



HAW PAR CORPORATION LIMITED

(Company Registration Number: 196900437M)
(Incorporated in the Republic of Singapore)

Unaudited Full Year Financial Statements and Dividend Announcement for the Year Ended 31 December 2007

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

	Group		
	Year Ended 31 December		
	2007	2006	+ / (-)
	S\$'000	S\$'000	%
Turnover	119,332	119,682	(0.3)
Cost of sales	(48,539)	(47,939)	1.3
Gross profit	70,793	71,743	(1.3)
Other income	76,396	67,027	14.0
Sales and marketing expenses	(22,656)	(24,162)	(6.2)
Warehouse and delivery expenses	(780)	(717)	8.8
General and administrative expenses	(14,714)	(12,052)	22.1
Profit from operations	109,039	101,839	7.1
Finance costs	-	(2)	(100.0)
Share of profit of associated companies	3,228	8,599	(62.5)
Fair value gain on investment properties	72,662	16,661	336.1
Profit before taxation	184,929	127,097	45.5
Taxation	(28,700)	(19,829)	44.7
Profit for the year	156,229	107,268	45.6
Attributable to:			
Equity holders of the Company	156,082	107,091	45.7
Minority interests	147	177	(16.9)
	156,229	107,268	45.6

N/M - not meaningful

Note:

The Group has accounted for the results of 20.84% owned associate, Hua Han Bio-Pharmaceutical Holdings Limited ("HHBP") up till 30 June 2007.

Further announcement will be made when HHBP's results for the six months ended 31 December 2007 becomes available in March 2008.



1(a) Notes to the Income Statement

	Group		
	Year Ended 31 December		
	2007	2006	+ / (-)
	S\$'000	S\$'000	%
(i) Other income			
Investment income	72,235	54,927	31.5
Interest income	2,263	1,459	55.1
Gain on disposal of a subsidiary	-	7,621	(100.0)
Miscellaneous income	1,898	3,020	(37.2)
	76,396	67,027	14.0
(ii) The following were charged/(credited) to the income statement :			
Depreciation and amortisation	3,069	2,842	8.0
(Writeback) / Allowance for impairment of receivables	(73)	124	N/M
Provision for stock obsolescence	171	102	67.6
Foreign exchange loss / (gain)	494	(248)	N/M
Prior years' (over)/under provision of current taxation	(205)	1	N/M
Gain on disposal of:			
- available-for-sale financial assets	(306)	(1)	N/M
- plant and equipment	-	(11)	100.0
N/M - not meaningful			
(iii) Segmental results			
<u>Turnover</u>			
Healthcare	70,511	76,251	(7.5)
Leisure	37,024	33,981	9.0
Property	11,797	9,450	24.8
	119,332	119,682	(0.3)
<u>Profit from operations</u>			
Healthcare	14,421	24,623	(41.4)
Leisure	17,974	16,892	6.4
Property	8,628	6,261	37.8
Investments	74,539	58,238	28.0
Unallocated expenses	(6,523)	(4,175)	56.2
	109,039	101,839	7.1



1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	31/12/07 S\$'000	31/12/06 S\$'000	31/12/07 S\$'000	31/12/06 S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	26,469	23,106	-	626
Investment properties	214,498	151,698	-	-
Subsidiaries	-	-	389,613	401,143
Associated companies	44,714	43,680	2,895	2,895
Available-for-sale financial assets	1,285,747	1,194,564	937	3,922
Intangible assets	11,216	11,116	-	-
	1,582,644	1,424,164	393,445	408,586
Current assets				
Stocks	5,596	6,144	-	-
Receivables	20,403	15,443	147,209	104,750
Tax recoverable	600	856	-	-
Available-for-sale financial assets	361,433	356,449	-	-
Deposits with banks and financial institutions	33,368	81,746	20,893	69,194
Cash and bank balances	18,317	15,861	1,102	1,067
	439,717	476,499	169,204	175,011
Property held for sale	10,000	-	-	-
	449,717	476,499	169,204	175,011
Total assets	2,032,361	1,900,663	562,649	583,597
LIABILITIES				
Current liabilities				
Trade and other payables	(28,645)	(24,876)	(224,550)	(282,518)
Taxation	(7,154)	(8,461)	(272)	(591)
	(35,799)	(33,337)	(224,822)	(283,109)
Non-current liabilities				
Deferred income taxation	(67,655)	(61,252)	-	(141)
Total liabilities	(103,454)	(94,589)	(224,822)	(283,250)
NET ASSETS	1,928,907	1,806,074	337,827	300,347
EQUITY				
Share capital	239,238	250,277	239,238	250,277
Reserves	1,682,770	1,548,888	98,589	50,070
	1,922,008	1,799,165	337,827	300,347
Minority interests	6,899	6,909	-	-
Total equity	1,928,907	1,806,074	337,827	300,347



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

Amount repayable in one year or less, or on demand

As at 31/12/07		As at 31/12/06	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	-	-

Amount repayable after one year

As at 31/12/07		As at 31/12/06	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	-	-

Details of any collateral

Not applicable

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

	Group	
	Year Ended 31 December	
	2007	2006
	S\$'000	S\$'000
Cash flows from operating activities:		
Profit for the year	156,229	107,268
Adjustments for:		
Taxation	28,700	19,829
Share of results of associated companies	(3,228)	(8,599)
Finance costs	-	2
Fair value gain on investment properties	(72,662)	(16,661)
Investment and interest income	(74,498)	(56,386)
Depreciation of property, plant and equipment	2,969	2,842
Expensing of share options	533	357
Gain on sale of available-for-sale assets	(306)	(1)
Property, plant and equipment written off	168	246
Provision for stock obsolescence	171	102
(Write back) / Allowance for impairment of receivables	(73)	124
Write back of unclaimed dividends	(99)	(1,068)
Gain on disposal of subsidiary	-	(7,621)
Gain on disposal of property, plant and equipment	-	(11)
Loss on dilution on investment in an associated company	-	146
Amortisation of / write off of intangible assets	100	48
Exchange adjustments	(510)	(1,616)
Operating profit before working capital changes	37,494	39,001
Decrease in stocks	377	302
Increase in receivables	(5,112)	(2,206)
Increase in creditors	3,871	23
Cash generated from operations	36,630	37,120
Interest paid	-	(2)
Investment and interest income received	74,675	55,475
Net taxation paid	(18,939)	(16,882)
Net cash provided by operating activities	92,366	75,711
Cash flows from investing activities:		
Proceeds from liquidation of long term investment	3,055	-
Purchase of long term available-for-sale financial assets	(15,290)	-
Purchase of property, plant and equipment	(6,630)	(3,801)
Proceeds received from disposal of available-for-sale financial assets	1,969	260
Dividend received from associated companies	1,046	2,101
Proceeds from disposal of a subsidiary	-	17,742
Proceeds from sale of property, plant and equipment	-	91
Redemption of preference shares in long term investment	17	-
Deferred expenditure incurred	(200)	-
Improvements to investment properties	(287)	(645)
Net cash (used in) / generated from investing activities	(16,320)	15,748
Cash flows from financing activities:		
Funds used for share buyback	(82,507)	-
Payment of dividends to shareholders of the Company	(41,284)	(39,427)
Proceeds from issue of share capital	1,823	2,127
Payment of dividends to minority shareholders of subsidiary	-	(648)
Net cash used in financing activities	(121,968)	(37,948)
Net (decrease) / increase in cash and cash equivalents	(45,922)	53,511
Cash and cash equivalents at beginning of the year	97,607	44,096
Cash and cash equivalents at end of the year	51,685	97,607
Cash and cash equivalents comprised the following:		
Cash and bank balances	18,317	15,861
Deposits with banks and financial institutions	33,368	81,746
	51,685	97,607



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.

<u>Group</u>	Year Ended 31 December	
	2007 S\$'000	2006 S\$'000
Recognised in foreign currency translation reserve		
Equity accounting of associated company's translation reserve	(1,195)	(133)
Exchange differences on translation of the financial statements of foreign entities (net)	(1,112)	(930)
Recognised in other reserves		
Fair value gains (net of tax) on financial assets taken to equity	90,593	419,690
Disposal of available-for-sale financial assets	(247)	-
Expensing of share options	533	357
Recognised in revenue reserves		
Share buyback	(69,645)	-
Net income recognised directly in equity	18,927	418,984
Profit for the year	156,229	107,268
Total recognised income and expense for the year	175,156	526,252
Attributable to:		
Equity holders of the Company	175,166	525,590
Minority interests	(10)	662
	175,156	526,252
 <u>Company</u>	 Year Ended 31 December	
	2007 S\$'000	2006 S\$'000
Recognised in other reserve		
Fair value gains (net of tax) on financial assets taken to equity	86	98
Expensing of share options	533	357
Recognised in revenue reserves		
Share buyback	(69,645)	-
Total recognised income and expense for the year	(69,026)	455
Profit for the year	158,829	27,190
Total recognised income and expense for the year	89,803	27,645



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.

During the financial year, a total of 362,000 new ordinary shares were issued pursuant to the exercise of share options.

As at 31 December 2007, unissued shares under the share option schemes of the Company were as follows:

	<u>31/12/07</u>	<u>31/12/06</u>
The Haw Par Corporation Group 2002 Share Option Scheme	677,000	672,000
	<u>677,000</u>	<u>672,000</u>

During the year ended 31 December 2007, 10,620,691 shares were repurchased and cancelled.

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

The figures as shown in the announcement have not 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.

These financial statements have been prepared based on accounting policies and methods of computation consistent with those adopted in the most recently audited annual financial statements, except for accounting of associated companies as set out on Page 1 and the adoption of new accounting standards as follows:

Amendments to FRS 1 Presentation of Financial Statements - Capital Disclosures
FRS 107 Financial Instruments: Disclosures
INT FRS 110 Interim Financial Reporting and Impairment
FRS 108 Operating Segments

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.

The adoption of the above FRS or INT FRS has not resulted in any substantial changes to the Group's accounting policies nor any significant impact on these financial statements. FRS 107 and the complementary amended FRS 1 introduce new disclosures relating to financial instruments and capital respectively.

The Group early adopted FRS 108 "Operating Segment". FRS 108 supersedes FRS 14 Segment Reporting and requires the Group to report the financial performance of its operating segments based on the information used internally by management for evaluating segment performance and deciding on allocation of resources. Such information may be different from information included in the financial statements, and the basis of its preparation and reconciliation to the amounts recognised in the financial statements shall be disclosed. Segment information in Part II reflects the disclosures under the new accounting standards.

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.

	<u>Group</u>	
	Year Ended 31 December 2007	2006
Earnings per ordinary share:		
(a) Based on the weighted average number of ordinary shares on issue	76.4 cts	51.6 cts
(b) On a fully diluted basis	76.3 cts	51.6 cts

7. Net asset value (for the issuer and group) per ordinary share based on the issued share capital of the issuer at the end of the:-

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

	<u>Group</u>		<u>Company</u>	
	31/12/07	31/12/06	31/12/07	31/12/06
Net asset value per ordinary share (S\$)	9.74	8.66	1.71	1.45

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.**

Turnover for FY2007 was flat y-o-y. The good growth of 9% and 25% in sales for the Leisure and Property divisions respectively offset the 8% fall in sales experienced by the Healthcare division, due primarily to the divestment of the generic pharmaceutical business in 2006. Turnover of Tiger brand products continue to show encouraging improvement as a result of intensified marketing activities both at home and overseas.

Profit from operations improved by 7% y-o-y to \$109.0m. Coupled with the substantially higher surplus from the revaluation of investment properties, group earnings increased by 46% y-o-y to \$156.2m.

At the operational level, excluding the generic pharmaceutical business divested in 2006, y-o-y profit contribution from the Healthcare division was flat, due primarily to changes in territorial and product sales mix. Underwater World Singapore recorded 9% higher profits due to higher visitorship but was eroded by poorer results of Underwater World Pattaya and pre-operating expenses at Chengdu oceanarium. Due to higher occupancy and rental rates, profit contribution from the Property division jumped 38% y-o-y. Investment income increased by 32% y-o-y to \$72.2m from higher dividends received.

Net asset value per share increased to \$9.74 mainly due to increase in fair value of available-for-sale financial assets.

Cash and cash equivalents decreased mainly due to share buyback and dividend payments made during the year.

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

No forecast or prospect statement was made previously in respect of full year results.

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.**

The uncertainties in the global economy will have ramifications on our businesses generally. The Healthcare division is likely to face increased global competition and cost pressures. While Underwater World Singapore should continue to benefit from increased tourist arrivals, our aquarium in Pattaya is likely to face continued challenges. Meanwhile, the Property division should continue to benefit from strong rental and occupancy rates. Overall, we are cautiously optimistic of the results for the coming year.



11. Dividend

(a) Current Financial Period Reported On

Any dividend declared/recommended for the current financial period reported on? Yes

Name of Dividend	Second & Final	Special	First & Interim
Dividend Type	Cash	Cash	Cash
Dividend amount per share	14 cents per ordinary share tax-exempt (one-tier)	5 cents per ordinary share tax-exempt (one-tier)	6 cents per ordinary share tax-exempt (one-tier)
Tax Rate	Tax-Exempt (one-tier)	Tax-Exempt (one-tier)	Tax-Exempt (one-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	Second & Final	First & Interim
Dividend Type	Cash	Cash
Dividend amount per share	14 cents per ordinary share tax-exempt (one-tier)	6 cents per ordinary share tax-exempt (one-tier)
Tax Rate	Tax-Exempt (one-tier)	Tax-Exempt (one-tier)

(c) Date payable

First & Interim Dividend - 10 September 2007

Second & Final Dividend - 30 May 2008

Special Dividend - 30 May 2008

(Subject to shareholders' approval for the payment of the proposed Second & Final and Special Dividends)

(d) Books closure date

The Share Transfer Books and Register of Members of the Company will be closed on 16 May 2008. Duly completed transfers received by the Company's Share Registrar up to 5.00 pm on 15 May 2008 will be registered to determine shareholders' entitlement to the Second & Final and Special Dividends. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Ltd ("CDP"), the Second & Final and Special Dividends will be paid to CDP, which will in turn distribute the dividend entitlement to the shareholders concerned.

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. Segmental 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.

	Healthcare products S\$'000	Leisure products and services S\$'000	Property rental S\$'000	Investments S\$'000	Eliminations S\$'000	Consolidated S\$'000
(a) Business segments						
Revenue and expenses						
2007						
Sales to external customers	70,511	37,024	11,797	-	-	119,332
Inter-segment sales	37	-	267	-	(304)	-
Other income	76	464	1,272	74,584	-	76,396
Inter-segment other income	-	-	-	83,539	(83,539)	-
Total revenue	<u>70,624</u>	<u>37,488</u>	<u>13,336</u>	<u>158,123</u>	<u>(83,843)</u>	<u>195,728</u>
Depreciation and amortisation	912	1,919	4	295	(61)	3,069
Reportable segment profit	<u>14,421</u>	<u>17,974</u>	<u>8,628</u>	<u>156,669</u>	<u>(82,130)</u>	<u>115,562</u>
Unallocated expenses						<u>(6,523)</u>
Profit from operations						109,039
Share of results of associated company	-	-	-	3,228	-	3,228
Fair value gain on investment properties	-	-	72,662	-	-	72,662
Taxation						(28,700)
Minority interests						(147)
Earnings for the financial year						<u>156,082</u>
Reportable segment assets	41,112	39,424	223,162	2,015,758	(287,695)	2,031,761
Tax recoverable						600
Total assets per balance sheet						<u>2,032,361</u>
Expenditures for reportable segment for non-current assets	<u>1,827</u>	<u>4,905</u>	<u>13</u>	<u>85</u>	<u>-</u>	<u>6,830</u>
Reportable segment liabilities	16,813	4,192	4,113	3,527	-	28,645
Taxation						7,154
Deferred income taxation						67,655
Total liabilities per balance sheet						<u>103,454</u>



13. Segmental Reporting (cont'd)

	Healthcare products S\$'000	Leisure products and services S\$'000	Property rental S\$'000	Investments S\$'000	Eliminations S\$'000	Consolidated S\$'000
Revenue and expenses						
2006						
Sales to external customers	76,251	33,981	9,450	-	-	119,682
Inter-segment sales	-	-	267	-	(267)	-
Other income	7,727	447	775	58,086	(8)	67,027
Inter-segment other income	-	-	-	24,755	(24,755)	-
Total revenue	<u>83,978</u>	<u>34,428</u>	<u>10,492</u>	<u>82,841</u>	<u>(25,030)</u>	<u>186,709</u>
Depreciation and amortisation	950	1,661	3	228	-	2,842
Segment results	<u>17,002</u>	<u>16,892</u>	<u>6,261</u>	<u>81,663</u>	<u>(23,425)</u>	<u>98,393</u>
Gain on disposal of subsidiary	7,621	-	-	-	-	7,621
Unallocated expenses						(4,175)
Profit from operations						<u>101,839</u>
Finance costs						(2)
Share of results of associated company	-	-	-	8,599	-	8,599
Fair value gain on investment properties	-	-	16,661	-	-	16,661
Taxation						(19,829)
Minority interests						(177)
Earnings for the financial year						<u>107,091</u>
Reportable segment assets	34,497	37,205	150,317	2,007,905	(330,117)	1,899,807
Tax recoverable						856
Total assets per balance sheet						<u>1,900,663</u>
Expenditures for reportable segment for non-current assets	<u>1,211</u>	<u>2,452</u>	<u>652</u>	<u>131</u>	<u>-</u>	<u>4,446</u>
Reportable segment liabilities	15,863	3,710	2,977	2,326	-	24,876
Taxation						8,461
Deferred income taxation						61,252
Total liabilities per balance sheet						<u>94,589</u>



13. Segmental Reporting (cont'd)

	Singapore S\$'000	Other Asian countries S\$'000	Other countries S\$'000	Eliminations S\$'000	Consolidated S\$'000
(b) Geographical segments					
2007					
Revenue	49,589	40,431	29,312	-	119,332
Non-current assets	1,498,010	84,634	-	-	1,582,644
2006					
Revenue	50,823	39,122	29,737	-	119,682
Non-current assets	1,348,483	75,681	-	-	1,424,164

(c) Major customers

The Group does not have any particular customer that accounts for more than 10 per cent of the Group's revenues.

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.

Other than those stated under item 8 above, there were no major factors leading to material changes in contributions to turnover and earnings by the business or geographical segments.

15. A breakdown of sales.

		Group		
		Year Ended ended 31 December		
		2007	2006	+ / (-)
		S\$'000	S\$'000	%
(a)	Sales reported for first half year	55,617	58,013	-4.1
(b)	Operating profit after tax before deducting minority interests reported for first half year	60,778	42,066	44.5
(c)	Sales reported for second half year	63,715	61,669	3.3
(d)	Operating profit after tax before deducting minority interests reported for second half year	95,451	65,202	46.4



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

	2007	2006
	S\$'000	S\$'000
(a) Ordinary	41,284	39,427
(b) Preference	-	-
(c) Total	<u>41,284</u>	<u>39,427</u>

CONFIRMATION BY THE BOARD

The Board of Directors hereby confirm that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial results of the Group for the year ended 31 December 2007 to be false or misleading.

BY ORDER OF THE BOARD HAW PAR CORPORATION LIMITED

Tan Thiam Hee
Company Secretary
22 February 2008