

BOARDROOM LIMITED

(Registration No. 200003902Z)

FIRST QUARTER FINANCIAL STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2007

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		
	S\$'000		%
	1st Qtr 1 Jul 2007 to 30 Sep 2007	1st Qtr 1 Jul 2006 to 30 Sep 2006	Increase/ (Decrease)
Corporate Secretarial Fees	3,935	3,779	4.1%
Share Registration Fees	1,141	806	41.6%
Accountancy Fees	2,790	2,368	17.8%
Others	361	124	191.1%
Total Revenues	8,227	7,077	16.2%
Other income	123	173	-28.9%
Staff Costs	(4,425)	(3,801)	16.4%
Operating Expenses	(1,316)	(1,227)	7.3%
Interest on Borrowings	0	0	NM
Depreciation and Amortisation	(155)	(121)	28.1%
Impairment of Goodwill	(125)	(147)	-15.0%
Loss on Foreign Exchange	(95)	(124)	-23.4%
	2,234	1,830	22.1%
Income derived from Associate Company	82	0	NM
Gain from Partial Dilution of Associate	92	0	NM
Profit Before Tax	2,408	1,830	31.6%
Less: Income Tax	(676)	(443)	52.6%
Profit After Tax	1,732	1,387	24.9%

NM: Not Meaningful

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

	Note	GROUP		COMPANY	
		S\$'000		S\$'000	
		30 SEP 2007	30 JUN 2007	30 SEP 2007	30 JUN 2007
NON-CURRENT ASSETS					
Property, Plant & Equipment		1,546	1,351	180	190
Computer Software		229	227	175	184
Interest in Subsidiaries		0	0	25,161	25,161
Interest in Associate		4,722	4,571	4,534	4,534
Intangible Assets	1	29,304	29,946	0	0
		35,801	36,095	30,050	30,069
CURRENT ASSETS					
Trade Receivables		8,795	8,787	0	0
Unbilled Disbursements		172	145	0	0
Other Receivables		1,437	1,124	941	1,035
Loans to Subsidiaries		0	0	6,475	6,395
Amount due from Subsidiaries (non-trade)		0	0	2,334	2,706
Cash & Cash Equivalents		17,926	15,664	12,343	9,410
		28,330	25,720	22,093	19,546
HELD UNDER TRUST					
Clients' Bank Accounts - contra	2	17,338	13,612	0	0
Clients' Ledger Balances - contra	2	(17,338)	(13,612)	0	0
		0	0	0	0
Less:					
CURRENT LIABILITIES					
Trade Payables		4,170	4,638	333	683
Disbursements Billed in Advance		0	0	0	0
Other Payables		107	28	0	0
Amount owing to Subsidiaries (non-trade)		0	0	3,047	1,476
Excess of Progress Billings over Work-In-Progress		2,736	2,014	0	0
Provision for Taxation		3,054	2,387	0	0
		10,067	9,067	3,380	2,159
Net Current Assets		18,263	16,653	18,713	17,387
Deferred Taxation		(132)	(132)	(74)	(74)
NET ASSETS		53,932	52,616	48,689	47,382
FINANCED BY:					
Share Capital		32,289	32,223	32,289	32,223
Reserves		21,643	20,393	16,400	15,159
SHAREHOLDERS' INTEREST		53,932	52,616	48,689	47,382

Notes:

- Intangible assets represent goodwill arising from acquisitions of Arthur Andersen's Corporate Secretarial and Accounting Business, Hong Kong and Malaysian subsidiaries. Any excess of the consideration over the fair value of the net assets as at the date of the acquisition represents goodwill.
- Monies Held Under Trust comprises funds received in advance for payments of payroll and disbursements on clients' behalf and clients' monies held in escrow.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.**Amount repayable in one year or less, or on demand**

As at 30/09/2007		As at 30/06/2007	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
NIL	NIL	NIL	NIL

Amount repayable after one year

As at 30/09/2007		As at 30/06/2007	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
NIL	NIL	NIL	NIL

Details of any collateral

NIL

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

	GROUP	
	S\$'000	
	1st Qtr 1 Jul 2007 to 30 Sep 2007	1st Qtr 1 Jul 2006 to 30 Sep 2006
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Tax	2,408	1,830
Adjustments for:		
- Depreciation of Property, Plant and Equipment	142	108
- Amortisation of Intangible Assets	13	13
- Impairment of Intangible Assets	125	147
- Exchange Difference	100	177
- Interest Income	(79)	(120)
- Share Based Payment	0	(61)
- Income derived from Associate Company	(82)	0
- Gain from Partial Dilution of Associate	(92)	0
Operating Profit Before Working Capital Changes	2,535	2,094
(Increase) / Decrease in Operating Receivables	(204)	(294)
(Decrease) / Increase in Operating Payables	(368)	(841)
Increase / (Decrease) in Excess of Progress Billings over Work-In-Progress	757	1,117
Cash Generated from Operations	2,720	2,076
Income Tax Refunded / (Paid)	(153)	(186)
Net Cash Generated from Operating Activities	2,567	1,890
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant and Equipment	(341)	(46)
Acquisition of Computer Software	(14)	0
Interest Received	73	100
Net Cash (Used in) / Generated from Investing Activities	(282)	54
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Exercise of Employee Share Options	66	28
Dividends Paid	0	0
Net Cash Generated from / (Used in) Financing Activities	66	28
Net Increase / (Decrease) in Cash and Cash Equivalents	2,351	1,972
Cash and Cash Equivalents at beginning	15,664	16,289
Exchange (Loss) / Gain Arising from Translation of Foreign Currency Cash & Cash Equivalents	(89)	(16)
CASH AND CASH EQUIVALENTS AT END (30 SEPTEMBER)	17,926	18,245

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.

GROUP	Share Capital S\$'000	Share Premium S\$'000	Exchange Translation Reserves S\$'000	Capital Reserve S\$'000	Retained Earnings S\$'000	Total S\$'000
Balance at 1 July 2007	32,223	0	(1,100)	639	20,854	52,616
Issue of shares (under Boardroom Share Option Scheme)	66	-	-	-	-	66
Net Profit for the period	-	-	-	-	1,732	1,732
Share option expenses	-	-	-	0	-	0
Exchange translation difference arising from financial statements of foreign subsidiaries and associate company	-	-	(482)	-	-	(482)
Balance at 30 September 2007	32,289	0	(1,582)	639	22,586	53,932
Balance at 1 July 2006	31,794	0	(112)	693	16,441	48,816
Issue of shares (under Boardroom Share Option Scheme)	28	-	-	-	-	28
Net Profit for the period	-	-	-	-	1,387	1,387
Adjustment of overseas subsidiaries' prior year retained earnings	-	-	-	-	103	103
Share option expenses	-	-	-	(61)	-	(61)
Exchange translation difference arising from financial statements of foreign subsidiaries and associate company	-	-	(44)	-	-	(44)
Balance at 30 September 2006	31,822	0	(156)	632	17,931	50,229

COMPANY	Share Capital S\$'000	Share Premium S\$'000	Exchange Translation Reserves S\$'000	Capital Reserve S\$'000	Retained Earnings S\$'000	Total S\$'000
Balance at 1 July 2007	32,223	0	0	639	14,520	47,382
Issue of shares (under Boardroom Share Option Scheme)	66	-	-	-	-	66
Net Profit for the period	-	-	-	-	1,241	1,241
Share option expenses	-	-	-	0	-	0
Balance at 30 September 2007	32,289	0	0	639	15,761	48,689
Balance at 1 July 2006	31,794	0	0	693	12,038	44,525
Issue of shares (under Boardroom Share Option Scheme)	28	-	-	-	-	28
Net Profit for the period	-	-	-	-	108	108
Share option expenses	-	-	-	(61)	-	(61)
Balance at 30 September 2006	31,822	0	0	632	12,146	44,600

- 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 period, a total of 194,000 ordinary shares were allotted pursuant to the exercise of share options granted under the Boardroom Share Option Scheme. This gave rise to an increase in the Company's share capital from \$32,222,863.75 as at 30 June 2007 to \$32,288,878.75 as at 30 September 2007.

As at 30 September 2007, there were 1,597,000 (as at 30 September 2006: 3,022,000) unissued ordinary shares under exercisable options granted and unexercised under the Boardroom Share Option Scheme.

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

These figures 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.**

Yes.

- 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.**

Nil.

- 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	
	30 SEP 2007	30 SEP 2006
Earnings per ordinary share for the period after deducting any provision for preference dividends :-		
(a) Based on weighted average number of ordinary shares on issue; and	0.94 cents	0.76 cents
(b) On a fully diluted basis	0.94 cents	0.76 cents

Notes:

- The earnings per share is calculated based on the profit after tax on the weighted average number of shares in issue of 183,347,082 (30 September 2006 – 182,057,582).
- The diluted earnings per share is calculated based on the profit after tax on the number of shares in issue adjusted for the effect of dilutive potential ordinary shares. The total number of shares amounted to 183,841,396 (30 September 2006 – 182,846,393).

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		COMPANY	
	30 SEP 2007	30 JUN 2007	30 SEP 2007	30 JUN 2007
Net asset value per ordinary share based on issued share capital at the end of the period reported on	29.39 cents	28.71 cents	26.53 cents	25.85 cents

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.

Revenue

Total revenue increased by 16.2% due mainly to the increase in the number of clients, buoyant corporate and IPO activities and additional assignments awarded.

Staff Costs

Staff costs rose by 16.4% due mainly to the setting up of the corporate communications/investor relations business, salary adjustments and recruitment of additional personnel.

Operating expenses

Operating expenses increased by 7.3% due mainly to the increase in rental expenses.

Associate Company

Income derived from associate company was attributed to our share of post-acquisition profit from Newreg Pty Limited.

In September 2007, a new shareholder subscribing for shares at a premium in Newreg Pty Limited had resulted in diluting our equity interest of 33.33% to 25%. As a result, we made a gain of \$92,000 from the partial dilution.

Income Tax

The increase in income tax was due mainly to under-provision by our Hong Kong subsidiary.

Profit after tax

Profit after tax increased by 24.9%.

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

Not applicable.

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.

Revenue growth is expected to continue, partly the result of a full year contribution from the newly established corporate communications/investor relations business.

Cost increases, however, are expected to continue to rise, largely the result of even higher staffing and rental costs in Singapore and Hong Kong.

The recent investment in associate company, Newreg Pty Ltd, is also expected to contribute positively for the financial year.

The recent rationalisation of all Group subsidiary names should help to strengthen the Boardroom brand, and position it for more effective competition in the longer term.

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? No

12. Negative Assurance on Interim Financial Results

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the interim financial results for the first quarter ended 30 September 2007 to be false or misleading.

BY ORDER OF THE BOARD

Tan Cher Liang
Managing Director
2 November 2007