\$0.1 million was mainly attributed to the purchase of property, plant and equipment. Net cash used in financing activities amounted to US\$4 million was due mainly to payment of dividends to shareholders.

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

None (No forecast or prospect statement has been previously disclosed to shareholders).

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.

Pursuant to a Notice by the People's Republic of China ("PRC") authorities on 23 May 2007, Guangxi Intai Technology Co., Ltd., a wholly-owned subsidiary of the Company is amongst the 18 PRC companies to qualify for a permit to export Indium. The export quota for Indium is subject to annual review and revision by the PRC authorities.

The PRC authorities had granted a total quantum of 120MT of Indium to be exported by these 18 qualified exporters in the second half of 2007. As the export quota granted to the Company is less than our Indium production capacity, we may have to sell part of the Indium products in the PRC and this may affect the results of the Group.

Prior to the announcement by the PRC authorities on export quota, the Company reviewed alternatives and strategies to ease the impact of the export quota on the Group, such as the maintenance of stock outside PRC. In this connection, sufficient Indium stock had already been stored in Hong Kong to meet external demand for the rest of the year.

On a separate issue, the Group has also included in its long term plan to explore the possibility of producing Indium products such as ITO (Indium-Tin-Oxide) which generate higher return. The Group is in the process of achieving this objective and will make the necessary announcement in due course.

11. Dividend

(a) Current Financial Period Reported On

None

(b) Corresponding Period of the Immediately Preceding Financial Year

None

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

No further dividend has been declared or recommended for the financial period ended 31 Aug 2007.

13. Interested Person Transactions

(In USD)

Name of Interested Person	For 3 rd quarter ended FY 2007	
	Aggregate value of all IPTs during the financial year under review [excluding transactions less than \$100,000 and transactions pursuant to the IPT Mandate (or a shareholders' mandate for IPTs under Rule 920 of the New Listing Manual)]	Aggregate value of all IPTs under the IPT Mandate (or a shareholders' mandate for IPTs under Rule 920 of the New Listing Manual) during the financial year under review (excluding transactions less than \$100,000)
a) Sales to LNG ⁽¹⁾	NIL	6,007,275 ⁽²⁾
b) Purchases from LNG	NIL	1,740,119
c) Rental paid to LNG	NIL	59,955
d) Processing fees to LNG	NIL	5,377

Note 1: LNG refers to Liuzhou Nonferrous Group

Note 2: Sales to LNG include sale of zinc sheets to LNG amounted to US\$5,985,376. According to the Company's undertaking to avoid conflict of interests, Union Zinc have to sell all zinc sheets it produces to LNG and LNG must purchase all zinc sheets from Union Zinc.

(In USD)

Name of Interested Person	For the 9 months ended 31.8.07	
	Aggregate value of all IPTs during the financial year under review [excluding transactions less than \$100,000 and transactions pursuant to the IPT Mandate (or a shareholders' mandate for IPTs under Rule 920 of the New Listing Manual)]	Aggregate value of all IPTs under the IPT Mandate (or a shareholders' mandate for IPTs under Rule 920 of the New Listing Manual) during the financial year under review (excluding transactions less than \$100,000)
a) Sales to LNG ⁽¹⁾	NIL	27,783,194 ⁽²⁾
b) Purchases from LNG	NIL	7,278,397
c) Rental paid to LNG	NIL	138,577
d) Processing fees to LNG	NIL	97,112

Note 1: LNG refers to Liuzhou Nonferrous Group

Note 2: Sales to LNG include sale of zinc sheets to LNG amounted to US\$25,666,746. According to the Company's undertaking to avoid conflict of interests, Union Zinc have to sell all zinc sheets it produces to LNG and LNG must purchase all zinc sheets from Union Zinc.

14. Negative Assurance Confirmation

We confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of Unionmet (Singapore) Limited which may render these interim financial results for the quarter ended 31 August 2007 to be false or misleading.

For and on behalf of the
Board of Directors of
UNIONMET (SINGAPORE) LIMITED

Chen Cong
Executive Director
11 October 2007

Meng Limin
Executive Director
11 October 2007

BY ORDER OF THE BOARD

Chen Cong
Executive Director & Chief Executive Officer
11 October 2007

Note: The initial public offering of Unionmet (Singapore) Limited was sponsored by Stirling Coleman Capital Limited who assumes no responsibility for the contents of this Announcement.