

[Print this page](#)**Second Quarter * Financial Statement And Dividend Announcement**

* Asterisks denote mandatory information


Name of Announcer *	YHI INTERNATIONAL LIMITED
Company Registration No.	200007455H
Announcement submitted on behalf of	YHI INTERNATIONAL LIMITED
Announcement is submitted with respect to *	YHI INTERNATIONAL LIMITED
Announcement is submitted by *	Yuen Sou Wei
Designation *	Executive Director
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>> Announcement Details

The details of the announcement start here ...

For the Financial Period Ended *	30-06-2007
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 [YHIQ2FY07ResultsFinal.pdf](#)
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YHI INTERNATIONAL LIMITED

Unaudited Second Quarter 2007 Financial Statement

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

1(a)(i) CONSOLIDATED INCOME STATEMENT (2Q FY2007 vs 2Q FY2006)

	Group 01/04/07- 30/06/07 S\$ '000	Group 01/04/06 - 30/06/06 S\$ '000	Incr/(Decr) %
Sales	108,502	101,930	6.4%
Cost of sales	(83,486)	(79,729)	4.7%
Gross profit	25,016	22,201	12.7%
Other gains	717	1,262	(43.2%)
Expenses			
- Distribution	(7,922)	(5,842)	35.6%
- Administrative	(9,054)	(8,655)	4.6%
- Finance	(1,140)	(713)	59.9%
Share of profit of associated companies (see * below)	659	5,390	(87.8%)
Profit before income tax	8,276	13,643	(39.3%)
Income tax expense	(1,544)	(1,970)	(21.6%)
Net profit	6,732	11,673	(42.3%)
Attributable to:			
Equity holders of the Company	6,405	10,967	(41.6%)
Minority interests	327	706	(53.7%)
	6,732	11,673	(42.3%)

NOTES TO CONSOLIDATED INCOME STATEMENT (2Q FY2007 vs 2Q FY2006)

	Group 01/04/07- 30/06/07 S\$ '000	Group 01/04/06 - 30/06/06 S\$ '000	Incr/(Decr) %
Interest income	109	95	14.7%
Interest on borrowings	(1,140)	(713)	59.9%
Depreciation	(2,390)	(1,589)	50.4%
(Allowance for)/Written back impairment of doubtful receivables and bad debts written off	(507)	147	(444.9%)
Written down of inventory	(703)	(458)	53.5%
Net foreign exchange loss	(32)	(85)	(62.4%)
*Share of profit of associated companies			
- Recognition of negative goodwill	-	5,390	NM
- Share of current period profit	659	-	NM
Gain on disposal of property, plant and equipment	67	1,104	(93.9%)

NM – Not meaningful

1(a)(ii) CONSOLIDATED INCOME STATEMENT (1H FY2007 vs 1H FY2006)

	Group 01/01/07- 30/06/07 S\$'000	Group 01/01/06- 30/06/06 S\$'000	Incr/(Decr) %
Sales	204,511	197,729	3.4%
Cost of sales	(158,360)	(152,746)	3.7%
Gross profit	46,151	44,983	2.6%
Other gains	958	1,355	(29.3%)
Expenses			
- Distribution	(14,739)	(13,076)	12.7%
- Administrative	(16,451)	(16,759)	(1.8%)
- Finance	(2,045)	(1,370)	49.3%
Share of profit of associated companies (see * below)	1,534	5,390	(71.5%)
Profit before income tax	15,408	20,523	(24.9%)
Income tax expense	(3,226)	(3,470)	(7.0%)
Net profit	12,182	17,053	(28.6%)
Attributable to:			
Equity holders of the Company	11,588	16,072	(27.9%)
Minority interests	594	981	(39.4%)
	12,182	17,053	(28.6%)

NOTES TO CONSOLIDATED INCOME STATEMENT (1H FY2007 vs 1H FY2006)

	Group 01/01/07- 30/06/07 S\$'000	Group 01/01/06- 30/06/06 S\$'000	Incr/(Decr) %
Interest income	172	185	(7.0%)
Interest on borrowings	(2,045)	(1,370)	49.3%
Depreciation	(4,818)	(3,268)	47.4%
Allowance for impairment of doubtful receivables and bad debts written off	(876)	(441)	98.6%
Written down of inventory	(881)	(757)	16.4%
Net foreign exchange loss	(42)	(257)	(83.7%)
*Share of profit of associated companies			
- Recognition of negative goodwill	-	5,390	NM
- Share of current year profit	1,534	-	NM
Gain on disposal of property, plant and equipment	98	1,026	(90.4%)

NM – Not meaningful

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

BALANCE SHEETS

	Group 30/06/07 S\$ '000	Group 31/12/06 S\$ '000	Company 30/06/07 S\$ '000	Company 31/12/06 S\$ '000
Current assets				
Cash and cash equivalents	28,017	19,890	4,610	529
Trade and other receivables	86,961	66,627	33,264	47,541
Inventories	76,233	67,746	-	-
Derivatives	-	283	-	-
Other current assets	8,424	6,129	18	31
	199,635	160,675	37,892	48,101
Non-current assets				
Financial assets, available-for-sale	5,527	5,146	-	-
Investment in associated companies	15,708	14,174	-	-
Investment in subsidiaries	-	-	66,226	66,226
Property, plant and equipment	90,476	83,512	441	531
Intangible assets	5,303	5,303	-	-
Deferred income tax assets	3,009	2,862	-	-
	120,023	110,997	66,667	66,757
Total assets	319,658	271,672	104,559	114,858
Current liabilities				
Trade and other payables	63,166	54,091	493	4,478
Current income tax liabilities	3,329	3,398	630	1,259
Borrowings	85,276	53,267	-	-
Derivatives	-	210	-	-
	151,771	110,966	1,123	5,737
Non-current liabilities				
Borrowings	6,224	6,159	-	-
Deferred income tax liabilities	1,720	1,784	-	-
	7,944	7,943	-	-
Total liabilities	159,715	118,909	1,123	5,737
Net assets	159,943	152,763	103,436	109,121
Capital and reserves attributable to the Company's equity holders				
Share capital	77,001	77,001	77,001	77,001
Other reserves	2,384	(290)	-	-
Retained earnings	75,963	71,390	26,435	32,120
	155,348	148,101	103,436	109,121
Minority interests	4,595	4,662	-	-
Total equity	159,943	152,763	103,436	109,121

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

Amount repayable in one year or less, or on demand

Group As at 30/06/07		Group As at 31/12/06	
Secured S\$ '000	Unsecured S\$ '000	Secured S\$ '000	Unsecured S\$ '000
85,276	-	53,267	-

Amount repayable after one year

Group As at 30/06/07		Group As at 31/12/06	
Secured S\$ '000	Unsecured S\$ '000	Secured S\$ '000	Unsecured S\$ '000
6,224	-	6,159	-

Details of any collateral

The Group's borrowings are secured by the following:-

- (i) a first legal mortgage on the subsidiaries' freehold and leasehold properties;
- (ii) a first legal charge on office equipment, plant and machinery of a subsidiary;
- (iii) a first and floating charge on all the assets of a subsidiary;
- (iv) corporate guarantee from the Company; and
- (v) banker's guarantees, up to S\$11.6 million (2006: S\$11.6 million), given as security to banks which granted banking facilities to certain subsidiaries. The banker's guarantees are in turn secured by a first and floating charge on all the assets of a subsidiary as referred to in paragraph (iii) above.

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

1(c)(i) CONSOLIDATED CASH FLOW STATEMENT (2Q FY2007 vs 2Q FY2006)

	Group 01/04/07- 30/06/07 S\$ '000	Group 01/04/06 - 30/06/06 S\$ '000
Cash flows from operating activities		
Net profit	6,732	11,673
Adjustments for:		
Income tax	1,544	1,970
Depreciation of property, plant and equipment	2,390	1,589
Interest expense	1,140	713
Interest income	(109)	(95)
Gain on disposal of property, plant and equipment	(67)	(1,104)
Share of profit of associated companies	(659)	(5,390)
Exchange differences	(252)	(706)
Operating cash flow before working capital changes	<u>10,719</u>	<u>8,650</u>
Changes in operating assets and liabilities:		
Trade and other receivables	(7,824)	(1,004)
Inventories	(4,096)	6,268
Other current assets	(2,290)	(4,417)
Trade and other payables	7,493	(1,065)
Cash generated from operations	<u>4,002</u>	<u>8,432</u>
Interest received	109	95
Income tax paid	(2,716)	(2,603)
Net cash from operating activities	<u>1,395</u>	<u>5,924</u>
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	203	2,212
Purchase of property, plant and equipment	(8,792)	(9,835)
(Acquisition of)/proceeds from other investments	(15)	3,493
Acquisition of investments in associated companies	-	(6,252)
Net cash used in investing activities	<u>(8,604)</u>	<u>(10,382)</u>
Cash flows from financing activities		
Interest paid	(1,122)	(727)
Proceeds from trust receipts loans	4,226	9,344
Proceeds from short-term bank loans	21,404	6,180
Repayments of long-term bank loans	(677)	(181)
Repayments of finance lease liabilities	(19)	(21)
Dividends paid to shareholders	(7,015)	(5,845)
Net cash from financing activities	<u>16,797</u>	<u>8,750</u>
Net increase in cash and cash equivalents held	9,588	4,292
Cash and cash equivalents at the beginning of the financial period	14,338	19,218
Effects of exchange rate changes on cash and cash equivalents	334	(133)
Cash and cash equivalents at the end of the financial period	<u>24,260</u>	<u>23,377</u>

Explanatory Notes:

Cash and cash equivalents comprise:-

	Group 01/04/07- 30/06/07 S\$ '000	Group 01/04/06 - 30/06/06 S\$ '000
Cash and bank balances	28,017	24,046
Less: Bank overdrafts	(3,757)	(669)
	<u>24,260</u>	<u>23,377</u>

1(c)(ii) CONSOLIDATED CASH FLOW STATEMENT (1H FY2007 vs 1H FY2006)

	Group 01/01/07- 30/06/07 S\$ '000	Group 01/01/06 - 30/06/06 S\$ '000
Cash flows from operating activities		
Net profit	12,182	17,053
Adjustments for:		
Income tax	3,226	3,470
Depreciation of property, plant and equipment	4,818	3,268
Interest expense	2,045	1,370
Interest income	(172)	(185)
Gain on disposal of property, plant and equipment	(98)	(1,026)
Share of profit of associated companies	(1,534)	(5,390)
Changes in fair values of derivatives	73	39
Exchange differences	(274)	(1,337)
Operating cash flow before working capital changes	<u>20,266</u>	<u>17,262</u>
Changes in operating assets and liabilities:		
Trade and other receivables	(20,334)	(10,677)
Inventories	(8,487)	3,863
Other current assets	(2,295)	(9,095)
Trade and other payables	10,268	5,763
Cash (used in)/generated from operations	<u>(582)</u>	<u>7,116</u>
Interest received	172	185
Income tax paid	(3,484)	(3,373)
Net cash (used in)/generated from operating activities	<u>(3,894)</u>	<u>3,928</u>
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	268	2,269
Purchase of property, plant and equipment	(10,882)	(21,025)
Acquisition of other investments	(381)	-
Acquisition of investments in associated companies	-	(8,643)
Net cash used in investing activities	<u>(10,995)</u>	<u>(27,399)</u>
Cash flows from financing activities		
Interest paid	(2,010)	(1,361)
Proceeds from trust receipts loans	5,582	9,055
Proceeds from short-term bank loans	25,426	11,122
(Repayments of)/proceeds from long-term bank loans	(1,605)	6,976
Repayments of finance lease liabilities	(78)	(202)
Dividends paid to shareholders	(7,015)	(5,845)
Net cash used in financing activities	<u>20,300</u>	<u>19,745</u>
Net increase/(decrease) in cash and cash equivalents held	5,411	(3,726)
Cash and cash equivalents at the beginning of the financial period	18,568	27,596
Effects of exchange rate changes on cash and cash equivalents	281	(493)
Cash and cash equivalents at the end of the financial period	<u>24,260</u>	<u>23,377</u>

Explanatory Notes:

Cash and cash equivalents comprise:-

	Group 01/01/07- 30/06/07 S\$ '000	Group 01/01/06 - 30/06/06 S\$ '000
Cash and bank balances	28,017	24,046
Less: Bank overdrafts	(3,757)	(669)
	<u>24,260</u>	<u>23,377</u>

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

STATEMENT OF CHANGES IN EQUITY

	Share capital S\$ '000	Other reserves S\$ '000	Retained earnings S\$ '000	Minority interests S\$ '000	Total S\$ '000
The Group					
Balance at 1 January 2007	77,001	(290)	71,390	4,662	152,763
Gains and losses recognized directly in equity – Currency translation differences	-	2,674	-	(661)	2,013
Net profit	-	-	11,588	594	12,182
Total recognised gains	-	2,674	11,588	(67)	14,195
Dividend relating to 2006	-	-	(7,015)	-	(7,015)
Balance at 30 June 2007	77,001	2,384	75,963	4,595	159,943

	Share capital S\$ '000	Other reserves S\$ '000	Retained earnings S\$ '000	Minority interests S\$ '000	Total S\$ '000
The Group					
Balance at 1 January 2006	77,001	3,040	49,861	3,410	133,312
Losses recognized directly in equity – Currency translation differences	-	(2,916)	-	(838)	(3,754)
Net profit	-	-	16,072	981	17,053
Total recognised gains	-	(2,916)	16,072	143	13,299
Dividend relating to 2005	-	-	(5,845)	-	(5,845)
Transfer to other reserves	-	36	(36)	-	-
Balance at 30 June 2006	77,001	160	60,052	3,553	140,766

STATEMENT OF CHANGES IN EQUITY

	Share capital S\$ '000	Retained earnings S\$ '000	Total S\$ '000
The Company			
Balance at 1 January 2007	77,001	32,120	109,121
Net profit	-	1,330	1,330
Dividend relating to 2006	-	(7,015)	(7,015)
Balance at 30 June 2007	77,001	26,435	103,436

	Share capital S\$ '000	Retained earnings S\$ '000	Total S\$ '000
The Company			
Balance at 1 January 2006	77,001	22,455	99,456
Net profit	-	301	301
Dividend relating to 2005	-	(5,845)	(5,845)
Balance at 30 June 2006	77,001	16,911	93,912

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 or 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

There was no change in the Company's number of shares since 31 December 2006. The share capital of the Company as at 30 June 2007 was 584,591,628 ordinary shares.

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.

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 financial statements for the current financial period compared with those of 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

EARNINGS PER SHARE

	Group 01/04/07 - 30/06/07	Group 01/04/06 - 30/06/06	Group 01/01/07 - 30/06/07	Group 01/01/06 - 30/06/06
(a) Based on the number of ordinary shares on issue (cents)	1.10	1.88	1.98	2.75
(b) On fully diluted basis (cents)	NA	NA	NA	NA

NA – Not Applicable

- (i) The Group earnings per share for current and preceding periods are based on the actual number of shares in issue of 584,591,628 ordinary shares.
- (ii) Diluted earnings per share have not been calculated, as no diluting events existed during these periods. No share options were granted to any employees 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 period reported on and (b) immediately preceding financial year

NET ASSET VALUE PER SHARE

	Group 30/06/07	Group 31/12/06	Company 30/06/07	Company 31/12/06
Net asset value per ordinary share (cents)	26.57	25.33	17.69	18.67

The Group and Company Actual net asset value per share as at 30 June 2007 and as at 31 December 2006 are based on the actual number of shares in issue of 584,591,628 ordinary shares.

8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's 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 SECOND QUARTER FINANCIAL RESULTS

The Group's turnover for 2Q of FY2007 of S\$108.5 million was S\$6.6 million or 6.4% higher than the S\$101.9 million recorded in 2Q of FY2006.

Turnover from the manufacturing business increased by S\$8.8 million or 28.9 % from S\$30.5 million in 2Q of FY2006 to S\$39.3 million in 2Q of FY2007. The increase was largely a result of increased output from additional production capacity in Suzhou, PRC.

Turnover from the distribution business decreased by approximately S\$2.2 million or 3.1% from S\$71.4 million in 2Q of FY2006 to S\$69.2 million in 2Q of FY2007. The decrease was primarily due to exclusion of Yokohama tyre sales in PRC as a result of formation of a joint venture entity in which the Group has a 49% stake.

The increase in distribution expenses was primarily due to higher fuel and carriage charges together with increased expenses incurred in promotional activities and additional sales staff costs in our new subsidiaries previously not included in FY2006. The increase in administrative expenses in 2Q of FY2007 as compared to the same period of FY2006 was in line with higher operating activities in new subsidiaries. The increase in finance expenses was attributable to additional bank borrowings to fund expansion projects.

Other gains decreased by approximately S\$0.5 million or 43.2% from S\$1.2 million in 2Q of FY2006 to S\$0.7 million in 2Q of FY2007. The decrease was mainly due to the one-time gain in disposal of property recorded in 2Q of FY2006.

Although gross profit from manufacturing business was affected by higher aluminum prices, our Group's gross profit was not significantly affected as the distribution business was less susceptible to fluctuations in raw material prices.

Share of associate profit decreased by approximately S\$4.7 million or 87.8% as 2Q of FY 2006 included the one-time recognition of negative goodwill effect of S\$5.4 million arising from the acquisition of our associated company, O.Z. S.p.A.

Consequently, the Group's profit before taxation decreased by approximately S\$5.3 million or 39.3% from S\$13.6 million in 2Q of FY2006 to S\$8.3 million in 2Q of FY2007.

Profit after taxation and minority interests decreased by approximately S\$4.6 million or 41.6% from S\$11.0 million in 2Q of FY2006 to S\$6.4 million in 2Q of FY 2007. Excluding the recognition of negative goodwill effect of S\$5.4 million recorded in 2Q of FY2006, Group's profit attributable to equity holders would have increased by approximately S\$0.8 million or 14.8%.

REVIEW OF SIX MONTH YEAR-TO-DATE FINANCIAL RESULTS AND FINANCIAL POSITION (1H FY 2007 VS 1H FY 2006)

The Group's turnover of S\$204.5 million for the first half of FY2007 was S\$6.8 million or 3.4% higher than the S\$197.7 million recorded in first half of FY2006.

Turnover from the manufacturing business increased by approximately S\$17.5 million or 32.5% from S\$53.9 million in the first half of FY2006 to S\$71.4 million in the first half of FY2007, attributable to increased output from additional production capacity in Suzhou, PRC.

Turnover from the distribution business decreased by approximately S\$10.7 million or 7.4% from S\$143.8 million in the first half of FY2006 to S\$133.1 million in the first half of FY2007. The decrease was primarily due to exclusion of Yokohama tyre sales in PRC as a result of formation of a joint venture entity in which the Group has a 49% stake.

The increase in distribution expenses was primarily due to higher fuel and carriage charges, together with increased expenses incurred in promotional activities and additional sales staff costs in our new subsidiaries previously not included in 1H of FY2006. The increase in finance expense was primarily due to higher bank borrowings to fund our expansion projects.

Other gains decreased by approximately S\$0.4 million or 29.3% from S\$1.4 million in 1H of FY2006 to S\$1.0 million in 1H of FY2007. The decrease was mainly due to the one-time gain in disposal of property recorded in 1H of FY2006.

Share of associate profit decreased by approximately S\$3.9 million primarily due to the recognition of the one-time gain in negative goodwill effect of S\$5.4 million, arising from the acquisition of our associated company recorded in the first half of FY2006.

Consequently, the Group's profit before taxation decreased by approximately S\$5.1 million or 24.9% to S\$15.4 million in the first half of FY2007 as compared to S\$20.5 million in the corresponding period in FY2006.

Profit after taxation and minority interests decreased by approximately S\$4.5 million or 27.9% to S\$11.6 million in the first half of FY2007 as compared to S\$16.1 million in the corresponding period in FY2006. Excluding the recognition of the one-time gain in negative goodwill effect of S\$5.4 million recorded in the first half of FY2006, Group's profit attributable to equity holders would have increased by S\$0.9 million or 8.4%.

Total current assets increased by approximately S\$39.0 million mainly due to increase in receivables of approximately S\$20.3 million, increase in other current assets of approximately S\$2.3 million together with an increase of S\$8.5 million in inventories and S\$8.1 million increase in cash. The increase in receivables was due to timing difference in collections and trade receivables represented about 78 days on Debtors' turnover. The increase in inventories was primarily due to higher stockholdings in view of price increases from suppliers. The increase in other current assets was primarily related to mould expenditures for our manufacturing business.

The increase in available-for-sale financial assets of approximately S\$0.4 million was due to additional investment in Hangzhou Yokohama Tire Co Ltd.

The increase in investment in associated companies of about S\$1.5 million was due to share of profit contributed by our associates in O.Z. S.p.A and Yokohama Tire (Shanghai) Sales Co Ltd.

The increase in current liabilities of about S\$40.8 million was primarily due to increase in payables of approximately S\$9.1 million from higher trading activities and an increase of about S\$32.0 million in current bank borrowings to fund capital expenditure as well as for working capital purposes.

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

There was no forecast or prospect statement previously disclosed.

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

Our distribution sales are expected to remain strong in Asean and Oceanic operations. Neuton tyres have taken off well and more sizes are planned for distribution to various Group subsidiaries and networks to capitalize on market opportunities.

Global aluminum prices remained volatile in the first half of 2007. If the aluminum prices continue to remain high, it will have an adverse impact on gross margins in our manufacturing business.

Our Suzhou factory in the PRC had completed the installation of the additional 3 production lines at end June. Thus our Suzhou factory will be operating with 6 production lines from second half of 2007. Our Sepang factory in Malaysia is still experiencing diseconomies of scale and start-up challenges in operating on one production line though these challenges are expected to be mitigated when the second production line is put in place in 2008.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the 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 dividend has been recommended for the period ended 30 June 2007.

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 to Q1, Q2, & Q3 results.

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 to Q1, Q2, & Q3 results.

15. A breakdown of sales

Not applicable to Q1, Q2, & Q3 results.

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

Total Annual Dividend (Refer to Para 16 of Appendix 7.2 for the required details)

	Latest Full Year S\$ '000	Previous Full Year S\$ '000
Ordinary	-	-
Preference	-	-
Total:	-	-

BY ORDER OF THE BOARD

Yuen Sou Wai
Executive Director
14/08/2007

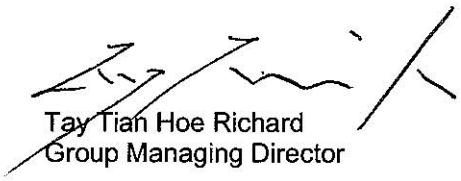
Submitted by Yuen Sou Wai, Executive Director on 14/08/2007 to the SGX.

YHI 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 YHI International Limited for the quarter ended 30 June 2007, to be false or misleading in any material aspect.

On Behalf of the Board of Directors



Tay Tian Hoe Richard
Group Managing Director



Yuen Sou Wai
Executive Director & CFO