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**Third Quarter Financial Statement And Dividend Announcement for the Period Ended 30 June 2007**  
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**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.**

	Group			Group		
	Q3 2007 US\$'000	Q3 2006 US\$'000	Change %	9 months to 30/06/07 US\$'000	9 months to 30/06/06 US\$'000	Change %
<b>Revenue</b>	<b>147,336</b>	<b>113,509</b>	<b>29.8</b>	<b>419,849</b>	<b>351,211</b>	<b>19.5</b>
Cost of sales	(119,664)	(91,332)	31.0	(340,561)	(285,237)	19.4
Gross margin	27,672	22,177	24.8	79,288	65,974	20.2
<i>Gross margin %</i>	18.8%	19.5%		18.9%	18.8%	
Add : Other operating income (Note 1(a)(i))	569	1,454	(60.9)	3,154	3,267 *	(3.5)
Less: Other expenses						
Distribution and sales	(11,594)	(10,296)	12.6	(33,617)	(30,351)	10.8
Administrative	(6,181)	(5,386)	14.8	(18,612)	(16,428)	13.3
Share options expense	(330)	(320)	3.1	(1,040)	(1,217)	(14.5)
Finance costs	(8)	(26)	(69.2)	(50)	(78)	(35.9)
Profit before tax (Note 1(a)(ii))	10,128	7,603	33.2	29,123	21,167	37.6
<i>Profit before tax %</i>	6.9%	6.7%		6.9%	6.0%	
Income tax expense	(2,795)	(2,272)	23.0	(7,957)	(6,460)	23.2
<i>Effective tax rate %</i>	27.6%	29.9%		27.3%	30.5%	
<b>Profit after tax before one-time insurance gain in Q2 2006</b>	<b>7,333</b>	<b>5,331</b>	<b>37.6</b>	<b>21,166</b>	<b>14,707 *</b>	<b>43.9</b>
<i>Profit after tax margin %</i>	5.0%	4.7%		5.0%	4.2%	
Add: One-time insurance gain in Q2 2006					5,150	
Profit after tax including one-time insurance gain in Q2 2006					19,857 **	
Attributable to:						
Shareholders of the Company	7,325	5,331		21,172	19,864 **	
Minority interests	8	-		(6)	(7)	
	7,333	5,331		21,166	19,857 **	

\* 9 months ended 30 June 2006 excluding the one-time insurance settlement gain of US\$5.15 million.

\*\* 9 months ended 30 June 2006 including the one-time insurance settlement gain of US\$5.15 million.

1(a)(i) Other operating income comprises of :

	Group		Group	
	Q3 2007 US\$'000	Q3 2006 US\$'000	9 months to 30/06/07 US\$'000	9 months to 30/06/06 US\$'000
Interest income	978	1,042	3,100	2,373
Investment income	156	92	465	390
Foreign exchange (loss)/gain	(565)	320	(411)	504
	569	1,454	3,154	3,267

1(a)(ii) Profit before tax includes :

	Group		Group	
	Q3 2007 US\$'000	Q3 2006 US\$'000	9 months to 30/06/07 US\$'000	9 months to 30/06/06 US\$'000
Disclosure of expenses included in Profit before tax :				
Interest expense	(8)	(26)	(50)	(78)
Depreciation of plant and equipment	(2,125)	(1,989)	(5,807)	(5,971)
Allowance for doubtful trade receivables	(49)	(49)	(199)	(148)
Allowance for inventory obsolescence	(102)	(100)	(209)	(322)

**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.**

	<b>Group</b>		
	<u>30/06/07</u> (US\$ million)	Note 1 <u>31/03/07</u> (US\$ million)	Note 2 <u>30/09/06</u> (US\$ million)
<u>Current assets</u>			
Cash and short term investments	134.05	130.71	151.36
Receivables from external clients	116.07	114.24	96.34
Advanced billings receivables	10.17	11.89	15.81
Inventories	10.52	17.34	9.52
Other current assets	34.99	31.28	29.85
Total current assets	<u>305.80</u> =====	<u>305.46</u> =====	<u>302.88</u> =====
<u>Non-current assets</u>			
Plant and equipment	14.68	14.34	12.93
Goodwill	0.65	0.65	0.65
Available-for-sale investments	1.11	1.15	1.16
Deferred tax assets	1.82	2.03	2.59
Total non-current assets	<u>18.26</u> =====	<u>18.17</u> =====	<u>17.33</u> =====
<u>Current liabilities</u>			
Trade creditors	69.25	77.94	62.01
Other current liabilities	60.14	60.55	65.75
Total current liabilities	<u>129.39</u> =====	<u>138.49</u> =====	<u>127.76</u> =====
<u>Non-current liabilities</u>			
Deferred tax liabilities	0.77	0.73	0.80
Net assets	<u>193.90</u> =====	<u>184.41</u> =====	<u>191.65</u> =====
Shareholders' funds	192.93	183.45	190.82
Minority interests	0.97	0.96	0.83
	<u>193.90</u> =====	<u>184.41</u> =====	<u>191.65</u> =====

Note 1 : Balance sheet as at 31 March 2007 is used for comparison.

Note 2 : Balance sheet as at 30 September 2006 is included being the latest audited balance sheet.

**1(b)(i) Balance sheet (Cont'd)**

	<b>Holding Company</b>	
	<u>30/06/07</u> (US\$ million)	<u>30/09/06</u> (US\$ million)
<u>Current assets</u>		
Cash and bank balances	9.45	8.27
Receivables from subsidiaries	54.40	73.15
Other current assets	1.99	1.92
	-----	-----
Total current assets	65.84	83.34
	=====	=====
<u>Non-current assets</u>		
Subsidiaries	104.41	102.11
Plant and equipment	2.45	2.32
	-----	-----
Total non-current assets	106.86	104.43
	=====	=====
<u>Current liabilities</u>		
Creditors	34.76	32.13
Other current liabilities	3.40	3.29
	-----	-----
Total current liabilities	38.16	35.42
	=====	=====
<u>Non-current liability</u>		
Deferred tax liabilities	0.26	0.34
	-----	-----
Net assets	134.28	152.01
	=====	=====
Shareholders' funds	134.28	152.01
	=====	=====

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

**Amount repayable in one year or less, or on demand**

As at 30/06/2007		As at 30/09/2006	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

**Amount repayable after one year**

As at 30/06/2007		As at 30/09/2006	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

**Details of any collateral**

Not applicable.

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

	<b>Q3 2007 US\$'000</b>	<b>Q3 2006 US\$'000</b>	<b>9 months to 30/06/07 US\$'000</b>	<b>9 months to 30/06/06 US\$'000</b>
<b>Cashflows from operating activities :</b>				
Profit before tax	10,128	7,603	29,123	26,317 **
Adjustments for				
Depreciation of plant and equipment	2,125	1,989	5,807	5,971
Allowance for doubtful trade receivables	49	49	199	148
Allowance for inventory obsolescence	102	100	209	322
Share options expense	330	320	1,040	1,217
Interest income	(978)	(1,042)	(3,100)	(2,373)
Interest expense	8	26	50	78
Operating cash flows before movements in working capital	<u>11,764</u>	<u>9,045</u>	<u>33,328</u>	<u>31,680</u>
Inventories	6,762	(391)	(995)	5,448
Trade and other receivables	(2,050)	666	(13,251)	4,431
Trade and other creditors	(10,177)	10,098	(3,018)	8,791
Cash generated from operations	<u>6,299</u>	<u>19,418</u>	<u>16,064</u>	<u>50,350</u>
Interest paid	(8)	(26)	(50)	(78)
Interest received	978	1,042	3,100	2,373
Income tax paid	(3,197)	(1,229)	(7,945)	(5,003)
Net cash from operating activities	<u>4,072</u>	<u>19,205</u>	<u>11,169</u>	<u>47,642</u>
<b>Investing activities :</b>				
Purchase of plant and equipment	(2,397)	(1,875)	(7,252)	(4,151)
Net cash used in investing activities	<u>(2,397)</u>	<u>(1,875)</u>	<u>(7,252)</u>	<u>(4,151)</u>
<b>Financing activities :</b>				
Net proceeds from issue of shares	99	1	267	667
Cash settlement of share options exercised by employees	(297)	(110)	(829)	(110)
Purchase of treasury shares	-	(7,805)	(4,762)	(12,081)
Dividends paid	-	-	(21,250)	-
(Repayment of)/increase in finance leases	-	(1)	(45)	3
Net cash used in financing activities	<u>(198)</u>	<u>(7,915)</u>	<u>(26,619)</u>	<u>(11,521)</u>
Net effect of exchange rate changes in consolidating subsidiaries	1,868	(641)	5,391	256
Net increase/(decrease) in cash and short term investments	3,345	8,774	(17,311)	32,226
Cash and short term investments at beginning of period	130,708	137,087	151,364	113,635
<b>Cash and short term investments at end of period</b>	<u>134,053</u> =====	<u>145,861</u> =====	<u>134,053</u> =====	<u>145,861</u> =====

\*\* 9 months ended 30 June 2006 included the one-time insurance settlement gain of US\$5.15 million.

**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.**

<b>Group</b> (US\$'000)	Attributable to shareholders of the Company								Minority interests	Total equity	
	Issued capital	Treasury shares	Share options settlement reserve @	Share options reserve	Statutory reserve	Exchange difference reserve	Goodwill on consolidation	Accumulated profits			Total
<b>Q3 2007 movement</b>											
Balance at 1 April 2007	139,999	(21,985)	(122)	4,459	483	2,602	(144,877)	202,895	183,454	957	184,411
Exchange differences arising during the period	-	-	-	-	11	2,009	-	-	2,020	-	2,020
Cost of share-based payment	-	-	-	330	-	-	-	-	330	-	330
Net profit for the period	-	-	-	-	-	-	-	7,325	7,325	8	7,333
Re-issue of treasury shares upon exercise of share options	-	121	21	(43)	-	-	-	-	99	-	99
Arising from the exercise of share options via cash settlement	-	-	33	(330)	-	-	-	-	(297)	-	(297)
<b>Balance at 30 June 2007</b>	<b>139,999</b>	<b>(21,864)</b>	<b>(68)</b>	<b>4,416</b>	<b>494</b>	<b>4,611</b>	<b>(144,877)</b>	<b>210,220</b>	<b>192,931</b>	<b>965</b>	<b>193,896</b>

@ Share options settlement reserve relates to adjustments arising from the exercise of share options via cash settlement and/or transfer from treasury shares.

1(d)(i) A statement of equity changes (Cont'd)

<b>Group (Cont'd)</b> (US\$'000)	Attributable to shareholders of the Company								Minority <u>interests</u>	Total <u>equity</u>	
	<u>Share capital</u>	<u>Treasury shares</u>	Share options settlement reserve @	Share options reserve	Statutory reserve	Exchange difference reserve	Goodwill on consolidation	Accumulated profits			<u>Total</u>
<b>Q3 2006 movement</b>											
Balance at 1 April 2006	220,444	(4,050)	(17)	3,727	329	(2,702)	(151,746)	125,034	191,019	840	191,859
Exchange differences arising during the period	-	-	-	-	(1)	(614)	-	-	(615)	-	(615)
Cost of share-based payment	-	-	-	320	-	-	-	-	320	-	320
Net profit for the period	-	-	-	-	-	-	-	5,331	5,331	-	5,331
Repurchase of shares and held as treasury shares	-	(7,805)	-	-	-	-	-	-	(7,805)	-	(7,805)
Re-issue of treasury shares upon exercise of share options	-	1	-	-	-	-	-	-	1	-	1
Arising from the exercise of share options via cash settlement	-	-	(12)	(98)	-	-	-	-	(110)	-	(110)
Balance at 30 June 2006	220,444	(11,854)	(29)	3,949	328	(3,316)	(151,746)	130,365	188,141	840	188,981

@ Share options settlement reserve relates to adjustments arising from the exercise of share options via cash settlement and/or transfer from treasury shares.

**1(d)(i) A statement of equity changes (Cont'd)**

<b><u>Holding Company</u></b> (US\$'000)	<u>Issued capital</u>	<u>Treasury shares</u>	<u>Share options settlement reserve @</u>	<u>Share options reserve</u>	<u>Accumulated profits</u>	<u>Total</u>
<b>Q3 2007 movement</b>						
Balance at 1 April 2007	139,999	(21,985)	(122)	4,459	9,757	132,108
Cost of share-based payment	-	-	-	330	-	330
Net profit for the period	-	-	-	-	2,043	2,043
Re-issue of treasury shares upon exercise of share options	-	121	21	(43)	-	99
Arising from the exercise of share options via cash settlement	-	-	33	(330)	-	(297)
Balance at 30 June 2007	139,999	(21,864)	(68)	4,416	11,800	134,283
<b>Q3 2006 movement</b>						
Balance at 1 April 2006	220,444	(4,050)	(17)	3,727	(80,445)	139,659
Cost of share-based payment	-	-	-	320	-	320
Net profit for the period	-	-	-	-	2,300	2,300
Repurchase of shares and held as treasury shares	-	(7,805)	-	-	-	(7,805)
Re-issue of treasury shares upon exercise of share options	-	1	-	-	-	1
Arising from the exercise of share options via cash settlement	-	-	(12)	(98)	-	(110)
Balance at 30 June 2006	220,444	(11,854)	(29)	3,949	(78,145)	134,365

@ Share options settlement reserve relates to adjustments arising from the exercise of share options via cash settlement and/or transfer from treasury shares.

**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 quarter ended 30 June 2007, the Company transferred 115,000 shares from treasury shares to employees who exercised their share options:

- a) 75,000 shares at US\$0.725 each for cash under the Datacraft Asia Share Option Scheme;
- b) 1,000 shares at US\$0.835 each for cash under the Datacraft Asia Share Option Scheme 2003;
- c) 37,000 shares at US\$1.147 each for cash under the Datacraft Asia Share Option Scheme 2003; and
- d) 2,000 shares at US\$1.14 each for cash under the Datacraft Asia Share Option Scheme 2003.

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

These figures have not been audited or reviewed.

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

Not applicable.

**4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements for the year ended 30 September 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 financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	Group		Group	
	Q3 2007	Q3 2006	9 months to 30/06/07	9 months to 30/06/06
Earnings per ordinary share for the period:				
(i) Based on the weighted average number of ordinary shares in issue	1.64 US cents	1.15 US cents	4.71 US cents	4.27 US cents
(ii) On a fully diluted basis	1.62 US cents	1.15 US cents	4.68 US cents	4.24 US cents

Note to item 6(i):

The weighted average number of ordinary shares in issue for Q3 2007 and 9 months ended 30 June 2007 is 447,166,276 and 449,255,485 respectively (Q3 2006: 462,225,430 and 9 months ended 30 June 2006: 465,590,427).

Note to item 6(ii):

The earnings per share on a fully diluted basis is calculated on the adjusted weighted average number of ordinary shares of 451,270,756 (Q3 2007) and 452,025,445 (9 months ended 30 June 2007) in issue during the period reported on. (Q3 2006: 464,787,278 and 9 months ended 30 June 2006: 468,080,713)

There are no preference shares in the Company.

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

	Group		Holding Company	
	30/06/07	30/09/06	30/06/07	30/09/06
Net asset value per ordinary share based on issued share capital	42.99 US cents	42.16 US cents	30.02 US cents	33.70 US cents

The net asset value per ordinary share is computed based on 447,266,683 (30 September 2006: 451,091,683) ordinary shares.

Note: Net asset value herein refers to net tangible assets.

- 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.**

For the third quarter of FY2007, Datacraft delivered a 30% increase in revenue to US\$147.3 million together with a 38% improvement in profit after tax to US\$7.3 million compared to Q3 FY2006. For the 9 months to June 2007, the Group grew revenue by 20% to US\$419.8 million, while bottom line profit increased 44% to US\$21.2 million excluding the one-time insurance gain in the corresponding period. Business momentum remains strong as reflected in a growing backlog which ended at a new high of US\$178 million, boosted by continued success in winning additional annuity service contracts.

The 30% year-over-year revenue growth in Q3 FY2007 was driven by strong growth in both hardware and services. Hardware revenue grew 36% year-over-year to US\$97.2 million while services grew 19% to US\$50.1 million. Hardware revenue has been growing faster than services due to the technology refresh cycle currently occurring in the market place. On a sequential basis, total revenue increased 2% from the prior quarter, in line with expectations.

The overall blended gross margin for the quarter was 18.8%, reflecting stable margins for hardware and services. Compared with the same quarter last year, the lower margin was due to the change in revenue mix. For Q3 FY2007, hardware sales, which have lower margins than services, accounted for 66% of revenue as compared to 63% in the same period last year.

Distribution, selling and administrative expenses (SG&A) totalled US\$17.8 million for the period. As a percentage of revenue, the SG&A/revenue ratio continued to improve, declining from 13.8% for Q3 last year to 12.1% this quarter. In terms of dollar value comparison, SG&A increased by 13.3% over last year, reflecting mainly additions to sales headcount. On a sequential basis, SG&A increased by less than 1% over the prior quarter.

On the back of revenue growth, stable margins and continued productivity gains, the Group achieved strong profit growth. Profit before tax rose 33% year-over-year to US\$10.1 million and correspondingly, profit after tax grew 38% to US\$7.3 million.

From a geographic perspective, the strong revenue performance in Q3 FY2007 was supported by double-digit growth from all four geographic regions. In particular, India, Hong Kong, China, New Zealand and Indonesia reported robust year-over-year revenue growth. Elsewhere, East Asia also reported strong year-over-year growth in revenue due in part to a low base in Q3 last year.

From a 9-month perspective, the Group achieved revenue of US\$419.8 million, representing a 20% year-over-year growth. Profit after tax was US\$21.2 million, representing a 44% year-over-year growth (excluding the one-time US\$5.15 million insurance settlement gain which occurred in Q2 last year). Gross margin for the 9-month period was 18.9%, similar to the 18.8% achieved for the same period last year. These results are a reflection of management's focus on driving revenue while maintaining margins.

From a balance sheet perspective, the Group's financials remain strong. The Group generated US\$4.1 million cash flow from operations in Q3, and a total of US\$11.2 million over the 9-month period. The Group's net cash and investments as at end of June 2007 was US\$134.1 million. Days Sales Outstanding for the quarter was 68 days, compared with 67 days in the prior quarter and 70 days in the same quarter last 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 was made previously.

**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.**

Looking ahead, the Group remains well positioned to benefit from the favourable prevailing market trends. Near term outlook is positive underpinned by a healthy backlog of US\$178 million, a new high for the Group. This represents a US\$9 million increase from the prior quarter, led by growth in annuity service contracts as well as a higher hardware backlog.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? No

**(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/recommendeded, a statement to that effect.**

Not applicable.

### 13. Interested Person Transactions (“IPTs”)

In US\$'000

Q3 FY2007		
Name of interested person	Aggregate value of all IPTs during Q3 FY2007 (excluding transactions less than S\$100,000 and excluding transactions conducted under the shareholders' mandate on 20 January 2006 )	Aggregate value of all IPTs during Q3 FY2007 conducted under the shareholders' mandate on 20 January 2006 (excluding transactions less than S\$100,000)
Transactions > S\$100,000	Yes	Yes
Defined by shareholders' mandate on 20 January 2006 +	Not applicable	Yes
Dimension Data Commerce Centre Ltd	717	819
Dimension Data Network Services Limited	289	-
Dimension Data Management Services (Pty) Ltd	256	-
Dimension Data North America Inc	118	-

+ The renewal of shareholders' approval was obtained on 30 January 2007 for purchases from Dimension Data Commerce Centre for servicing certain global clients, mainly HSBC.

#### BY ORDER OF THE BOARD

Patrick Quarmby  
Chairman

#### Confirmation by the Board

We, William Bruce Grahame Padfield and Philip Chu Yan-Jy, being two directors of Datacraft Asia Ltd (the “Company”), do hereby confirm on behalf of the directors of the Company 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 third quarterly results of the Company for the three months ended 30 June 2007 to be false or misleading.

On behalf of the Board of Directors

William Bruce Grahame Padfield  
Director

Philip Chu Yan-Jy  
Director

1 August 2007