

VALUETRONICS HOLDINGS LIMITED

(Incorporated in Bermuda)

(Co. Reg. No: 38813)

SECOND QUARTER AND HALF YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2008**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.**

	The Group			The Group		
	6 months ended 30 September			3 months ended 30 September		
	2008	2007	Change	2008	2007	Change
	HK\$'000	HK\$'000	%	HK\$'000	HK\$'000	%
Revenue	552,908	439,800	25.7	317,787	253,523	25.3
Cost of Sales	(449,076)	(346,496)	29.6	(259,166)	(200,463)	29.3
Gross Profit	103,832	93,304	11.3	58,621	53,060	10.5
Other income	3,183	5,498	-42.1	2,932	2,730	7.4
Selling and distribution costs	(11,736)	(9,853)	19.1	(6,723)	(5,216)	28.9
Administrative expenses	(35,718)	(32,961)	8.4	(19,262)	(17,343)	11.1
Net other operating (loss)/gain	(10,207)	121	N.M.	(10,207)	6	N.M.
Profit From Operations	49,354	56,109	-12.0	25,361	33,237	-23.7
Finance costs	(218)	(161)	35.4	(98)	(63)	55.6
Profit Before Tax	49,136	55,948	-12.2	25,263	33,174	-23.8
Income tax expense	(5,896)	(6,714)	-12.2	(3,031)	(3,981)	-23.9
Profit attributable to shareholders of the Company	43,240	49,234	-12.2	22,232	29,193	-23.8

N.M. – Not meaningful

Note:

The Group's profit before tax is arrived at after charging / (crediting):

	The Group		The Group	
	6 months ended 30 Sep		3 months ended 30 Sep	
	2008	2007	2008	2007
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Depreciation	8,502	6,005	4,956	2,995
Amortisation of prepaid land lease payments and land use rights	239	46	120	23
Gain on disposals of property, plant and equipment	-	(167)	-	(170)
Allowance/(Reversal) for doubtful debts	207	(121)	207	(6)
Interest income	(1,560)	(2,974)	(700)	(2,050)
Bank charges	218	160	98	62
Exchange loss/(gain)	666	(946)	(384)	90
Impairment loss recognised in respect of flash floods that occurred on 13 June 2008 at the Danshui plant	10,000	-	10,000	-

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

	The Group		The Company	
	At 30.9.2008	At 31.3.2008	At 30.9.2008	At 31.3.2008
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Non-current assets				
Prepaid land lease payments and land use rights	23,841	24,079	-	-
Property, plant and equipment	148,501	97,216	-	-
Investments in subsidiaries	-	-	83,330	83,330
Held-to-maturity investment (Note 1)	15,600	-	-	-
Club membership, at cost	200	200	-	-
Long term receivables (Note 2)	2,720	2,090	-	-
	190,862	123,585	83,330	83,330
Current assets				
Available-for-sale financial assets	3,850	3,850	-	-
Inventories	132,409	110,378	-	-
Trade receivables	222,627	135,577	-	-
Bills receivables	1,150	-	-	-
Prepaid land lease payments and land use rights	525	525	-	-
Prepayments, deposits and other receivables	10,891	6,304	-	217
Long term receivables – current portion (Note 2)	550	550	-	-
Due from subsidiaries	-	-	101,726	110,300
Bank and cash balances	82,957	181,691	1,172	23,945
	454,959	438,875	102,898	134,462
Total assets	645,821	562,460	186,228	217,792
Current liabilities				
Trade payables	183,316	120,565	-	-
Accruals, other payables and deposits received	135,942	136,305	899	1,635
Current tax liabilities	12,532	6,636	-	-
	331,790	263,506	899	1,635
Non-current liabilities				
Deferred tax liabilities	1,371	1,371	-	-
Total liabilities	333,161	264,877	899	1,635
	312,660	297,583	185,329	216,157
Equity attributable to shareholders of the Company				
Share capital	35,500	35,500	35,500	35,500
Treasury share	(639)	-	(639)	-
Reserves	277,799	262,083	150,468	180,657
Total equity	312,660	297,583	185,329	216,157

Note1: Held-to-maturity investment increased by HK\$15.6 million due to investment in Senior Notes of Citigroup. The Senior Notes will mature in September 2011.

Note 2: The increase of HK\$0.6 million in Long Term Receivables was due to a new deposit placed to a vocational training school in PRC, for the provision of on-the-job training to selected students. These receivables are interest-free and guaranteed by the legal representatives of the vocational schools.

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

Amount repayable in one year or less, or on demand

As at 30 September 2008		As at 31 March 2008	
Secured	Unsecured	Secured	Unsecured
HK\$'000	HK\$'000	HK\$'000	HK\$'000
nil	nil	nil	nil

Amount repayable after one year

As at 30 September 2008		As at 31 March 2008	
Secured	Unsecured	Secured	Unsecured
HK\$'000	HK\$'000	HK\$'000	HK\$'000
nil	nil	nil	nil

Details of any collateral

None

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

	The Group		The Group	
	6 months ended 30 Sep		3 months ended 30 Sep	
	2008	2007	2008	2007
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Cash flows from operating activities				
Profit before tax	49,136	55,948	25,263	33,174
Adjustments for :				
Amortisation of prepaid land lease payments and land use rights	239	46	120	23
Equity-settled share-based payments	166	31	115	31
Depreciation	8,502	6,005	4,956	2,995
Gain on disposals of property, plant and equipment	-	(167)	-	(170)
Impairment loss recognised in respect of flash floods that occurred on 13 June 2008 at the Danshui plant	10,000	-	10,000	-
Interest income	(1,560)	(2,974)	(700)	(2,050)
Operating profit before working capital changes	66,483	58,889	39,754	34,003
(Increase)/Decrease in long term receivables	(630)	-	500	-
(Increase)/Decrease in inventories	(22,031)	(20,701)	2,088	1,037
Increase in trade receivables	(87,050)	(23,953)	(63,511)	(19,044)
Increase in bills receivables	(1,150)	-	(1,150)	-
(Increase)/Decrease in prepayments, deposits and other receivables	(14,587)	(2,017)	8,539	(1,022)
Increase in trade payables	62,751	20,976	27,771	5,457
Decrease in accruals, other payables and deposits received	(363)	(5,303)	(17,666)	(8,889)
Cash generated from/(used in) operations	3,423	27,891	(3,675)	11,542
Income tax paid	-	(2,050)	-	-
Net cash generated from/(used in) operating activities	3,423	25,841	(3,675)	11,542
Cash flows from investing activities				
Purchase of property, plant and equipment	(59,788)	(21,517)	(48,071)	(14,124)
Purchase of available-for-sale financial assets	(23,400)	(3,900)	(15,600)	-
Proceeds from disposal of available-for-sale financial assets	23,400	-	23,400	-
Purchase of held-to-maturity investment	(15,600)	-	(15,600)	-
Proceeds from disposal of property, plant and equipment	-	245	-	245
Interest received	1,560	2,974	700	2,050
Net cash used in investing activities	(73,828)	(22,198)	(55,171)	(11,829)
Cash flows from financing activities				
Dividend paid	(27,690)	(22,365)	(27,690)	(22,365)
Repurchase of shares	(639)	-	(639)	-
Net cash used in financing activities	(28,329)	(22,365)	(28,329)	(22,365)
Net decrease in cash and cash equivalents	(98,734)	(18,722)	(87,175)	(22,652)
Cash and cash equivalents at beginning of the period	181,691	176,590	170,132	180,520
Cash and cash equivalents at end of the period	82,957	157,868	82,957	157,868

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.

The Group	Attributable to the shareholders of the Company									
	Reserves									Total
	Share capital	Treasury shares	Share premium	Share-based payment reserve	Translation reserve	Dividend reserve	Statutory reserve (note 1)	Retained earnings	Total reserves	
HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Balance at 1 April 2008	35,500	-	85,591	130	6,141	-	94	170,127	262,083	297,583
Net profit for the period	-	-	-	-	-	-	-	43,240	43,240	43,240
Share-based payments	-	-	-	166	-	-	-	-	166	166
Final dividend paid in respect of the previous financial year	-	-	-	-	-	-	-	(27,690)	(27,690)	(27,690)
Repurchase of shares	-	(639)	-	-	-	-	-	-	-	(639)
Balance at 30 Sep 2008	35,500	(639)	85,591	296	6,141	-	94	185,677	277,799	312,660
Balance at 1 April 2007	35,500	-	85,591	-	(15)	22,365	-	79,682	187,623	223,123
Net profit for the period	-	-	-	-	-	-	-	49,234	49,234	49,234
Share-based payments	-	-	-	31	-	-	-	-	31	31
Final dividend paid in respect of the previous financial year	-	-	-	-	-	(22,365)	-	-	(22,365)	(22,365)
Balance at 30 Sep 2007	35,500	-	85,591	31	(15)	-	-	128,916	214,523	250,023

The Company	Reserves								
	Share capital	Treasury shares	Share premium	Share-based payment reserve	Contributed surplus	Dividend reserve	Retained earnings	Total reserves	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Balance at 1 April 2008	35,500	-	85,591	130	67,239	-	27,697	180,657	216,157
Net loss for the period	-	-	-	-	-	-	(2,665)	(2,665)	(2,665)
Share-based payments	-	-	-	166	-	-	-	166	166
Final dividend paid in respect of the previous financial year	-	-	-	-	-	-	(27,690)	(27,690)	(27,690)
Repurchase of shares	-	(639)	-	-	-	-	-	-	(639)
Balance at 30 Sep 2008	35,500	(639)	85,591	296	67,239	-	(2,658)	150,468	185,329
Balance at 1 April 2007	35,500	-	85,591	-	67,299	22,365	(5,663)	169,592	205,092
Net profit for the period	-	-	-	-	-	-	34,367	34,367	34,367
Share-based payments	-	-	-	31	-	-	-	31	31
Final dividend paid in respect of the previous financial year	-	-	-	-	-	(22,365)	-	(22,365)	(22,365)
Balance at 30 Sep 2007	35,500	-	85,591	31	67,299	-	28,704	181,625	217,125

Note 1: The statutory reserve of the Group refers to the PRC statutory reserve fund. Appropriations to such reserve fund are made out of profit after tax as recorded in the statutory financial statements of the PRC subsidiaries. The amount should not be less than 10% of the profit after tax as recorded in the statutory financial statements unless the aggregate amount exceeds 50% of the registered capital of the PRC subsidiaries. The statutory reserve can be used to make up prior years' losses of the PRC subsidiaries.

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, repurchase of shares, 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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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 were no changes in the Company's share capital since the end of the previous period reported on. As at 30 September 2008, the share capital of the Company comprises of 355,000,000 shares.

As at 30 September 2008, the Company has the following outstanding share options:

Employee Share Option Scheme ("ESOS")	Exercise Price	Balance as at 31.03.2008	Additions	Options cancelled (Note 4)	Balance as at 30.09.2008
(a) Incentive Options	S\$0.225	1,000,000	-	200,000	800,000
(Note 1)	S\$0.175	-	900,000	-	900,000
(Note 2)	S\$0.144	-	2,400,000	-	2,400,000
(b) Market Options (Note 3)	S\$0.215	-	1,000,000	-	1,000,000
Total		1,000,000	4,300,000	200,000	5,100,000

As at 30 September 2007, the Company has the following outstanding share options:

Employee Share Option Scheme ("ESOS")	Exercise Price	Balance as at 31.03.2007	Additions	Options cancelled	Balance as at 30.9.2007
(a) Incentive Options	S\$0.225	-	1,000,000	-	1,000,000

As at 30 September 2008, 700,000 shares were held as treasury shares (1H FY2008: Nil)

Notes:

- (1) The Incentive Options were issued at 18.6% discount of the average of the last dealt prices on the Official List of the SGX-ST for the five consecutive Market Days immediately preceding 8 July 2008, the date of grant of the Options.
- (2) The Incentive Options were issued at 19.6% discount of the average of the last dealt prices on the Official List of the SGX-ST for the five consecutive Market Days immediately preceding 27 August 2008, the date of grant of the Options.
- (3) The Market Options were issued at the market price which was equal to the average of the last dealt prices on the Official List of the SGX-ST for the five consecutive Market Days immediately preceding 8 July 2008, the date of grant of the Options.
- (4) Cancelled due to resignation of staff

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

Issued Ordinary Shares	Number of Shares	
	As at 30.9.2008	As at 31.3.2008
Total number of issued shares	355,000,000	355,000,000
Total number of treasury shares	(700,000)	-
Total number of issued shares excluding treasury shares	354,300,000	355,000,000

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

There were no sales, transfers, disposal, cancellation, and/or use of treasury shares as at the end of the current financial period reported on.

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

The figures have not been audited or reviewed 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 adopted the same accounting policies and methods of computation for the current reporting period as those used in preparing for the audited consolidated financial statements for the year ended 31 March 2008.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	The Group	
	6 months ended 30 September 2008	6 months ended 30 September 2007
Earnings per ordinary share for the period based on the net profit for the period		
(a) Based on weighted average number of ordinary shares on issue; and	HK 12.2 cents	HK 13.9 cents
(b) On a fully diluted basis	N/A	N/A
Number of ordinary shares in issue		
Weighted average number of ordinary shares for the purpose of basic earnings per share	354,300,000	355,000,000
Effect of potentially dilutive ordinary shares – Share options	N/A	121,930
Weighted average number of ordinary shares for the purpose of diluted earnings per share	354,300,000	355,121,390

Notes

The calculation of basic earnings per share for the 6 months ended 30 September 2008 is based on profit attributable to shareholders of the Company of approximately HK\$43M (30 September 2007: HK\$49M) divided by the weighted average number of ordinary shares of 354,300,000 (30 September 2007: 355,121,390) in issue during the period.

The effects of all potential ordinary shares are anti-dilutive for the 6 months ended 30 September 2008.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:
(a) current financial period reported on; and
(b) immediately preceding financial year.

	The Group		The Company	
	30.09.2008	31.03.2008	30.09.2008	31.03.2008
	HK cents	HK cents	HK cents	HK cents
Net asset value per ordinary share based on issued share capital excluding treasury shares at the end of the period:	88.2	83.8	52.3	60.9
Number of ordinary shares in issue excluding treasury shares	354,300,000	355,000,000	354,300,000	355,000,000

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 – 2Q FY2009 (3 months ended 30 September 2008) vs 2Q FY2008 (3 months ended 30 September 2008)

Revenue

Revenue increased by 25.3% or HK\$64.3 million from HK\$253.5 million for the quarter ended 30 September 2007 to HK\$317.8 million for the quarter ended 30 September 2008. The increase in revenue was attributable to the increase in sales for the OEM segment.

OEM revenue increased by 46.0% to HK\$268.9 million (2Q FY2008: HK\$184.1 million). The increase was mainly due to increased demand from major customers.

ODM revenue decreased by 29.5% to HK\$48.9 million (2Q FY2008: HK\$69.4 million). The decrease was mainly due to decrease in sales from one of the major customers.

Gross profit and gross profit margin

Gross profit increased by 10.5% to HK\$58.6 million (2Q FY2008: HK\$53.1 million) mainly due to higher sales.

Gross profit margin decreased by 2.5% to 18.4% (2Q FY2008: 20.9%). The decrease in gross profit margin was mainly due to a change in sales mix and an increase in commodity price.

Other income

Other income increased by 7.4% to HK\$2.9 million (2Q FY2008: HK\$2.7 million). This was mainly due to the recognition of tooling income received upon the completion of projects approximately HK\$1.0 million (2Q FY2008: Nil), and exchange gain of approximately HK\$0.4 million (2Q FY2008: exchange loss HK\$0.1M), offset by less interest income earned during the period.

Selling and distribution costs

Selling and distribution costs increased by 28.9% to HK\$6.7 million (2Q FY2008: HK\$5.2 million). This was mainly due to an increase in staff costs and sales commission paid to our sales representatives.

Administrative expenses

Administrative expenses increased by 11.1% to HK\$19.3 million (2Q FY2008: HK\$17.3 million). This was mainly due to higher staff costs as compared to the corresponding period last year.

Net Other Operating (loss)/gain

Included in net other operating (loss)/gain was mainly the one-off charge of estimated loss HK\$10 million of assets impairments from the flash floods that occurred on 13 June 2008 at the Danshui plant.

Profit before tax

On a year-on-year basis, profit before income tax and loss incurred from the flash floods on 13 June 2008 at the Danshui plant increased by 6.3% to HK\$35.3 million (2Q FY2008: HK\$33.2 million). As a result of the above, profit before tax decreased by 23.8% to HK\$25.3 million (2Q FY2008: HK\$33.2 million).

Review – 1H FY2009 (6 months ended 30 September 2008) vs 1H FY2008 (6 months ended 30 September 2007)**Revenue**

Revenue increased by 25.7% or HK\$113.1 million from HK\$439.8 million for the six months ended 30 September 2007 to HK\$552.9 million for the six months ended 30 September 2008. The increase in revenue was attributable to the increase in sales for the OEM segment.

OEM revenue increased by 43.4% to HK\$458.2 million (1H FY2008: HK\$319.4 million). The increase was mainly due to increased demand from major customers.

ODM revenue decreased by 21.3% to HK\$94.7 million (1H FY2008: HK\$120.4 million). The decrease was mainly due to decrease in sales from one of the major customers.

Gross profit and gross profit margin

Gross profit increased by 11.3% to HK\$103.8 million (1H FY2008: HK\$93.3 million) due mainly to higher sales.

Gross profit margin decreased by 2.4% to 18.8% (1H FY2008: 21.2%). The decrease in gross profit margin was mainly due to a change in sales mix and an increase in commodity price and PRC labour cost.

Other income

Other income decreased by 42.1% to HK\$3.2 million (1H FY2008: HK\$5.5 million). This was mainly due to less interest income earned during the period and exchange loss realised, partially offset by tooling income for the period.

Selling and distribution costs

Selling and distribution costs increased by 19.1% to HK\$11.7 million (1H FY2008: HK\$9.9 million). This was mainly due to an increase in staff costs and sales commission paid to our sales representatives.

Administrative expenses

Administrative expenses increased by 8.4% to HK\$35.7 million (1H FY2008: HK\$33.0 million). This was mainly due to higher staff costs as compared to the corresponding period last year.

Net Other Operating (loss)/gain

Included in net other operating (loss)/gain was mainly the one-off charge of an estimated loss of HK\$10 million of assets impairment due to the flash floods that occurred on 13 June 2008 at the Danshui plant.

Profit before tax

On a year-on-year basis, profit before income tax and loss incurred from the flash floods on 13 June 2008 at Danshui plant increased by 5.7% to HK\$59.1 million (1H FY2008: HK\$55.9 million). As a result of the above, profit before tax decreased by 12.2% to HK\$49.1 million (1H FY2008: HK\$55.9 million).

Financial position

The Group's Inventory balance increased by HK\$22.0 million from HK\$110.4 million as at 31 March 2008 to HK\$132.4 million as at 30 September 2008. The increase was in line with our sales growth and the Group has built up certain buffer stocks for production suspension when the Group gradually moves certain production facilities from the existing factory to its new factory premises in the Daya Bay site.

The Group's trade receivables have increased by HK\$87.0 million from HK\$135.6 million to HK\$222.6 million as at 30 September 2008. This is in line with the increase in sales.

Cash Flow Statement

Cash and cash equivalents held by the Group stood at HK\$82.9 million as at 30 September 2008 (31 March 2008: HK\$181.7 million). The net decrease in cash and cash equivalents was mainly due to the increase in trade receivables, payment of final dividends in respect of the previous financial year, outflow for investing activities such as construction of a new plant, purchase of equipment, investment in principal protected Senior Notes of Citigroup, and offset by cash inflow from operating activities.

The Group currently has not invested in any financial derivatives. The Group places most of its bank deposits with authorised institutions in Hong Kong. On 14 October 2008, the Hong Kong government announced that it will use the Exchange Fund to guarantee the repayment of customer deposits held with all authorised institutions in Hong Kong until the end of 2010.

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

The 2Q FY2009 results announcement is in line with the prospect statement disclosed to shareholders in the 1Q FY2009 results announcement.

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 operating landscape remains competitive and demanding. While we continuously improve our operational efficiency to minimise the cost impact of the appreciation of the RMB against USD, rising inflation in the PRC and the newly effective China Labour Contract Law. We also foresee that the impact of US financial crisis on global markets affecting consumer demand and our revenue growth.

Recently one of our major customers has revised down its forecast for 2H FY2009 and its growth momentum will be slowing down as compared with 1H FY2009. On the other hand, some of our major customers are speeding up their production migrations to China, in order to maintain their cost competitiveness in the market.

Since mid July, some of the projects previously produced at the Danshui plant have been transferred to the Daya Bay plant where we have a more effective shop floor arrangement to raise productivity so as to alleviate the impact of rising costs. The Group is expediting project transfers from the existing Danshui plant to the Daya Bay plant in order to raise productivity and to avoid losses if there is a reoccurrence of flash floods at the Danshui plant. Back office functions including general management, computer and engineering centres will also be relocated to Daya Bay plant in 4Q FY2009.

To weather through the severe economic downturn resulting from the global credit crisis, the Group will strengthen its working capital management and rationalise its operating resources while remaining focused on being at the forefront of design and development of new products in partnership with its customers.

Barring unforeseen circumstances, the directors expect the Group to remain profitable in FY2009.

11. Dividend

(a) Current Financial Period Reported On

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

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Not Applicable

- 14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Not Applicable

- 15. A breakdown of sales.**

Not Applicable

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

Not Applicable

- 17. Interested Person Transactions ("IPTs")**

Not applicable

BY ORDER OF THE BOARD

TSE Chong Hing

Chairman and Managing Director

10 November 2008

Confirmation By Directors Pursuant to Clause 705(4) of the Listing Manual of SGX-ST.

We, Tse Chong Hing and Chow Kok Kit, being two Directors of Valuetronics Holdings Limited (the "Company"), confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the 2Q FY2009 financial results to be false or misleading in any material aspect.

For and on behalf of the Board of Directors of
Valuetronics Holdings Limited

Tse Chong Hing
Chairman and Managing Director

Chow Kok Kit
Executive Director

Note:

The initial public offering of the Company was managed by Provenance Capital Pte. Ltd. and co-managed by CIMB-GK Securities Pte. Ltd.