

**HAW PAR CORPORATION LIMITED**

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

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**Audited Full Year Financial Statements and Dividend Announcement for the Year Ended 31 December 2010**


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

	<b>Group</b>		
	<b>Year Ended 31 December</b>		
	<b>2010</b>	<b>2009</b>	<b>+ / (-)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
<b>Revenue</b>	<b>129,761</b>	123,991	4.7
Cost of sales	<b>(56,887)</b>	(52,874)	7.6
<b>Gross profit</b>	<b>72,874</b>	71,117	2.5
Other income	<b>50,824</b>	47,992	5.9
Sales and marketing expenses	<b>(26,126)</b>	(24,648)	6.0
Warehouse and delivery expenses	<b>(479)</b>	(542)	(11.6)
General and administrative expenses	<b>(12,287)</b>	(10,434)	17.8
<b>Profit from operations</b>	<b>84,806</b>	83,485	1.6
Share of results of associated companies/gain on dilution of investment in associated company (net)	<b>23,521</b>	7,590	209.9
Fair value gains/(losses) on investment properties	<b>15,436</b>	(32,866)	N/M
<b>Profit before taxation</b>	<b>123,763</b>	58,209	112.6
Taxation	<b>(10,993)</b>	(1,044)	953.0
<b>Profit for the financial year, net of tax</b>	<b>112,770</b>	57,165	97.3
<b>Attributable to:</b>			
Equity holders of the Company	<b>112,507</b>	57,036	97.3
Non-controlling interests	<b>263</b>	129	103.9
	<b>112,770</b>	57,165	97.3

**A consolidated statement of comprehensive income for the year ended 31 December 2010:**

	<b>Group</b>		
	<b>Year Ended 31 December</b>		
	<b>2010</b>	<b>2009</b>	<b>+ / (-)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
<b>Profit for the financial year, net of tax</b>	<b>112,770</b>	57,165	97.3
<b>Other comprehensive (expense)/income, after tax</b>			
Fair value (losses)/gains on available-for-sale financial assets (net)	<b>(30,896)</b>	568,012	N/M
Reclassification of fair value gains on disposal of available-for-sale financial assets	<b>(2,173)</b>	-	N/M
Currency translation differences on consolidation of foreign entities (net)	<b>(5,894)</b>	(3,179)	85.4
Share of associated company's currency translation reserve through equity accounting	<b>4,212</b>	(1,547)	N/M
Share of associated company's other comprehensive (expense)/income through equity accounting	<b>(1,032)</b>	2,567	N/M
<b>Other comprehensive (expense)/income for the financial year, net of tax</b>	<b>(35,783)</b>	565,853	N/M
<b>Total comprehensive income for the financial year</b>	<b>76,987</b>	623,018	(87.6)
<b>Total comprehensive income attributable to:</b>			
Equity holders of the Company	<b>76,378</b>	622,888	(87.7)
Non-controlling interests	<b>609</b>	130	368.5
	<b>76,987</b>	623,018	(87.6)

N/M - not meaningful

**1(a) Notes to the Income Statement**

	<b>Group</b>		
	<b>Year Ended 31 December</b>		
	<b>2010</b>	2009	+ / (-)
	<b>S\$'000</b>	S\$'000	%
<b>(i) Other income</b>			
Investment income	44,910	43,575	3.1
Interest income	958	1,500	(36.1)
Gain on disposal of available-for-sale financial assets	2,638	-	N/M
Capital distribution of available-for-sale financial assets	-	71	N/M
Gain on liquidation of a subsidiary	-	442	N/M
Write back for impairment in value of available-for-sale financial assets	464	-	N/M
Miscellaneous income	1,854	2,404	(22.9)
	<b>50,824</b>	<b>47,992</b>	<b>5.9</b>
<b>(ii) The following were charged/(credited) to the income statement :</b>			
Depreciation	5,159	3,411	51.2
Inventories written down	170	161	5.6
Foreign exchange loss, net	455	280	62.5
Prior years' underprovision of current taxation	292	12	2,333.3
Prior years' under/(over)provision of deferred taxation	612	(17)	N/M
Property, plant and equipment written off	125	211	(40.8)
Gain on disposal of property, plant and equipment	(9)	-	N/M
(Write back)/allowance for impairment in value of available-for-sale financial assets	(464)	476	N/M
<b>(iii) Segmental results</b>			
<u>Revenue</u>			
Healthcare	79,072	74,105	6.7
Leisure	34,971	32,802	6.6
Property	15,718	17,084	(8.0)
	<b>129,761</b>	<b>123,991</b>	<b>4.7</b>
<u>Profit from operations</u>			
Healthcare	16,157	15,508	4.2
Leisure	12,585	13,526	(7.0)
Property	12,336	13,911	(11.3)
Investments	48,993	45,323	8.1
Unallocated expenses	(5,265)	(4,783)	10.1
	<b>84,806</b>	<b>83,485</b>	<b>1.6</b>

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

	Group		Company	
	31/12/10 S\$'000	31/12/09 S\$'000	31/12/10 S\$'000	31/12/09 S\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	43,848	45,367	-	-
Investment properties	181,642	164,878	-	-
Investment in subsidiaries	-	-	381,957	386,641
Investment in associated companies	91,702	72,837	2,895	2,895
Available-for-sale financial assets	1,239,779	1,217,708	455	431
Intangible assets	11,116	11,116	-	-
	<b>1,568,087</b>	<b>1,511,906</b>	<b>385,307</b>	<b>389,967</b>
<b>Current assets</b>				
Available-for-sale financial assets	335,082	379,715	-	-
Inventories	9,275	6,090	-	-
Trade and other receivables	18,597	18,538	107,442	138,204
Tax recoverable	4	124	-	-
Deposits with banks and financial institutions	87,579	64,059	71,017	48,502
Cash and bank balances	23,780	22,890	1,085	819
	<b>474,317</b>	<b>491,416</b>	<b>179,544</b>	<b>187,525</b>
<b>Total assets</b>	<b>2,042,404</b>	<b>2,003,322</b>	<b>564,851</b>	<b>577,492</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	(31,831)	(32,172)	(150,587)	(151,964)
Taxation	(7,388)	(6,924)	(198)	(73)
	<b>(39,219)</b>	<b>(39,096)</b>	<b>(150,785)</b>	<b>(152,037)</b>
<b>Non-current liabilities</b>				
Deferred income taxation	(53,536)	(54,279)	-	-
	<b>(53,536)</b>	<b>(54,279)</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>(92,755)</b>	<b>(93,375)</b>	<b>(150,785)</b>	<b>(152,037)</b>
<b>NET ASSETS</b>	<b>1,949,649</b>	<b>1,909,947</b>	<b>414,066</b>	<b>425,455</b>
<b>EQUITY</b>				
<b>Equity attributable to equity holders of the Company</b>				
Share capital	241,355	239,541	241,355	239,541
Reserves	1,700,538	1,663,259	172,711	185,914
	<b>1,941,893</b>	<b>1,902,800</b>	<b>414,066</b>	<b>425,455</b>
<b>Non-controlling interests</b>	<b>7,756</b>	<b>7,147</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>1,949,649</b>	<b>1,909,947</b>	<b>414,066</b>	<b>425,455</b>

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

Amount repayable in one year or less, or on demand

As at 31/12/10		As at 31/12/09	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	-	-

Amount repayable after one year

As at 31/12/10		As at 31/12/09	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	-	-

Details of any collateral

The Group provided certain investment properties, available-for-sale financial assets and fixed deposits to secure these facilities that stood unutilised at year-end, except for trade financing and banker's guarantee for operational use.

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 2010 S\$'000	2009 S\$'000
<b>Cash flows from operating activities:</b>		
Profit for the financial year, net of tax	112,770	57,165
Adjustments for:		
Taxation	10,993	1,044
Share of results of associated companies	(14,999)	(7,590)
Gain on dilution of investment in associated company (net)	(8,522)	-
Gain on liquidation of a subsidiary	-	(442)
Fair value (gains)/losses on investment properties	(15,436)	32,866
Investment and interest income	(45,868)	(45,146)
Depreciation of property, plant and equipment	5,159	3,411
Expensing of share options	450	214
Gain on disposal of available-for-sale financial assets	(2,638)	-
Property, plant and equipment written off	125	211
Gain on disposal of property, plant and equipment	(9)	-
Inventories written down	170	161
Write back of unclaimed dividends	(160)	(125)
(Write back)/allowance for impairment in value of available-for-sale financial assets	(464)	476
Currency translation losses/(gains)	530	(135)
<b>Operating profit before working capital changes</b>	<b>42,101</b>	<b>42,110</b>
(Increase)/decrease in inventories	(3,355)	307
(Increase)/decrease in receivables	(107)	4,532
Decrease in payables	(181)	(844)
<b>Cash generated from operations</b>	<b>38,458</b>	<b>46,105</b>
Investment and interest income received	6,795	44,071
Net taxation paid	(6,929)	(7,624)
<b>Net cash provided by operating activities</b>	<b>38,324</b>	<b>82,552</b>
<b>Cash flows from investing activities:</b>		
Purchase of short term available-for-sale financial assets	(784)	-
Purchase of property, plant and equipment	(4,079)	(13,949)
Proceeds from disposal of available-for-sale financial assets	27,763	-
Dividends from associated companies	1,985	800
Proceeds from sale of property, plant and equipment	15	-
Purchase of non-controlling interests shares in subsidiary	-	(505)
Investment in an associated company	-	(9,095)
Improvements to investment properties	(1,025)	(347)
Proceeds from capital reduction of available-for-sale financial assets	-	71
Proceeds from liquidation of available-for-sale financial assets	464	-
<b>Net cash provided by/(used in) investing activities</b>	<b>24,339</b>	<b>(23,025)</b>
<b>Cash flows from financing activities:</b>		
Proceeds from issue of share capital	1,814	-
Payment of dividends to shareholders of the Company	(39,549)	(39,491)
Bank deposits pledged	(26)	(1,367)
<b>Net cash used in financing activities</b>	<b>(37,761)</b>	<b>(40,858)</b>
<b>Net increase in cash and cash equivalents</b>	<b>24,902</b>	<b>18,669</b>
Cash and cash equivalents at beginning of the financial year	85,458	66,961
Effects of currency translation on cash and cash equivalents	(523)	(172)
<b>Cash and cash equivalents at end of the financial year</b>	<b>109,837</b>	<b>85,458</b>
<b>Cash and cash equivalents comprised the following:</b>		
Cash and bank balances	23,780	22,890
Deposits with banks and financial institutions	87,579	64,059
Less: Bank deposits pledged for banking facilities	(1,522)	(1,491)
	<b>109,837</b>	<b>85,458</b>

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.

	← Atributable to Equity Holders of the Company →							Total Equity \$'000
	Share Capital \$'000	Fair Value Reserve \$'000	Other Reserve \$'000	Foreign Currency Translation Reserve \$'000	Revenue Reserve \$'000	Total \$'000	Non-controlling Interests \$'000	
<b>The Group</b>								
<b>2010</b>								
Balance at 1 January 2010	239,541	1,106,390	20,311	(4,484)	541,042	1,902,800	7,147	1,909,947
Issue of share capital	1,814	-	-	-	-	1,814	-	1,814
Expensing of share options	-	-	450	-	-	450	-	450
Dividends paid	-	-	-	-	(39,549)	(39,549)	-	(39,549)
Total comprehensive (expense)/income for the financial year	-	(33,069)	-	(2,028)	111,475	76,378	609	76,987
<b>Balance at 31 December 2010</b>	<b>241,355</b>	<b>1,073,321</b>	<b>20,761</b>	<b>(6,512)</b>	<b>612,968</b>	<b>1,941,893</b>	<b>7,756</b>	<b>1,949,649</b>
<b>2009</b>								
Balance at 1 January 2009	239,541	538,378	20,549	243	521,354	1,320,065	7,017	1,327,082
Expensing of share options	-	-	214	-	-	214	-	214
Purchase of non-controlling interests shares in subsidiary	-	-	-	-	(505)	(505)	-	(505)
Increase in interest of an associated company	-	-	-	-	81	81	-	81
Liquidation of a subsidiary	-	-	(452)	-	-	(452)	-	(452)
Dividends paid	-	-	-	-	(39,491)	(39,491)	-	(39,491)
Total comprehensive income/(expense) for the financial year	-	568,012	-	(4,727)	59,603	622,888	130	623,018
<b>Balance at 31 December 2009</b>	<b>239,541</b>	<b>1,106,390</b>	<b>20,311</b>	<b>(4,484)</b>	<b>541,042</b>	<b>1,902,800</b>	<b>7,147</b>	<b>1,909,947</b>

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.

	Share Capital	Fair Value Reserve	Other Reserve	Revenue Reserve	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b><u>The Company</u></b>					
<b>2010</b>					
Balance at 1 January 2010	239,541	(22)	2,012	183,924	425,455
Issue of share capital	1,814	-	-	-	1,814
Expensing of share options	-	-	450	-	450
Dividends paid	-	-	-	(39,549)	(39,549)
Total comprehensive income for the financial year	-	23	-	25,873	25,896
<b>Balance at 31 December 2010</b>	<b>241,355</b>	<b>1</b>	<b>2,462</b>	<b>170,248</b>	<b>414,066</b>
<b>2009</b>					
Balance at 1 January 2009	239,541	(95)	1,798	143,913	385,157
Expensing of share options	-	-	214	-	214
Dividends paid	-	-	-	(39,491)	(39,491)
Total comprehensive income for the financial year	-	73	-	79,502	79,575
<b>Balance at 31 December 2009</b>	<b>239,541</b>	<b>(22)</b>	<b>2,012</b>	<b>183,924</b>	<b>425,455</b>

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, 425,000 ordinary shares were issued pursuant to the exercise of share options.

The share capital of the Company as at 31 December 2010 comprised 197,879,654 ordinary shares.  
(31 December 2009: 197,454,654)

As at 31 December 2010, unissued shares under the share option scheme of the Company were as follows:

	<u>31/12/10</u>	<u>31/12/09</u>
The Haw Par Corporation Group 2002 Share Option Scheme	993,000	1,086,000
	<u>993,000</u>	<u>1,086,000</u>

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

The figures for the year ended 31 December 2010 have been audited by the Company's independent auditor in accordance with Singapore Standards on Auditing.

3. **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

The independent auditor's report is as follows:

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
HAW PAR CORPORATION LIMITED  
for the financial year ended 31 December 2010**

**Report on the Financial Statements**

We have audited the accompanying financial statements of Haw Par Corporation Limited (the "Company") and its subsidiaries (the "Group") set out on pages 8<sup>1</sup> to 71<sup>1</sup>, which comprise the statements of financial position of the Company and of the Group as at 31 December 2010, the consolidated income statement, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows of the Group for the financial year then ended, and a summary of significant accounting policies and other explanatory information.

*Management's Responsibility for the Financial Statements*

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act (the "Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting control sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition, that transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and statements of financial position and to maintain accountability of assets.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the consolidated financial statements of the Group and the statement of financial position of the Company are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Group and of the Company as at 31 December 2010, and the results, changes in equity and cash flows of the Group for the financial year ended on that date.

**Report on Other Legal and Regulatory Requirements**

In our opinion, the accounting and other records required by the Act to be kept by the Company and by those subsidiaries incorporated in Singapore of which we are the auditors, have been properly kept in accordance with the provisions of the Act.

PricewaterhouseCoopers LLP  
Public Accountants and Certified Public Accountants

Singapore, 23 February 2011

<sup>1</sup> The page numbers are as stated in the Independent Auditor's Report dated 23 February 2011 included in Haw Par Corporation Limited's full financial statements for the financial year ended 31 December 2010.



**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 those as disclosed under paragraph 5.

Certain comparatives have been restated and reclassified to conform to the current year's presentation.

**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.**

On 1 January 2010, the Group adopted the new or amended FRS and Interpretations to FRS ("INT FRS") that are mandatory for application from that date. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The following are the new or revised FRS and INT FRS that are relevant to the Group and Company's accounting policies and adoption of these standards has no material effect on the amounts reported for the current or prior financial years except as disclosed below:

**FRS 27 (revised) Consolidated and Separate Financial Statements (effective for annual periods beginning on or after 1 July 2009)**

FRS 27 (revised) requires the effects of all transactions with non-controlling interests to be recorded in equity if there is no change in control and these transactions will no longer result in goodwill or gains and losses. Losses incurred by a subsidiary are allocated to the non-controlling interest even if the losses exceed the non-controlling interest in the subsidiary's equity. The standard also specifies the accounting when control is lost. Any remaining interest in the entity is re-measured to fair value, and gain or loss is recognised in profit or loss.

The Group has been applying FRS 27 (revised) to transactions with non-controlling interests.

**FRS 103 (revised) Business Combinations (effective for annual periods beginning on or after 1 July 2009)**

FRS 103 (revised) continues to apply the acquisition method to business combinations, with some significant changes. For example, all payments to purchase a business are to be recorded at fair value at the acquisition date, with contingent payments classified as debt subsequently re-measured through the profit or loss. There is a choice on an acquisition-by-acquisition basis to measure the non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net assets. All acquisition-related costs should be expensed.

As the changes have been implemented prospectively, no adjustments were necessary to any of the amounts previously recognised in the financial statements. There were no transactions with non-controlling interests in the current financial year. Accordingly, these changes do not have any impact on the financial statements for the current financial year.

**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.**

	<b>Group</b>	
	<b>Year Ended 31 December 2010</b>	<b>2009</b>
Earnings per ordinary share:		
(a) Based on the weighted average number of ordinary shares on issue	<b>56.9 cts</b>	28.9 cts
(b) On a fully diluted basis	<b>56.9 cts</b>	28.9 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.**

	<b>Group</b>		<b>Company</b>	
	<b>31/12/10</b>	<b>31/12/09</b>	<b>31/12/10</b>	<b>31/12/09</b>
Net asset value per ordinary share (S\$)	<b>9.81</b>	9.64	<b>2.09</b>	2.15

As at 31 December 2010, the Company has a total of 197,879,654 ordinary shares. (31 December 2009: 197,454,654).

**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 earnings in 2010 increased by 97.3% to \$112.8m as compared to last year mainly due to a gain on revaluation of investment properties and higher profits from associated companies.

Group revenue at \$129.8m was 4.7% higher than last year. Healthcare and Leisure divisions reported 6.7% and 6.6% higher revenues respectively, offsetting lower revenue from Property division.

Profit from operations increased by 1.6% to \$84.8m as compared to 2009, largely due to higher investment income and higher contribution from Healthcare division. Against last year, Healthcare achieved a 6.7% and 4.2% improvement in sales and profitability respectively. Profitability of the Leisure division declined by 7.0% to \$12.6m against last year due to higher operating expenses. With a softened office rental market during the year, Property division experienced a 8.0% and 11.3% decrease in rental revenue and profits contribution respectively this year. Profits from listed associate, Hua Han Bio-Pharmaceutical Holdings Limited Group included higher share of profits at \$15.0m (2009: \$7.6m) and a dilution gain of \$8.5m. Taxation expense was significantly higher mainly due to deferred tax provided for fair value gains on investment properties as compared to fair value losses last year. There were also write-backs of deferred taxation last year due to reduction in Singapore corporate tax rate.

Net asset value per share increased from \$9.64 to \$9.81, mainly attributable to higher profits.

**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.**

With the global economy showing uncertain prospects, the Group expects the business operating environment to continue to be challenging. Healthcare and Leisure divisions will face pressure from intensifying competition and rising costs as a result of inflationary impact across emerging countries. Increase in supply may slow the pace of recovery for Property division despite the growth momentum and strengthening of the Singapore office rental market seen in recent months.

**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	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)

**(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 paid/payable**

First & Interim Dividend - 9 September 2010

Second & Final Dividend - 1 June 2011

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

**(d) Books closure date**

The Share Transfer Books and Register of Members of the Company will be closed on 20 May 2011. Duly completed transfers received by the Company's Share Registrar up to 5.00 pm on 19 May 2011 will be registered to determine shareholders' entitlement to the Second & Final Dividends. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Ltd ("CDP"), the Second & Final 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
<b>(a) Business segments</b>						
<b>2010</b>						
Sales to external customers	79,072	34,971	15,718	-	-	129,761
Inter-segment sales	40	-	722	-	(762)	-
Interest income	-	-	-	958	-	958
Other income	322	283	1,069	48,192	-	49,866
Inter-segment other income	-	-	-	23,679	(23,679)	-
<b>Total revenue</b>	<b>79,434</b>	<b>35,254</b>	<b>17,509</b>	<b>72,829</b>	<b>(24,441)</b>	<b>180,585</b>
Depreciation	1,002	4,071	10	76	-	5,159
Reportable segment profit	16,157	12,585	12,336	71,090	(22,097)	90,071
Unallocated expenses						(5,265)
Profit from operations						84,806
Share of results of associated companies / Gain on dilution of investment in associated company (net)	-	-	-	23,521	-	23,521
Fair value gains on investment properties	-	-	15,436	-	-	15,436
Taxation						(10,993)
Non-controlling interests						(263)
<b>Earnings for the financial year</b>						<b>112,507</b>
Reportable segment assets	53,587	55,986	178,481	1,977,896	(223,550)	2,042,400
Tax recoverable						4
<b>Total assets per statement of financial position</b>						<b>2,042,404</b>
Expenditures for reportable segment for non-current assets						
- Additions to property, plant and equipment	2,830	1,112	1	136	-	4,079
- Investment properties improvements	-	-	1,025	-	-	1,025
	2,830	1,112	1,026	136	-	5,104
Reportable segment liabilities	20,194	4,806	5,086	1,745	-	31,831
Taxation						7,388
Deferred income taxation						53,536
<b>Total liabilities per statement of financial position</b>						<b>92,755</b>

**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
<b>2009</b>						
Sales to external customers	74,105	32,802	17,084	-	-	123,991
Inter-segment sales	22	-	723	-	(745)	-
Interest income	-	-	-	1,500	-	1,500
Gain on liquidation of a subsidiary	-	-	-	442	-	442
Other income	736	417	1,030	43,867	-	46,050
Inter-segment other income	-	-	-	29,095	(29,095)	-
<b>Total revenue</b>	<b>74,863</b>	<b>33,219</b>	<b>18,837</b>	<b>74,904</b>	<b>(29,840)</b>	<b>171,983</b>
Depreciation	943	2,363	11	94	-	3,411
Allowance for impairment in value of available-for-sale financial assets	-	-	-	476	-	476
Reportable segment profit	15,508	13,526	13,911	72,948	(27,625)	88,268
Unallocated expenses						(4,783)
Profit from operations						83,485
Share of results of associated companies	-	-	-	7,590	-	7,590
Fair value losses on investment properties	-	-	(32,866)	-	-	(32,866)
Taxation						(1,044)
Non-controlling interests						(129)
<b>Earnings for the financial year</b>						<b>57,036</b>
Reportable segment assets	49,923	56,641	162,270	2,021,977	(287,613)	2,003,198
Tax recoverable						124
<b>Total assets per statement of financial position</b>						<b>2,003,322</b>
Expenditures for reportable segment for non-current assets						
- Additions to property, plant and equipment	2,076	11,853	7	13	-	13,949
- Investment properties improvements	-	-	347	-	-	347
- Investment in an associated company	-	-	-	9,095	-	9,095
	<b>2,076</b>	<b>11,853</b>	<b>354</b>	<b>9,108</b>	<b>-</b>	<b>23,391</b>
Reportable segment liabilities	19,332	5,922	5,346	1,572	-	32,172
Taxation						6,924
Deferred income taxation						54,279
<b>Total liabilities per statement of financial position</b>						<b>93,375</b>

**13. Segmental Reporting (cont'd)**

	Singapore S\$'000	Other Asian countries S\$'000	Other countries S\$'000	Eliminations S\$'000	Consolidated S\$'000
<b>(b) Geographical segments</b>					
<b>2010</b>					
Revenue	50,248	42,785	36,728	-	129,761
Non-current assets	1,424,409	143,678	-	-	1,568,087
<b>2009</b>					
Revenue	51,650	39,164	33,177	-	123,991
Non-current assets	1,389,181	122,725	-	-	1,511,906

**(c) Major customers**

Revenues of approximately \$14,925,000 (2009: \$16,353,000) are derived from a single group of external customers. These revenues are attributable to the sale of Healthcare products in Singapore and other Asian countries.

**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.**

		<b>Group</b>		
		<b>Year Ended 31 December</b>		
		<b>2010</b>	<b>2009</b>	<b>+ / (-)</b>
		S\$'000	S\$'000	%
(a)	Sales reported for first half year	<b>64,601</b>	59,030	9.4
(b)	Operating profit after tax before deducting non-controlling interests reported for first half year	<b>55,021</b>	52,015	5.8
(c)	Sales reported for second half year	<b>65,160</b>	64,961	0.3
(d)	Operating profit after tax before deducting non-controlling interests reported for second half year	<b>57,749</b>	5,150	1,021.3



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

	2010	2009
	S\$'000	S\$'000
(a) Ordinary	39,549	39,491
(b) Preference	-	-
(c) Total	<u>39,549</u>	<u>39,491</u>

**BY ORDER OF THE BOARD**  
**HAW PAR CORPORATION LIMITED**

Zann Lim Seok Bin  
Company Secretary  
23 February 2011