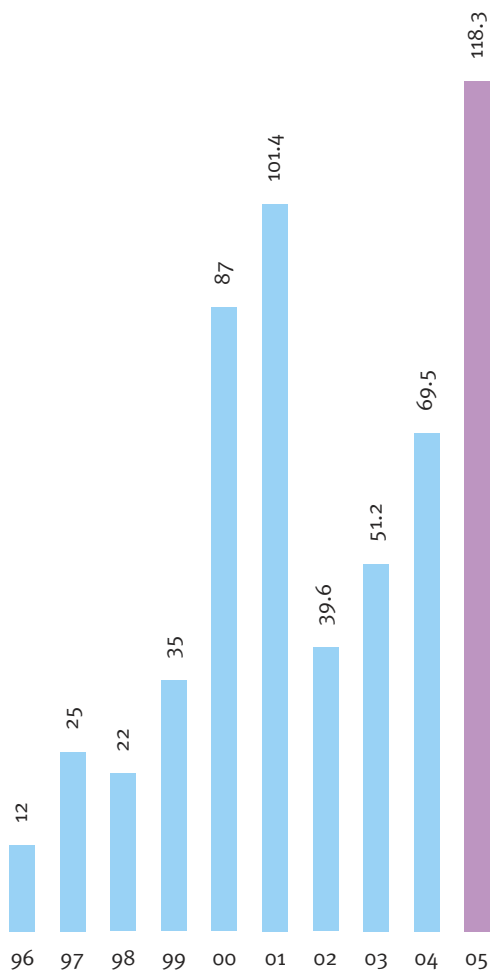


Delivering Growth
& Shareholders' Value

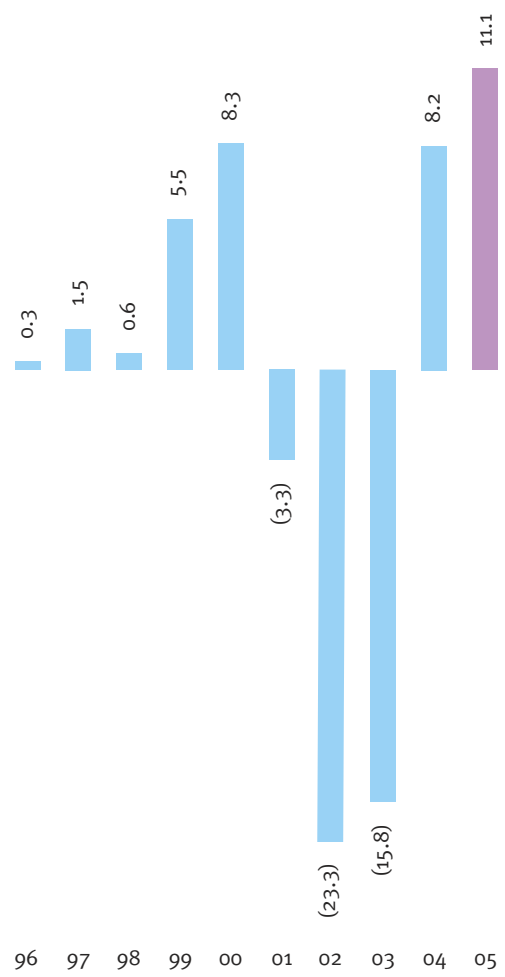
ellipsiz

annual report 2005

Financial Highlights



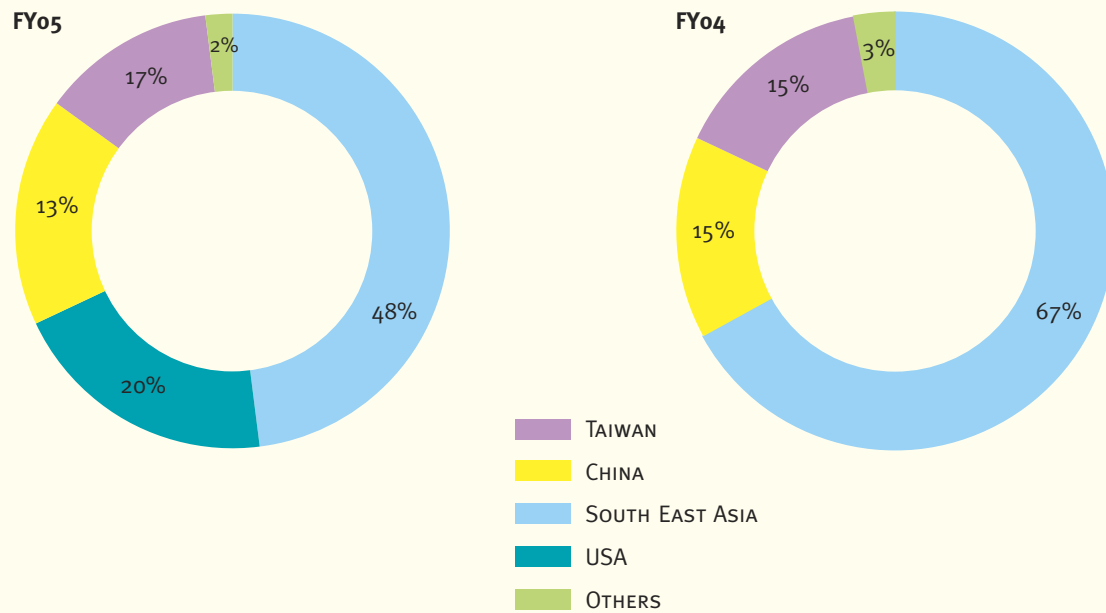
REVENUE (\$M)



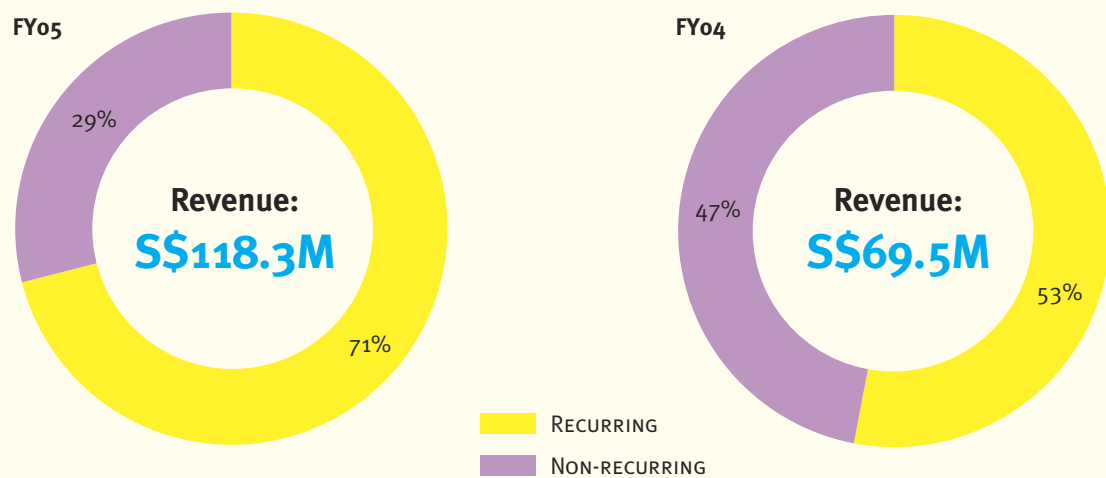
PROFIT AFTER TAX
& MINORITY INTEREST (\$M)

Financial Highlights

REVENUE



SUSTAINABILITY



Financial Ratios (Group)

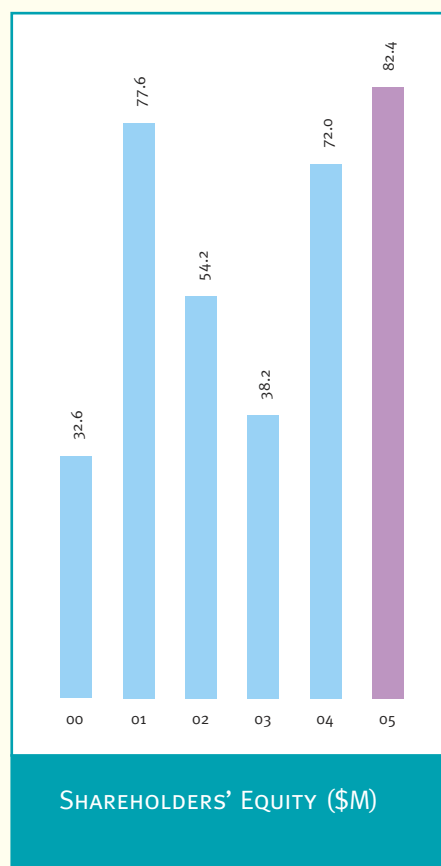
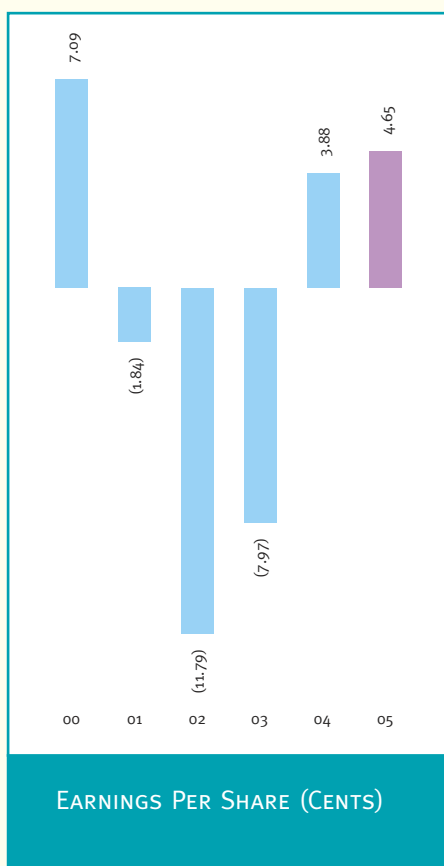
	FY05	FY04	FY03
Debtors Turnover (days)	83.0	84.0	73.0
Debt / Equity (%)	11.6	10.3	2.9
Current Ratio (times)	2.6	3.8	3.3
Quick Ratio (times)	2.3	3.7	3.1
* Price / Earnings Ratio (times)	8.3	9.9	N.M. #
Return on Equity (%)	13.4	11.4	(41.3)
NAV per ordinary share share (cents)	34.5	30.3	19.3
Cash per ordinary share (cents)	12.5	22.0	16.9
Gross Dividend per share (cents)	1.0	0.6875	–

Contribution by Business Segments (%)

		FY05	FY04	FY03
Revenue	Wafer Fab	62.5	93.4	93.5
	Test & Advanced Packaging	6.0	6.6	6.5
	Fabless	31.5	–	–
	Total	100.0	100.0	100.0
Cash and cash equivalents	Wafer Fab	40.7	22.5	46.8
	Test & Advanced Packaging	0.3	1.1	1.2
	Fabless	25.7	–	0.1
	Others	33.3	76.4	51.9
	Total	100.0	100.0	100.0

N.M. : Not Meaningful

* Average share price of \$0.385 computed over 7 trading days from 1 August 2005 to 10 August 2005.



Corporate Profile

Founded as a distributor and integrator of semiconductor equipment in 1992, the Ellipsiz Group is today a leading solutions provider to the semiconductor and electronics related industry in Asia and USA. The holding company, Ellipsiz Ltd, was listed on the SGX mainboard in July 2000 as SingaTrust Limited. In January 2001, the Company effected a name change to Ellipsiz.

Ellipsiz's comprehensive portfolio of solutions and services cater broadly to three market segments along the semiconductor and electronics related supply chain: Wafer Fab Solutions, Test and Advanced Packaging Solutions and Fabless Solutions.

Among its offerings for wafer fabs are equipment distribution and technical support, lithography applications, wafer reclaim and polishing, parts clean, pump refurbishment services, facility services including turnkey facilities hookup, total chemicals, gas and abatement management, turnkey fab relocation, qualification and reliability laboratories with HF and RF capabilities.

For test and advanced packaging houses, as well as foundries, Ellipsiz licenses its proprietary electroplating wafer bumping technology.

To further enhance the Group's position as a leading provider of integrated solutions, Ellipsiz has recently expanded into system integration and board level test solutions for contract and electronics manufacturing service providers, original equipment/design manufacturers and integrated design manufacturers under its new business division – Manufacturing Test Solutions. Following which, Test and Advanced Packaging Solutions will be consolidated under this new division.

For the fabless industry, Ellipsiz offers standard and enhanced epoxy and vertical probe card solutions.

Ellipsiz has offices in Singapore, Malaysia (Penang, Kuala Lumpur and Kuching), Taiwan (Hsinchu and Miaoli), China (Beijing, Shanghai, Shenzhen and Suzhou), Vietnam (Ho Chi Minh) and USA (San Jose and Tempe).

CONTENTS

04	Letter To Shareholders	26	Key Events	
09	Our Presence	27	Human Resources	42 Industry Outlook
12	Marketing Information	28	Investor Relations	48 Financial Statements
16	Operations Review	29	Corporate Information	101 Statistics of Shareholders
22	Board of Directors	30	Corporate Governance	102 Notice of Annual General Meeting
24	Key Executives	37	Financial Review	107 Proxy Form

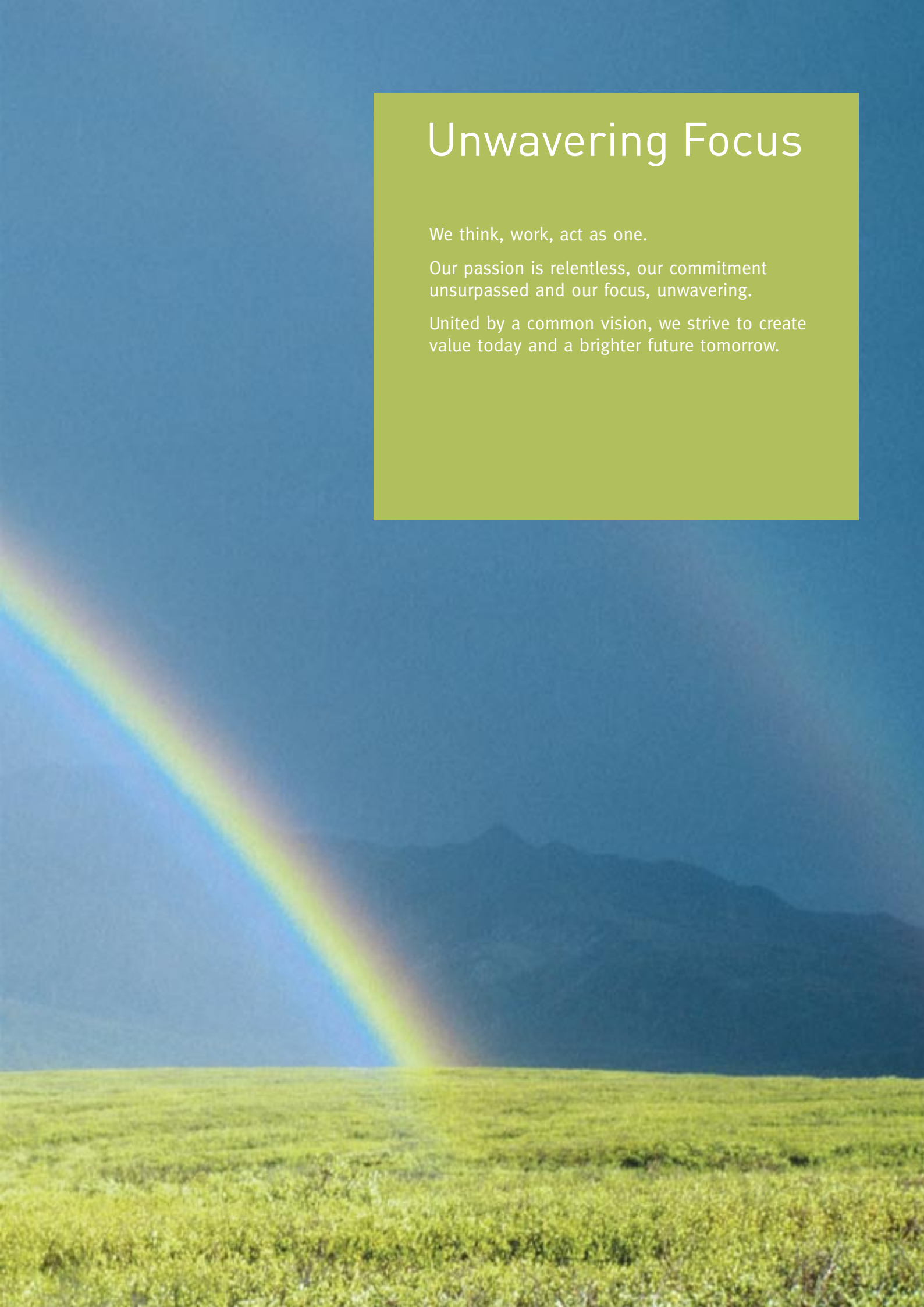


Unwavering Focus

We think, work, act as one.

Our passion is relentless, our commitment unsurpassed and our focus, unwavering.

United by a common vision, we strive to create value today and a brighter future tomorrow.



Letter to Shareholders

We are pleased to report strong growth and continued value generation at Ellipsiz.

Delivering on Our Promises

Dear Shareholders,

For the fiscal year ended June 2005, our revenue increased 70% to S\$118.3 million, the highest in our entire operating history. Helped by gross margin expansion to 33% from 20%, our net profit grew 35% to reach S\$11.1 million, again an unprecedented level for the Group. Basic earnings per share was up a solid 20% to 4.7 cents, the highest in the last five years. Net asset value per share rose 14% to 34.5 cents, the highest in four years.

Acquisitions contributed significantly towards growth but organic growth was also an important factor in the overall performance. Additionally, our bottom line was boosted by several one-time gains. Without exceptional items, 2005 net profit would have been S\$6.1 million, an increase of 74% from S\$3.5 million in 2004.

This caps our three-year strategic plan to turn the Group around and onto the path of sustained growth and profitability. Even more remarkably, this was achieved despite renewed weakness in the semiconductor industry, which has led many of our competitors, suppliers and customers to report losses and lower profits.

Our business model to pursue low-cyclicity, recurrent-growth, niche markets has indeed borne fruit not only in terms of growth and margins, but by lowering the business risks inherent to every organisation like ours. For example, our top 5 customers made up just 24% of revenue in 2005, down significantly from 36% in 2004. Similarly, our top 5 principals contributed to 18% of 2005 revenue, down from 32% in 2004.

In view of the good results, the Board of Directors is recommending a final gross dividend of 0.5 cents per share, subject to shareholders' approval. Together with the 0.5 cents per share interim dividend, this brings total gross dividends to 1 cent per share for 2005, an increase of 45% from 2004.

Letter to Shareholders

The Next Lap

Having achieved what we set out to do three years ago, we now set our sights higher in our new three-year strategic plan.

In 2006, we will focus on maximising returns from our existing businesses through improved operations and a sharper competitive edge. In 2007, we intend to resume our focus on growth, both organic and acquisitive, in view of a likely pick up in our target markets. In 2008, we intend to scale up in a major way to achieve critical mass in all our core businesses. This, we believe, will elevate us to 'Blue Chip' status in the minds of equity investors - both locally and abroad.

Going forward, we will continue to focus our attention on the Asia Pacific region, the fastest growing in the world, with China being the most important market in our expansion strategy. In this regard, in June 2005, Semiconductor Manufacturing International Corporation (SMIC), China's largest and most advanced wafer foundry signed a three-year non-exclusive General Supply and Service Agreement with us for a comprehensive suite of services and products. According to SMIC's CEO, this is the very first time the company has inked such an extensive partnership agreement with a vendor. This bodes well for our China plans.

We also plan to continue diversifying into new industries and end-markets, to ride new growth trends as well as buffer ourselves from the volatility of the semiconductor sector. Our initial moves here include the acquisition of a 51% of stake in iNETest Resources and a 91% stake in FMB Industries Pte. Ltd. (FMB). The former provides manufacturing test solutions for electronics end-product makers like contract manufacturers, and the latter provides consumables for the semiconductor and biomedical sectors.

Letter to Shareholders

Strengthening Management

To reach our ambitious goals over the next three years, Ellipsiz needs to re-invent and bring in new blood to the management team.

To this end, we are delighted to welcome long-time Board member Matthew Chan as Executive Chairman from 1 July 2005. Xavier Chong, our founder and CEO who has led the company back from the brink to where it is today, relinquishes his role as Chairman to devote even more of his focus to operations.

Matthew is an outstanding choice for the job. He is an industry veteran with high-ranking tenures in the region at leading semiconductor and electronics companies such as Cadence Design Systems, Novellus Systems and Tektronix. Matthew's extensive knowledge, experience and network of contacts in the region, especially China, will be invaluable toward Ellipsiz's expansion plans.

The separation of the Chairman and CEO roles also stems from our desire to comply with the Singapore Code of Corporate Governance recommendation to ensure balance of power, increased accountability and greater capacity for independent decision-making.

The Board also welcomes back Rick Hodgman as Independent and Non-Executive Director as of 31 May 2005. Rick had earlier taken nine months off to focus on his increased responsibilities at Broadcom Singapore Pte Ltd. Ellipsiz is richer for his contributions, in particular his business acumen in the fabless semiconductor industry.



Matthew Chan

Xavier Chong

Dr. Foo See Liang

Letter to Shareholders

More Good Years

We believe 2006 will bring continued success for Ellipsiz. Despite the many challenges faced by the semiconductor and electronics industries, and significant macroeconomic headwinds, we see opportunities for steady growth ahead based on our recurrent-revenue, niche-market business model.

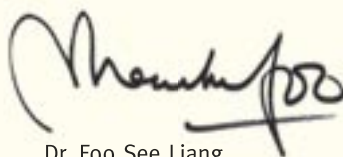
To our shareholders, business partners and our staff throughout the region, we would not be here today were it not for your encouragement and faith in us. We hope to count on your continued support as we work towards achieving more good years.

Thank You, Everybody!

Yours sincerely,



Matthew Chan
Executive Chairman

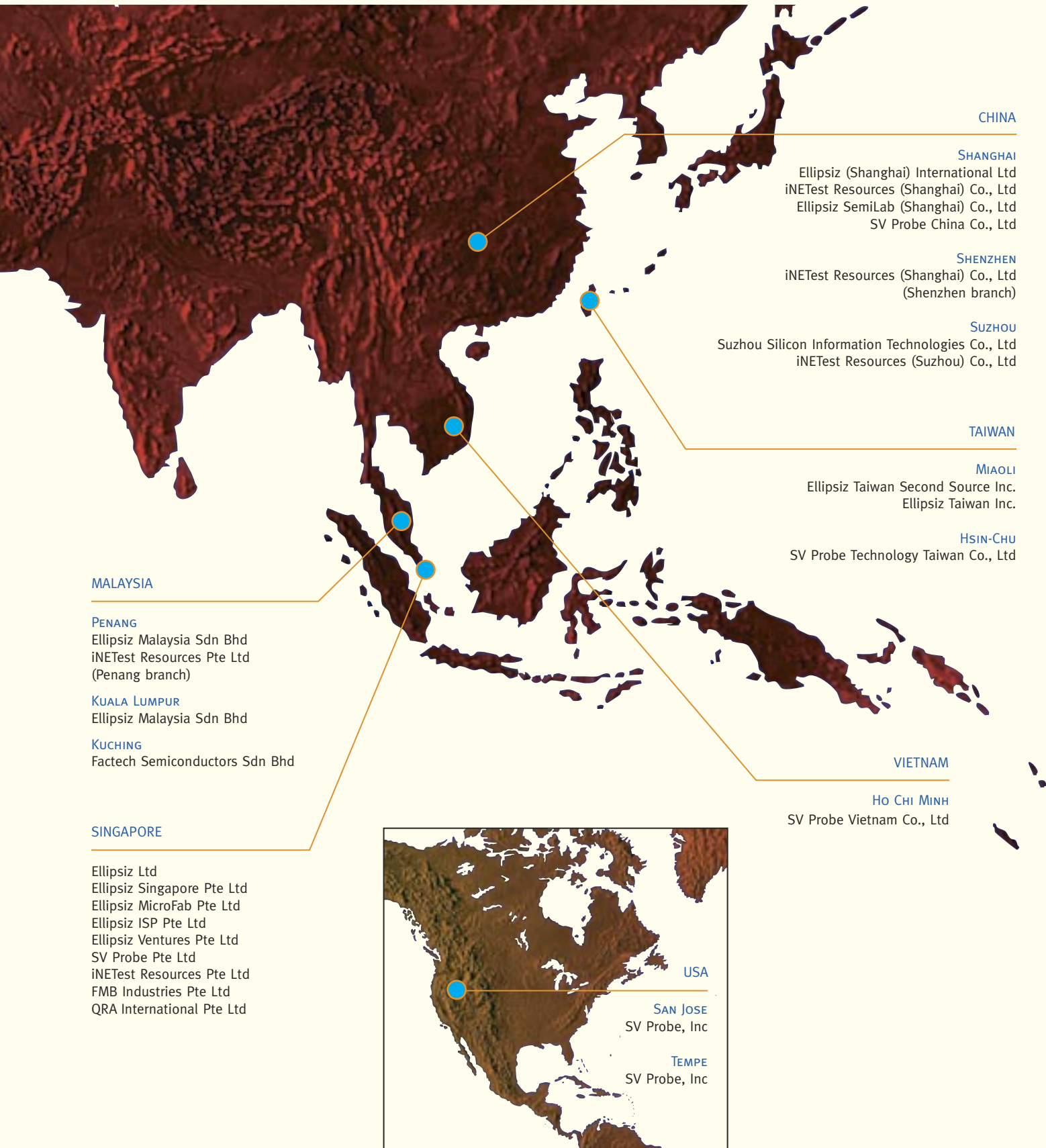


Dr. Foo See Liang
Co-Chairman



Xavier Chong
Chief Executive Officer

Our Presence



Seizing Opportunities

Patience is a virtue.

Our team has shown a dedicated approach on how to expand our market presence and add to our revenue stream.

We have nurtured and strengthened our relationships with customers and partners. Ready to act swiftly and seize opportunities on the horizon.

How do we put this to action?
Two words: Simply Leap.





Marketing Information

PROBE CARDS

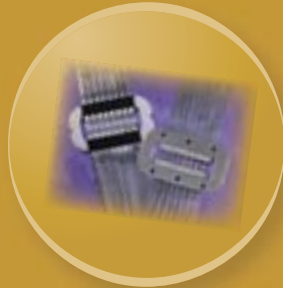


sv probe

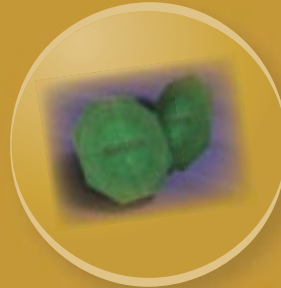
Put Us to the Test



**SV2™ Vertical
Probe Card**



**Enhanced Epoxy
Probe Cards**



PCB Design



Motherboards

SV Probe is a leading probe card and test interface manufacturer with a diverse product offering that includes standard and enhanced epoxy probe cards, SV2™ vertical probe cards, PCB design and motherboard fabrication. With knowledgeable personnel in engineering, manufacturing, sales and customer service worldwide, SV Probe has the capability to develop innovative, quality products used to meet the growing test demands of the semiconductor industry.

SV PROBE WORLDWIDE



SV PROBE MARKETS & CUSTOMERS



SV probe was ranked 8th among the Top 10 Worldwide Probe Card Suppliers by VLSI Research in 2004

RECLAIM BUSINESSES

Compelling Value Proposition

WAFER RECLAIM

...could potentially offer up to 60% reduction in test wafer costs

We are Asia's premier wafer reclaim and polishing services provider. Used test wafers are reclaimed for reuse in the testing of equipment and fab processes prior to a production run, thus, offers savings on the use of more expensive new test wafers. Backed by our robust and proprietary wafer reclaim and polishing process, we are capable of delivering quick turnaround for our customers despite demanding sets of specifications. Besides reclaim wafers, we also supply new test wafers.



Wafer reclaim involves a multi-step cleaning, stripping, etching and polishing processes.

Our Markets & Customers...

China: ASMC, CSMC, GSMC, Hejian, SMIC, TSMC

Malaysia: 1st Silicon

Singapore: Chartered, HP, Hitachi Semiconductor, STMicroelectronics

Taiwan: Macronix, ProMOS, TSMC

Customer Driven Initiative

PUMP REFURBISHMENT

...readily available product intelligence & network to tap on

We offer vacuum pump refurbishment services to the semiconductor & LCD fabs in Asia. We have the capability to refurbish BOC Edwards, Ebara, Alcatel, Leybold & Kashimaya pumps. Located in the city of Miaoli, near the heart of Taiwan's foundry industry in Hsin-Chu, we offer quick turnaround to the customers.

Our Markets & Customers...

China: CSMC, SMIC

Singapore: HNS

Taiwan: A.U. Optoelectronics, Macronix, TSMC, UMC

Marketing Information

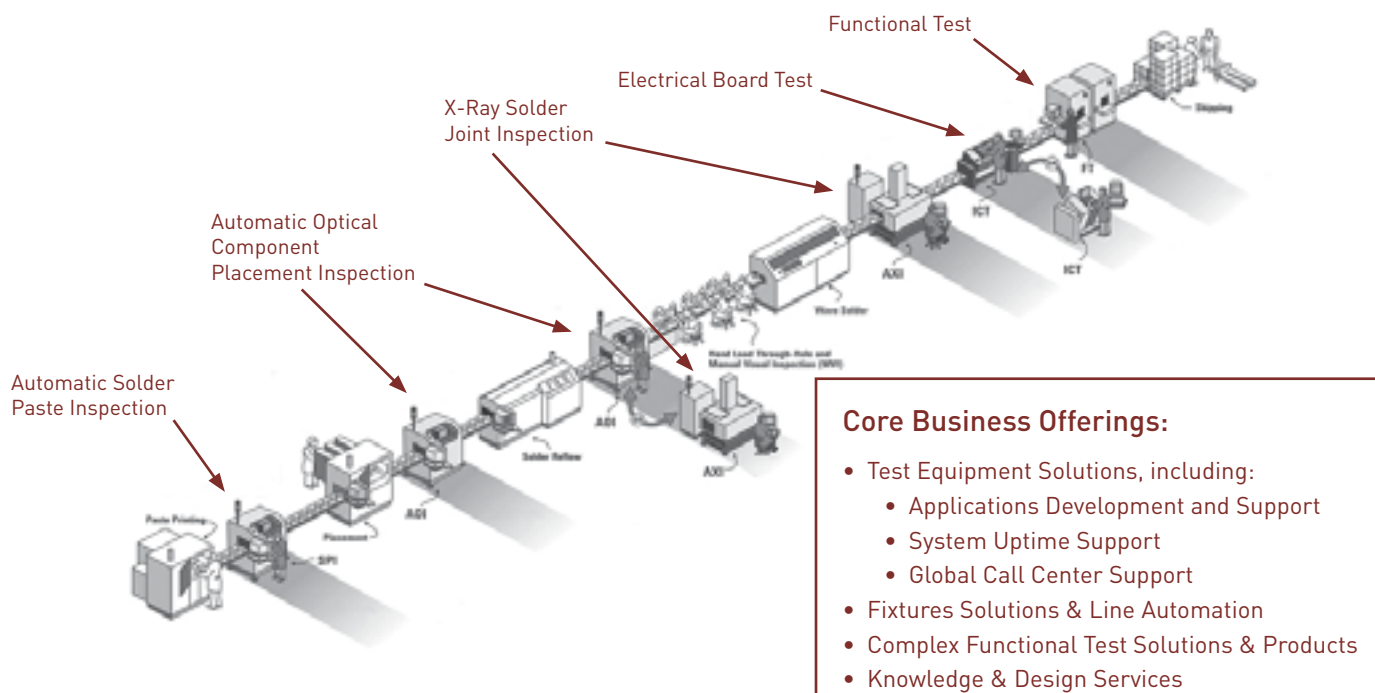
Expanding Into Electronics *Starting from FY06*

Electronics Manufacturing Services / Contract Manufacturing Services (EMS/CMS)

...further entrenches our position as a leading regional provider of integrated solutions

Board Level Assembly Market Space

We provide system integration and manufacturing test solutions.



Our Partners...

Agilent Technologies, AdvanTech, Asset, International Test Technologies, Rohwedder, National Instruments, Softronics, Weiss Technik, Marian Asia, Anritsu.

Our Markets & Customers...

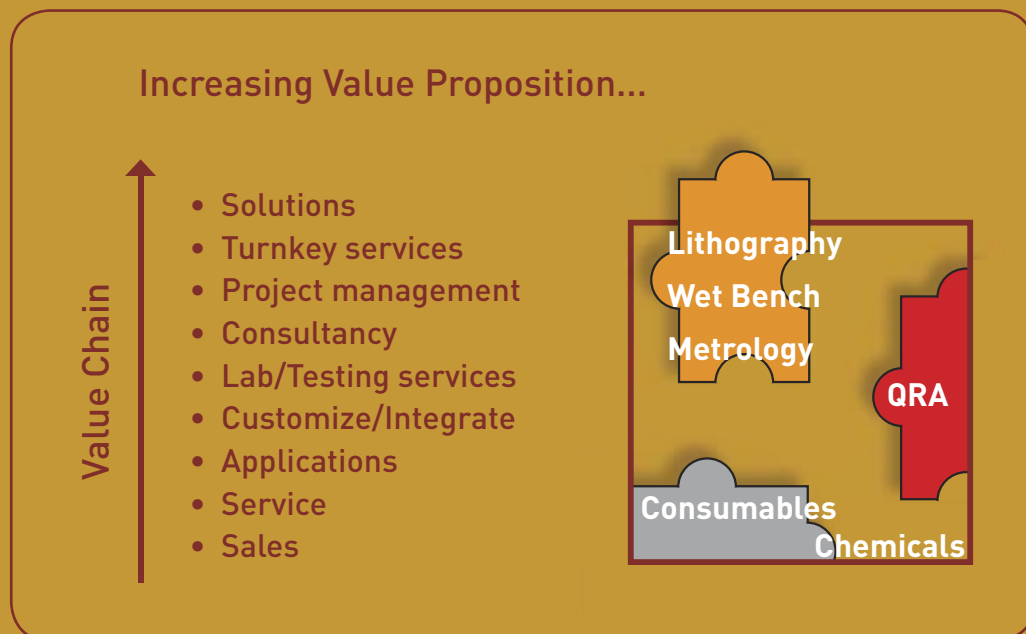
Electronics Manufacturing Service Providers: Flextronics, Solectron, Celestica, Sanmina-SCI, Venture,
Benchmark Original Equipment Manufactures: Agilent, Motorola, Hewlett-Parkard, Intel, Cisco Systems,
Nokia Original Design Manufacturers: Wistron, Arima Communications, Mitac, Compal Electronics,
Inventec Geographical Market: Singapore, Malaysia, Thailand, China & Taiwan

DISTRIBUTION

Scaling new heights

Cross-regional competencies

Cross-selling opportunities



Our Partners...

Nikon, Anelva, Hoya, Chiron, Sentech, MGC, Tokuyama, Seiko, Bede, Sonoscan, Song Jaan, Knights, Trion, SELA, MRL, Fluoro Mechanic

Celebrated 10th year partnership with Nikon

Our Markets & Customers...

China: SMIC, TSMC, Hejian, HHNEC, GSCMC, ASMC, CSMC

Malaysia: Infineon, SilTerra, Intel, Agilent, OSRAM, Unisem, AMD, 1st Silicon

Singapore : Chartered, CSP, SMP, UMC, AFPD, Hitachi Semiconductor, TECH, ST Microelectronics, SSMC

Taiwan: TSMC, UMC, Nanya, Inotera, ProMOS

Operations Review

We are structured into three divisions for operational and financial reporting purposes: Wafer Fab Solutions (WFS), Fabless Solutions (FS) and Test and Advanced Packaging Solutions (TAPS). The FS division is new.

Growth: The WFS division grew revenue by 14% to S\$73.9 million. The new FS division chalked up a maiden contribution of S\$37.3 million, with growth on a proforma basis of around 9%. Revenue from the TAPS division increased 54% to S\$7.1 million from a small base.

Percentage contribution: We managed to better balance our revenue base in 2005 with the new FS division contributing 32% of revenue in 2005. This brought down the WFS division's contribution to 62% in 2005 from 93% in 2004, although it grew in dollar terms. The TAPS division contributed 6% of 2005 revenue, down from 7% in 2004.

Recurrent businesses: Recurrent, low-cyclicity businesses accounted for 71% of 2005 sales, up from 53% in 2004 and 46% in 2003. The rise in recurrent businesses in 2005 came mainly from the newly acquired SV Probe Group, which makes probe cards.

Operations Review



WAFER FAB SOLUTIONS (WFS) DIVISION

This division comprises Distribution, Wafer Reclaim, Pump Refurbishment, Facilities and Consumables.

Distribution: This business contributed about half of the division's sales. In June 2005, Ellipsiz clinched a comprehensive General Supply and Service Agreement with China's largest and most advanced foundry, SMIC. The three-year non-exclusive agreement called for Ellipsiz to provide an integrated host of solutions critical to the efficient and cost-effective operations required by a wafer fab. The range of products and services under the agreement cover wafer reclaim, vacuum pump refurbishment, probe cards, equipment, materials, chemicals, consumables, total chemical and abatement management, equipment hook-up, fab relocation, parts cleaning, and equipment parts sourcing. This is the first time SMIC has signed such an extensive partnership agreement with a vendor.

Wafer Reclaim: Our capacity has been fully utilized since the second quarter of 2005, indicating the strong demand for recycled test wafers even in an industry downturn. We plan to increase throughput in 2006 with additional equipment to ease production bottlenecks, and a reorganization of the factory layout. We increased our stake in this unit from 67% to 100% in 2005.

Pump Refurbishment: This business continued its good progress, two years after our initial investment. Capacity increased from 60 pumps a month to more than 100 pumps in the fourth quarter of 2005. In 2006, we plan to set up a refurbishment centre in Shanghai and also to expand our scope to serve 12-inch wafer fabs from the current 8-inch wafer fabs. In addition, we have made inroads to expand the customer base to include LCD (liquid crystal display) customers.

Facilities: In April 2005, this unit scored a coup with a multi-million dollar contract to design and build EEMS Asia's assembly and test facility in the Suzhou Industrial Park in China. The revenue from this project will be booked in financial year 2006.

Consumables: During the year, Ellipsiz purchased 91% of FMB, a consumables business serving not just semiconductor customers but the biomedical sector as well.

Operations Review

FABLESS SOLUTIONS (FS) DIVISION

This division comprises mainly the design and production of probe cards through SV Probe which Ellipsiz acquired a 50% stake in August 2004. Offering comprehensive solutions for semiconductor components and wafer testing, SV Probe is a leading manufacturer of probe cards, including epoxy, enhanced epoxy and vertical products. The company has been growing its market share steadily and has been assessed by VLSI Research as one of the top ten probe card companies worldwide for two years running.

In 2005, the probe card business continued the aggressive expansion of its new manufacturing operation in Vietnam to support growing demand for its probe card products from customers in China, South East Asia and Taiwan. Profitability was attained within six months after start-up. With a strict eye on quality standards, the Vietnam operation achieved qualification by top customers in Asia and the United States.

With the Vietnam facility in operation, the company was able to effectively increase the capacity of its manufacturing operation in USA by transitioning longer lead-time orders to Vietnam. This way, the company was able to reduce overall production cost.

Two major milestones in R&D initiatives were achieved during the year. The first was the successful introduction, qualification and release to product testing of its SV2™ vertical probe card product to a focused group of customers in Asia and USA. The second development was its 'clean-free' enhanced epoxy probe card for LCD driver testing, which surpassed the performance of competitor products by a factor of 10. What was especially significant was that the company had not previously participated in this market estimated at about S\$100 million a year.

To consolidate its position as a top player in the highly competitive probe card market, SV Probe intends to continue leveraging on its engineering capabilities and low-cost manufacturing facility in Vietnam. It also plans to ramp volume to penetrate the LCD market, move beyond 'beta' site customers for vertical products, and drive adoption of its enhanced epoxy solutions. Strategic alliances or acquisitions in Europe are also being explored to expand market channels.



TEST & ADVANCED PACKAGING SOLUTIONS (TAPS) DIVISION

This division comprises mainly Wafer Bumping, Chip Testing, and End-products Testing.

Wafer Bumping: We sold our wafer bumping technology and equipment to SMIC in September 2003 in return for transfer fees, licensing fees and SMIC shares worth about US\$5 million. We successfully completed the transfer in January 2005 under the Integrate-Operate-Transfer (IOT) project. We later sold the Singapore-based facility. Going forward, revenue from this business will depend on SMIC's use of our technology from which we derive licensing fees.

Chip Testing: We ventured into chip testing services with a 75% stake in Ellipsiz Test. Operations started in September 2004, and the business contributed about S\$4.5 million to Group revenue in 2005. Six months later, however, we seized the opportunity for a strategic tie-up with Italian test house, EEMS Italia S.p.A, which was seeking a presence in Asia. We exchanged our 75% stake for a 16% stake in the joint venture company, EEMS Asia Pte Ltd, and a US\$4 million cash payment. We believe this arrangement gives us attractive upside while being relieved of the heavy capital expenditure necessary to fund business expansion.

End-products Testing: We ventured into this business in July 2005 with the acquisition of iNETest, a company which offers systems integration and board level testing to original equipment manufacturers and contract manufacturers in Asia. Operating in markets such as Singapore, China, Taiwan, Malaysia, Thailand, Vietnam and the Philippines, the business would enhance Ellipsiz's solutions portfolio and further entrench its position as a leading regional provider of integrated solutions with a focus on the semiconductor and electronics-related value chain. The acquisition was strategic to Ellipsiz's intention to diversify from the volatile semiconductor sector, lower the overall cyclicality of its revenue model and raise the recurrent portion of income.

Operations Review

RISKS & UNCERTAINTIES

a) Cyclical Industries

We operate in both the semiconductor and electronics manufacturing services (EMS) industries.

The semiconductor industry is highly cyclical due to the abrupt fluctuations in supply and demand of semiconductors. The semiconductor industry has experienced periodic downturns that have resulted in semiconductor manufacturers cancelling or delaying their purchases of semiconductor materials or equipment. The timing, length and severity of such downturns are difficult to predict. In the event of any downturn in the semiconductor industry, the Group's operating results would be materially affected.

The EMS industry is less cyclical, but highly seasonal with the second half of the calendar year usually stronger than the first. Also, pricing is under constant pressure in this industry and product life cycles are short. Similar to the semiconductor industry, orders can be deferred, modified or cancelled by customers.

b) Foreign Exchange Risk

As the Group is involved in international businesses, it is exposed to foreign exchange risk for its sales, purchases, trade receivables, trade payables and cash and cash equivalents denominated in foreign currencies. The currencies giving rise to this risk are primarily US dollars and Japanese yen. Currently, the Group does not hedge its foreign currency exposure, as there is natural hedging between its sales and purchases, its trade receivables and trade payables. However, the management monitors the exposure closely and will consider hedging significant foreign currency exposure should the need arise.

c) Macroeconomic Risks

Demand in our end-markets are affected by economic performance of the major economies and consumer sentiment. It is the general consensus among economists that risks lie ahead for the global economy due to rising interest rates and high oil price, among other factors. The risk of property prices falling substantially in the US also presents a risk to global economic prospects.





Growth

2005 saw us sowing further seeds of growth.

Seeds to position company profitability on a higher plane.

With these growth foundations now in place and our continuing drive to be more responsive to our competitive environment, Ellipsiz is now positioned to be the leader in our field.



Board of Directors



Matthew Chan Chung Shin
EXECUTIVE CHAIRMAN

Matthew Chan Chung Shin was appointed Executive Chairman on 1 July 2005. He has been an Independent Director since 2000.

Matthew has extensive general management experience in the high-tech electronics industry in the Asia Pacific region. Up to the time he became the Executive Chairman of Ellipsiz, he was the President of Asia Pacific and Corporate Senior Vice-President in Cadence Design Systems, Inc., San Jose, US.

Prior to joining Cadence Design Systems, Inc., from 1994 to 1999, Matthew was the President of Asia, Novellus Systems Inc., San Jose. Between 1980 and 1994, he was with Tektronix Inc., Beaverton, Oregon, responsible for functional areas such as engineering, manufacturing, sales, marketing, technical support, operations and later became regional head of China, Hong Kong and South Asia.

Currently, Matthew is the Senior Advisor for Beijing Chunquancun Software Science Park and Taiwan CIDC Investment Company.

Matthew graduated from Chung Yuan University, Chung-Li, Taiwan with a Bachelor of Industrial Engineering Degree. He holds a Master of Computer-Aided Manufacturing from Brigham Young University, Provo, Utah, and was a PhD candidate of Sales and Marketing, University of South Australia, Adelaide, South Australia.



Dr. Foo See Liang
CO-CHAIRMAN

Dr. Foo See Liang was appointed an Independent Director on 14th June 2000 and a Co-Chairman of the Company on 8th February 2001. Dr. Foo is currently an Associate Professor in the Nanyang Business School (NBS), Nanyang Technological University (NTU).

He is a Fellow of the Institute of Chartered Accountants in England and Wales and the Institute of Certified Public Accountants of Singapore. He is also an Academic Board Member of the Productivity Standards Board (PSB) Academy (Singapore).

Dr. Foo was a National University of Singapore Overseas Graduates Scholar. He has a Bachelor of Commerce Degree from the University of New South Wales (Australia) and a doctorate (Accountancy) Degree from the University of Hull (UK). In 1993, he attended the Senior Executives Programme at the Sloan School of Management, MIT (USA).



Xavier Chong Fook Choy
CHIEF EXECUTIVE OFFICER

With effect from 1 July 2005, Xavier Chong relinquished his role as Chairman. He remains the Chief Executive Officer. The separation of the Chairman and CEO roles is a move to ensure an appropriate balance of power, increased accountability and to allow greater capacity of the Board for independent decision-making.

Xavier founded Ellipsiz in 1992 at age 30, with the establishment of ESI. Prior to becoming an entrepreneur, Xavier was the Service and Sales Manager of Leica Pte. Ltd.

Xavier extended his reach into the distribution of wafer fab process equipment, materials and facilities management for the industry. In 1996, Xavier ventured into manufacturing services, investing in a wafer reclaim plant to serve the region.

In 1999, the Group, then known as SingaTrust, was a winner in Singapore's prestigious Enterprise 50 Awards. In July 2000, Xavier listed the holding company on the mainboard of the Singapore Exchange, and subsequently effected a name change to Ellipsiz Ltd. In 2001, he took a one-year sabbatical from his Executive Chairman position to pursue his personal interests. In May 2002, at the request of the Board of Directors, he returned to helm the Group as Chairman and CEO.

Board of Directors



Lim May Lan

CHIEF FINANCIAL OFFICER

Lim May Lan joined the Ellipsiz Group in 2000 as CFO and was appointed an Executive Director on 16 November 2001.

May Lan was formerly the CFO of Zagro Asia Limited, a company listed in the SGX-ST, and the Financial Controller of United Leasing and Services Pte. Ltd., an associate company of Scott & English (Malaysia) Sdn. Bhd. Prior to joining the commercial sector, she spent 10 years of her career with two international public accounting firms, namely, Arthur Young and Deloitte & Touche.

May Lan is a member of the Institute of Certified Public Accountants of Singapore, Chartered Institute of Marketing (UK) and Institute of Chartered Secretaries and Administrators (UK).

May Lan has a Bachelor of Accountancy from the National University of Singapore. She holds an MBA in Strategic Marketing from the University of Hull (UK), a Postgraduate Diploma in Marketing from the Chartered Institute of Marketing (UK) and a Diploma in company secretarial matters from the Institute of Chartered Secretaries and Administrators (UK).



Phoon Wai Meng

INDEPENDENT DIRECTOR

Phoon Wai Meng was appointed an Independent Director on 1 July 2004.

Phoon is currently the Vice President/General Manager of Agilent Technologies Singapore, where he oversees the High Speed IC Operation. He was with Hewlett-Packard Singapore for over 20 years, before the spin-off of Agilent Technologies from the company.

In his more than 25 years of senior management experience with Hewlett-Packard Singapore and Agilent Technologies Singapore, Phoon has managed the design and manufacturing of test & assembly of high-performance ASIC/ASSP products. He was involved in the setting up of one of the first IC design centres in Singapore in 1987.

Currently, he serves as a Board member of Chartered Silicon Partners.

Phoon graduated from Monash University, Australia with a Bachelor of Electrical/Electronics Engineering Degree.



Rick Kenneth Hodgman

INDEPENDENT DIRECTOR

Rick Kenneth Hodgman was re-appointed an Independent Director on 31 May 2005. He resigned from the Board on 31 August 2004 to focus on an enlarged portfolio at Broadcom Singapore Pte. Ltd., following his promotion to Vice President and Managing Director for Asia Operations.

From 1996 to 1999, Rick was the Vice President and General Manager of Wafer Fab Operations, Fab 2 and 3, and Chartered Silicon Partners Pte. Ltd. at Chartered Semiconductor Manufacturing Ltd. Prior to this, he was with Silicon Systems, Inc. for 14 years. When he left the company, he was the Vice President for World-wide Wafer Fab/Foundry Operations.

Rick graduated from the University of Utah with a Bachelor of Science degree and a Master of Science degree in Electrical Engineering.

Key Executives



Kevin M. Kurtz

PRESIDENT & CEO, SV PROBE

Kevin M. Kurtz has been the President and Chief Executive Officer of SV Probe since February 2001. SV Probe is one of the fastest-growing probe card companies in the world, and it has established a joint-venture, SV Probe Asia, with Ellipsiz.

Kevin spent 10 years of his career, between December 1990 and January 2001 with Cerprobe Corporation, where he rose from a Regional Sales Manager to Vice President. From December 1990 to December 1995 Kevin was Regional Sales Manager, then General Manager of the Cerprobe's San Jose facility. Between January 1996 and April 1997, Kevin was Vice President of Manufacturing of Cerprobe Corporation. He then took on the role of President of SVTR, Inc., a wholly-owned wafer probe manufacturing subsidiary of Cerprobe, from May 1997 to January 1999. Between February 1999 and January 2001, Kevin served as Vice President, Operations of Kulicke & Soffa, after its purchase of Cerprobe Corporation. Prior to joining Cerprobe, from September 1985 to November 1990, Kevin held various sales and sales management positions with Probe Technology, a manufacturer of probing devices for testing of integrated circuits.

Kevin graduated with a Bachelor of Science in Business Administration, with an emphasis in marketing and a secondary degree in Cybernetic Systems, from San Jose State University.



Ong Puay Han

PRESIDENT OF WAFER FAB SOLUTIONS DIVISION

Ong Puay Han oversees the wafer fab solutions operations in Singapore, Malaysia, Taiwan and China. These have been Ellipsiz's core revenue generating business units.

Puay Han is instrumental in bringing about the consolidation of the Wafer Fab Business Units and growing the business by more than 90% from S\$39m to S\$76m over the last 3 years. He has also taken the lead to spearhead developmental efforts to create integrated solutions such as Facilities, Reclaim and Qualification & Reliability in wafer Fab business. These integrated solutions are rich in IP competencies and have the potential to grow into global companies. With his proven management skills and expertise in the semiconductor industry, Puay Han is also tasked to grow Ellipsiz's presence in the China market.

Puay Han has 15 years of experience in the semiconductor industry. He first joined Ellipsiz in 1999 as the General Manager of its Wafer Fab Engineering Services Division. He was previously the Regional Business Unit Manager for KLA-Tencor. Puay Han has also worked for Texas Instruments and TECH Semiconductor.

Puay Han holds a Master of Science and a Bachelor of Science (honors) in Electrical Engineering from the University of Arkansas, and a Diploma in Chemical Process Technology from Singapore Polytechnic. He has also completed the Program of Management Development from Harvard Business School.

Key Executives



Melvin Chan Wai Leong

MANAGING DIRECTOR, INETEST RESOURCES

Melvin Chan Wai Leong was appointed Managing Director on 1 April 2003.

Melvin has extensive experience in the semiconductor and IT distribution industry encompassing business development, operations and management in Asean, Australia, New Zealand, Hong Kong, China and India.

Prior to his appointment as Managing Director of iNETest, Melvin was Vice President of Asia Pacific in Ingram Micro Asia, where he was responsible for the operations and implementation of Ingram Micro's strategic programs in the region.

Before joining Ingram Micro, Melvin was the Regional Sales and Marketing Manager of Electronics Resources Limited (ERL). After the company was listed on the Singapore Stock Exchange in December 1993, he was appointed a Director to the Board in March 1994, where he managed the business development and operations of ERL in the Asia Pacific market. He was also responsible for functions such as strategic investments and corporate development. Melvin was instrumental in leading ERL to a successful affiliation with Ingram Micro Inc in December 1997 and its subsequent 100% acquisition and integration into Ingram Micro Inc. in 1999.

Melvin began his career in 1987 at Hewlett Packard and subsequently, Motorola in 1989 where he commenced his sales and marketing career.

Melvin has a Bachelors degree in Electrical Engineering and a Masters degree in Business Administration from the National University of Singapore.



Roger Li Li

GENERAL MANAGER, CHINA

Roger Li Li is responsible for business development in China. He facilitates the customization of the Company's integrated solutions to China's semiconductor industry clusters and research laboratories. He has more than 20 years of experience in the electronics industry, covering both the private and public sectors across China. He was previously the General Manager of Silicon International, where he developed the sales and service divisions.

Roger has a Bachelor's degree in Semiconductor Technology from China Southeast University, Nanjing, and a Diploma in Physics from Mainz University, Germany.

Key Events



June 21, 2005	Raised stake in wafer reclaim subsidiary, Ellipsiz ISP to 100%
June 14, 2005	Signed General Supply and Service Agreement with SMIC
May 31, 2005	Rick Hodgman rejoined Ellipsiz's Board of Directors
April 26, 2005	Ellipsiz subsidiary won STAR Award at SSMC's Suppliers' Day
April 8, 2005	Won EEMS' Assembly and Test facilities project in China
February 28, 2005	Signed JV agreement with EEMS
February 3, 2005	Recorded first half net profit of S\$5.2 million and declared interim dividend
January 24, 2005	SV Probe's Vietnam manufacturing facility achieved ISO 9001:2000
January 14, 2005	Completed wafer bump turnkey at SMIC
January 7, 2005	Integrated total turnkey facility for Tinggi Technologies
January 4, 2005	Acquired consumable supplies specialist FMB
December 8, 2004	Ellipsiz's proprietary electroplated process patented
August 19, 2004	Achieved 152% growth in profitability and declares dividend for the first time

Human Resources



Human Resource Mission

Ellipsiz's human resource mission is to develop an engaged, competent and motivated workforce, which is aligned to accomplish Group goals and live Group values.

Human Resource Development Program

Given the diversity of Ellipsiz's business, its people too, are made up of individuals with myriad talents and professional qualifications. The immediate challenge for the human resource function is to enhance the skill sets of the employees to be scalable across regions.

IN-HOUSE TRAINING

Every employee in Ellipsiz is encouraged to receive a minimum of 26 hours of in-house training as foundation. For personal growth development, they have the option to select 2 elective training modules of their interest per year.

ATTACHMENT PROGRAMMES

Recognizing the importance of integrating its culture among employees despite their distinctive background and location, a cross-cultural attachment program was initiated.

TECHNICAL PUBLICATION POLICY

Employees in Ellipsiz are given full support in time and resources to express their views and know-how on technical issues through research and writing of articles for industry publications and presentations in conferences.

ACADEMIC QUALIFICATION SPONSORSHIP PROGRAM

Ellipsiz encourages its staff to continuously upgrade themselves academically through sponsoring courses that are relevant to their jobs. The program covers sponsorship of academic qualification from 'O' levels to Master.

MANAGEMENT RETREAT AND TEAM BUILDING PROGRAM

Once a year, the key management staff of Ellipsiz across the region spends a few days together away from work for a retreat. Outdoor teambuilding activities are also part of the program to enhance understanding and trust.

RECREATION

Employees of Ellipsiz work hard and also have fun together through regular group recreational activities.

Investor Relations



Creating value for its shareholders is Ellipsiz's priority. Communicating with its investors is thus ranked high on its corporate agenda. Besides the annual general meeting, Ellipsiz has taken many proactive steps to provide timely and relevant information for the investing community.

On its corporate website is an "Investor Relations" section where corporate information such as financial results and annual reports are easily accessible. Ellipsiz's latest developments are also posted on the website to keep investors updated of the Group's activities. And if a shareholder or a potential investor wishes to meet our management, he can make an appointment via the website. Ellipsiz sets aside two days a month for such meetings.

Ellipsiz holds financial results briefings twice a year to give analysts and fund managers the opportunity to meet its management and to discuss its results and the future plans of the company.

In 2005, Ellipsiz stepped up its efforts in forging better relations with the analysts and fund managers by participating in investor roadshows whereby corporate presentations were made to broking houses, fund managers and institutional investors. The roadshows have helped these target audience understand Ellipsiz's business. In the year ahead, Ellipsiz will further enhance this interaction by organizing facility visits to help them better understand the Group's businesses.

The Group also uses the media to reach out to the general public by disseminating those information which were presented to the investing community through press releases and press interviews.

Ellipsiz will continue to keep open lines of communication with its shareholders, current and potential investors to achieve an acceptable standard of corporate transparency.

Corporate Information

BOARD OF DIRECTORS

Matthew Chan Chung Shin

Executive Chairman

Dr. Foo See Liang

Non-Executive Co-Chairman

Xavier Chong Fook Choy

Executive Director, CEO

Lim May Lan

Executive Director, CFO

Phoon Wai Meng

Non-Executive Director

Rick Kenneth Hodgman

Non-Executive Director

AUDIT COMMITTEE

Dr. Foo See Liang

Chairman

Phoon Wai Meng

Rick Kenneth Hodgman

NOMINATING COMMITTEE

Rick Kenneth Hodgman

Chairman

Phoon Wai Meng

Xavier Chong Fook Choy

REMUNERATION COMMITTEE

Phoon Wai Meng

Chairman

Rick Kenneth Hodgman

JOINT COMPANY SECRETARIES

Chan Yuen Leng, LL.B. (Hons)

Anne Choo, LL.B. (Hons)

HEADQUARTERS

Ellipsiz Ltd

(Reg. No. 199408329R)

29 Woodlands Industrial Park E1 #04-01/06

NorthTech Lobby 1

Singapore 757716

Tel: (65) 6311 8500

Fax: (65) 6269 2628

STOCK LISTING

Ellipsiz ordinary shares are traded on the Singapore Exchange Securities Trading Limited or SGX-ST since 6 July 2000 under the symbol “Ellipsiz”

INDEPENDENT AUDITOR

KPMG

16 Raffles Quay

#22-00 Hong Leong Building

Singapore 048581

Tel: (65) 6213 3388

Partner-in-charge: Mr. Quek Shu Ping

(Appointed with effect from financial year ended 30 June 2004)

REGISTRAR AND SHARE TRANSFER OFFICE

M&C Services Private Limited

138 Robinson Road

#17-00 The Corporate Office

Singapore 068906

Tel: (65) 6227 6660

PRINCIPAL BANKERS

United Overseas Bank Group

80 Raffles Place

#12-00 UOB Plaza 1

Singapore 048624

Malayan Banking Bhd

2 Battery Road

Maybank Tower

Singapore 049907

Corporate Governance

The Board of Directors (the “Board”) of Ellipsiz Ltd (the “Company”) is committed to maintaining good standards of corporate governance and ensuring effective self-regulatory corporate practices exist to protect the interest of its shareholders.

The Company endeavors to adopt corporate governance practices that are in conformity with the principles of the Code of Corporate Governance (the “Code”) issued by the Corporate Governance Committee and best practices set out in the Best Practices Guide issued by the Singapore Exchange Securities Trading Limited (SGX-ST).

The Company’s corporate governance processes and activities for the financial year are outlined below.

BOARD MATTERS

As at date of the report, the Board comprises the following members:

EXECUTIVE DIRECTORS

Mr. Matthew Chan Chung Shin ⁽¹⁾	(Executive Chairman)
Mr. Chong Fook Choy	(Chief Executive Officer)
Ms. Lim May Lan	(Chief Financial Officer)

NON-EXECUTIVE AND INDEPENDENT DIRECTORS

Dr. Foo See Liang	(Co-Chairman)
Mr. Phoon Wai Meng	
Mr. Rick Kenneth Hodgman ⁽²⁾	

⁽¹⁾ Mr. Matthew Chan was a Non-Executive Director during the financial year. He was appointed as the Chairman and Executive Director with effect from 1 July 2005.

⁽²⁾ Mr. Rick Kenneth Hodgman resigned on 31 August 2004 and rejoined the Board on 31 May 2005.

The Board’s Conduct of its Affairs

The Board is entrusted with the responsibility of overseeing the business and corporate affairs of the Group. It approves the overall strategies and initiatives of the Group, regularly reviews its financial performance and ensures implementation of appropriate systems to manage the principal risks of the Group’s business. The Company’s internal guidelines stipulate that all strategic investments, divestments and acquisitions shall first be approved by the Board.

The Board established three sub-committees namely, the Audit Committee, Nominating Committee and Remuneration Committee, to assist in the execution of its responsibilities and facilitate effective management. Most of the members of the sub-committees are Non-Executive Directors.

The Board currently holds four scheduled meetings each year. Ad-hoc meetings and discussions are often held as and when necessary to address specific significant matters that may arise. As permitted by the Company’s Articles of Association, Board meetings may be conducted by way of telephonic conferencing.

Corporate Governance

The number of meetings held by the Board and the sub-committees and the attendance of the members for the year ended 30 June 2005 are as follow:

	Board Meetings	Audit Committee Meetings	Nominating Committee Meeting	Remuneration Committee Meetings
Number of meetings held	4	4	1	2
<u>EXECUTIVE DIRECTORS</u>				
Matthew Chan Chung Shin	4	4	— ^(b)	2
Chong Fook Choy	4	4 ^(a)	Not applicable	Not applicable
Lim May Lan	4	4 ^(a)	1	2
<u>NON-EXECUTIVE DIRECTORS</u>				
Foo See Liang	4	4	Not applicable	Not applicable
Phoon Wai Meng	4	3	1	2
Rick Kenneth Hodgman	2 of 2	1 of 1	Not applicable	Not applicable

^(a) Attendance by invitation

^(b) Abstained

The Board receives relevant, complete and timely information prior to the Board meetings and on an on-going basis. Management is invited to participate at the Board meetings to provide the Board members with background and explanatory information relating to matters brought before the Board. Information presented to the Board includes explanatory information relating to matters to be discussed such as business plans, budgets, forecasts, and quarterly internal financial statements. In respect of budgets, any material variance between projections and actual results are always disclosed and explained.

The Company secretary attends all scheduled Board and Audit Committee meetings in the financial year, except for one meeting that was held overseas and minuted by a member of the Board. The Company secretary advises the Board on procedures and relevant company legislation, rules and regulations, which are applicable to the Company.

The Board has separate and independent access to the senior management team and the Company secretary at all times.

Board Composition and Balance

The Board considers the current size, competence and composition of the Board appropriate, taking into consideration the scope and nature of the Group's operations.

The members of the Board collectively have a diversified portfolio of expertise covering business, industry knowledge, strategic planning risks management and assurance, accounting and financial knowledge. The information pertaining to each Director is set out on pages 22 and 23 of the Annual Report.

In accordance with the Company's Articles of Association, one-third of the Board is subject to retirement by rotation and re-election at the Annual General Meeting. New Board members, if any, will undergo an orientation programme, which will include briefings by the Chairman of the Nominating Committee, Chief Executive Officer and management on the businesses and activities of the Group, its strategic directions as well as its corporate governance practices so as to facilitate the new member's understanding of the Group. Board members receive updates on relevant developments on finance and corporate issues and the Company will consider further training where necessary.

Corporate Governance

Chairman and Chief Executive Officer

To comply with the Code that the roles of Chairman and Chief Executive Officer should in principle be assumed by separate persons in order to ensure an appropriate balance of power, increased accountability and greater capacity of the Board for independent decision making, Mr. Matthew Chan Chung Shin was appointed as the Chairman of the Company with effect from 1 July 2005. Mr. Chong Fook Choy remains as the Chief Executive Officer of the Company. Mr. Chong is not related to Mr. Chan.

There is a clear division of responsibilities between the Chairman and Chief Executive Officer. The Chairman bears the primary responsibility for the workings of the Board and ensuring its effective function. He is responsible for the implementation of corporate policies and also ensures that Board meetings are held as and when necessary. The Chief Executive Officer is primarily responsible for the performance of the Group, specifically on the financial planning and related investment activities that include the reviewing and charting of corporate directions and strategies. He also ensures that stipulated corporate policies are properly complied and works closely with the Chairman on corporate issues.

Nominating Committee

The Nominating Committee comprised Mr. Phoon Wai Meng (Chairman), Mr. Matthew Chan Chung Shin and Ms. Lim May Lan during the financial year. With the appointment of Mr. Chan as an Executive Director, in order to ensure that the majority of this sub-committee shall consist of independent Directors, it was reconstituted, with effect from 11 August 2005, to comprise Mr. Rick Kenneth Hodgman (Chairman), Mr. Phoon Wai Meng and Mr. Chong Fook Choy.

The Committee assesses the effectiveness of the Board, its committees and their members. Its functions include nominations for the appointment, re-appointment, election and re-election of Directors and members of the Remuneration Committee and Audit Committee. It also reviews and approves nominations for senior management positions in the Group, including that of the Chief Executive Officer and other senior executives.

The Nominating Committee assesses the performance of the Directors by evaluating their participation records and contributions in the financial year. The Nominating Committee is also tasked to assist the Board in ensuring that Directors appointed to the Board and its sub-committees possess the relevant background, experience and knowledge in technology, business, finance and management skills critical to the Group's businesses and that each Director, through his unique contributions, brings to the Board an independent objective perspective to enable balanced and well-considered decisions to be made.

The Nominating Committee also considered, and is satisfied that all existing Non-Executive Directors of the Board, namely, Dr. Foo See Liang, Mr. Phoon Wai Meng and Mr. Rick Kenneth Hodgman are independent Directors.

REMUNERATION MATTERS

Remuneration Committee

The Remuneration Committee during the financial year comprised Mr. Phoon Wai Meng (Chairman), Mr. Matthew Chan Chung Shin and Ms. Lim May Lan. With effect from 11 August 2005, in order to maintain the independence of the sub-committee, it was reconstituted to comprise Mr. Phoon Wai Meng (Chairman) and Mr. Rick Kenneth Hodgman.

The Remuneration Committee is responsible for reviewing and recommending to the Board a framework on all aspects of remuneration of Directors, Chief Executive Officer and other senior management executives of the Group, including director's fees, salaries, allowances, bonuses, options and benefits in kind. The Committee is also empowered to review policies governing compensation and promotion of executive officers of the Company and its subsidiaries to ensure that these are consistent with the Group's strategy and performance. The Committee's recommendations are made in consultation with the

Corporate Governance

Chairman of the Board, and submitted for endorsement by the entire Board. The members of the Remuneration Committee do not decide on their own remuneration.

The Committee also oversees the implementation of the Ellipsiz Share Option Plan (“ESOP”) and the Ellipsiz Restricted Stock Plan (“ERSP”).

Remuneration Information

The Executive Directors have employment contracts with the Company that can be terminated by either party serving the relevant notice. There is no contractual provision for payment of compensation upon such termination of service. The Executive Directors are assessed based on their individual performance and the performance of the Company.

The Non-Executive Directors have no service contracts with the Company and are not entitled to any compensation upon termination of directorship.

In line with past practice, the Directors of the Company are paid Directors’ fees, subject to shareholders’ approval at the Annual General Meeting. No individual Director fixes his own remuneration.

As may be noted from the table below, the performance related elements of remuneration (that is bonuses) form a significant proportion of the Executive Directors’ total remuneration. Their performance was evaluated by the Remuneration Committee based on a formal employee evaluation process.

The remuneration information of the Directors is as set out below:

Director	Remuneration bands	Directors’ fees	Salary and allowance (inclusive of CPF)	Bonus	Total
<u>EXECUTIVE DIRECTORS</u>					
Mr. Chong Fook Choy	Above \$750,000	5%	32%	63%	100%
Ms. Lim May Lan	\$250,000 to \$499,999	13%	46%	41%	100%
<u>NON-EXECUTIVE DIRECTORS</u>					
Dr. Foo See Liang	Below \$250,000	100%	—	—	100%
Mr. Phoon Wai Meng	Below \$250,000	100%	—	—	100%
Mr. Matthew Chan Chung Shin	Below \$250,000	100%	—	—	100%
Mr. Rick Kenneth Hodgman	Below \$250,000	100%	—	—	100%

Corporate Governance

The Best Practices Guide requires the disclosure of the names and remuneration of at least the top five executives (who are not Directors) earning remuneration that falls within bands of \$250,000. The Company believes that disclosure of the details and remuneration of individual executives is disadvantageous to the business interests, given that it is operating in a highly competitive industry. The Group has instead presented the number of top five key executives (who are not Directors of the Company) that receive remuneration in bands of \$250,000.

Remuneration bands	Number of staff
Below \$250,000	—
\$250,000 to \$499,999	5
\$500,000 to \$749,999	—
Above \$750,000	—

Ellipsiz Share Option Plan & Ellipsiz Restricted Stock Plan

The salient details of the ESOP and ERSP and the details of the options and awards granted are provided in the Directors' Report and Note 26 to the audited financial statements.

Since the commencement of ESOP and ERSP, no options or awards have been granted to controlling shareholders of the Company or their associates. Details of the options and awards granted to Directors and details of participants who have been granted 5% or more of the total options or awards available under the Plans are provided in the Directors' Report.

ACCOUNTABILITY AND AUDIT

The Board keeps the shareholders updated on the business of the Group through releases of the Group's half and full year financial results, publication of the Company's annual reports and timely releases of the relevant information through SGXNET. Currently, the Company has not commenced quarterly financial reports as recommended by the Code but will do so if required by the SGX-Listing Rules.

Management keeps the Board informed of the Group's performance through presentation at quarterly Board meetings, regular updates and informal discussions. The Board receives detailed information on the Group's performance, position and prospects, including management accounts and detailed presentation by each senior manager of the various business groupings at these quarterly meetings.

Audit Committee

The Audit Committee comprised three Directors namely Dr. Foo See Liang (Chairman), Mr. Phoon Wai Meng and Mr. Matthew Chan Chung Shin during the financial year. Effective from 11 August 2005, the Audit Committee was reconstituted and its members are Dr. Foo See Liang (Chairman), Mr. Phoon Wai Meng and Mr. Rick Kenneth Hodgman.

The Committee in assisting the Board to fulfil its responsibilities for the Group's financial statements and external financial reporting, meets periodically with the management and external auditors to:

- (a) review the financial statements of the Company and the consolidated financial statements of the Group before submission to the Board for approval;
- (b) review the interim and full year announcements of the Company and the Group before they are submitted to the Board for approval;
- (c) review and discuss with external auditors the overall scope of work of the audit and its effectiveness, the results of the audit and the evaluation of the internal control system, external auditors' management letter and the responses from management;
- (d) review the nature and extent of non-audit services provided by the external auditors of the Company;
- (e) review the independence and objectivity of external auditors annually; and
- (f) review interested person transactions between the Group and interested persons, if any.

The Committee is also tasked with advising the Board on the appointment and re-appointment of external auditors of the Company at each Annual General Meeting. In accordance with Chapter 12 of the Singapore Exchange Listing Manual, the Audit Committee also undertakes to review the non-audit services provided by the auditors and ensures that the non-audit services shall not affect the independence of the external auditors.

The Audit Committee has full access to and co-operation from the Group's management. It has also been given the resources required to discharge its function properly and has full discretion to invite any Director or executive officer to attend its meetings. The auditors have unrestricted access to the Audit Committee and meet with the members of the Audit Committee without the presence of the management at least once a year.

The Audit Committee has recommended to the Board the nomination of KPMG for re-appointment as external auditors of the Company at its forthcoming Annual General Meeting.

The Group presently does not have an independent internal audit function. However, the Board recognises the benefits of this function and will from time to time review the appropriateness of its set up.

The Board acknowledges its overall responsibility for ensuring that there is a sound system of internal control and is satisfied that there is no significant weakness in the system of internal control of the Group that may result in material loss to the Group.

Corporate Governance

Risk Management

As the Company does not have a Risk Management Committee, the Audit Committee and the senior management assume the responsibility of the risk management function.

The Audit Committee and senior management seek to identify areas of significant business risk, including revenue loss, property loss and breach of information security, as well as appropriate measures to control and mitigate these risks. In determining the appropriate measures, the cost of control and the impact of risks occurring will be balanced with the benefits of reducing risk.

KEY MANAGEMENT TEAM

The profiles of the Group's key management are set out on pages 24 and 25 of the Annual Report.

There are no employees in the Group who are immediate family members of a Director or the Chief Executive Officer.

COMMUNICATION WITH SHAREHOLDERS

To maintain high level of transparency, the Board aims to ensure timely disclosure of all material business affecting the Group through announcements made via SGXNET. At the Annual General Meetings, shareholders are given opportunity to express their views and make enquiries regarding the operations of the Group. The Board and management are present at these meetings to address any question that shareholders may have concerning the Company. The external auditors are also present to answer any relevant shareholders' queries.

SECURITIES TRADING

In line with the Best Practices Guide issued by the SGX-ST, the Group has issued guidelines on share dealings to all employees of the Group, setting out the implications of insider trading and the recommendations of the Best Practices Guide.

The Directors have also adopted the Best Practices Guide with regards to dealings in the Company's shares.

INTERESTED PERSON TRANSACTIONS

All interested person transactions are subject to review by the Audit Committee. There were no significant interested person transactions during the financial year.

Financial Review

The following discussion is based on and should be read in conjunction with, the audited consolidated financial statements of Ellipsiz Ltd and its subsidiaries, including the notes thereto.

Our consolidated financial statements are reported in Singapore Dollars and have been prepared in accordance with the provisions of Companies Act, Chapter 50, and Singapore Financial Reporting Standards.

RESULTS OF OPERATIONS

Consolidated Income Statement

Year ended 30 June	2005 \$'000	2004 \$'000	Variance %
Revenue	118,276	69,544	70
Gross profit	38,717	13,726	182
Gross profit margin	32.7%	19.7%	66
Other income	6,245	9,007	(31)
Operating expenses	(27,677)	(13,891)	99
Profit from operations	17,285	8,842	95
Finance costs	(591)	(146)	305
Share of results of associates and jointly-controlled entity	(26)	41	(163)
Profit from ordinary activities before taxation	16,668	8,737	91
Profit from ordinary activities after taxation	13,808	8,258	67
Net profit for the year	11,070	8,196	35
Earnings per share (cents)			
- Basic	4.65	3.88	20
- Diluted	4.56	3.85	18

Financial Review

Revenue

The Group achieved revenue of \$118.3 million in 2005, an increase of 70% over 2004.

The increase was attributed by:

- (a) a 11% performance improvement by our Wafer Fab Solutions business segment flowing mainly from the expansion of our reclaim business;
- (b) increased revenue from our Test and Advanced Packaging Solutions. The Group ventured into test services in early part of the financial year and with the commencement of operations in September 2004, the business segment contributed revenue of approximately \$7.2 million in 2005 to the Group; and
- (c) the contribution of \$37.3 million revenue by our new probe card business in the Fabless Solutions business segment. The new probe card activities carried out by SV Probe Pte. Ltd. and its subsidiaries, was acquired by the Group in August 2004.

Our revenue generated out from Singapore and other Asean countries increased by 18% and 28% respectively. The improved revenue in Singapore was due to the expansion of our reclaim operations. The increase in revenue in other Asean countries was due to the better performance in Malaysia from our distribution operations and the inclusion of the probe card business. Revenue in Taiwan and China increased by 78% due to the expansion of reclaim business in the two countries. The acquisition of the probe card business in the United States of America contributed approximately \$22.0 million increase in revenue.

Gross Profit and Gross Profit Margin

The Group attained \$38.7 million gross profit in 2005, an improvement of 182% over 2004 performance. The higher revenue and better gross profit margin led to this positive variance.

The higher gross profit margin of 32.7% in 2005 (2004: 19.7%) was due to the improved sales mix and the higher gross profit margins contributed by the newly acquired operations.

Other Income

Other income decreased by 31% or \$2.8 million.

In 2005, other income included among others, gain on disposal of plant and equipment of \$2.8 million and gain on disposal of subsidiaries of \$1.9 million. The exceptional items included in 2004 were the reversal of provision for impairment losses on property, plant and equipment of \$4.7 million, reversal of accrued obligation of \$2.3 million that no longer exist and reversal of provision for doubtful debts from an associate of \$0.5 million. Excluding the exceptional items there was no significant variance in other income.

Operating Expenses

The increase in distribution, administrative and other expenses by \$13.8 million or 99% was mainly due to the inclusion of the operating expenses of the newly acquired subsidiaries.

Finance Costs

Resulting from the increase in Group's borrowings, finance cost increased from \$0.1 million in 2004 to \$0.6 million in 2005.

Financial Review

Share of Results of Associates and Jointly-Controlled Entity

The Group recorded \$0.1 million profit from its associates and \$0.1 million loss on its share of results from its jointly-controlled entity in 2005.

Income Taxes

The effective tax rate of the Group was approximately 17%. The effective tax rate is lower than Singapore corporate tax rate of 20% mainly due to the utilisation of previously unrecognised deferred tax assets during the year to offset part of current tax liabilities. Excluding the previously unrecognised deferred tax assets utilised, the effective tax rate is approximately 22%. The higher tax rates in certain countries that the Group operates in account for this variance.

Net Profit after Taxes

The improved revenue and gross profit margin, partially offset by the non-recurrence of the reversal of provision for impairment losses that was recorded in the previous year, led to the 35% increase in net profit after taxes.

FINANCIAL CONDITIONS

Consolidated Balance Sheet

As at 30 June	2005 \$'000	2004 \$'000	Variance %
Property, plant and equipment	19,694	15,197	30
Intangible assets	11,772	(1,281)	1,019
Associates	1,484	4,201	(65)
Jointly-controlled entity	236	372	(37)
Other assets	21,280	79	26,837
Trade receivables	138	199	(31)
Deferred tax assets	186	310	(40)
Non-current assets	54,790	19,077	187
Current assets	77,584	82,648	(6)
Current liabilities	(29,784)	(21,540)	38
Net current assets	47,800	61,108	(22)
Non-current liabilities	(6,198)	(6,221)	—
Minority interests	(14,014)	(2,010)	597
Net assets	82,378	71,954	14
Shareholders' equity	82,378	71,954	14

Financial Review

Non-Current Assets

The non-current assets of the Group increased by 187%, from \$19.1 million as at 30 June 2004 to \$54.8 million as at 30 June 2005. The increase of \$35.7 million was mainly attributed by:

- (a) higher property, plant and equipment;
- (b) increase in intangible assets; and
- (c) acquisition of other investments during the year.

Property, plant and equipment increased by 30% or \$4.5 million. During the year, the Group acquired \$40.6 million property, plant and equipment and disposed property, plant and equipment of carrying amount totalling \$25.8 million. Out of the total additions, costs of \$12.6 million arose from acquisitions of subsidiaries and out of the total disposals, \$22.4 million carrying amount arose from disposals of subsidiaries.

The \$11.8 million of intangible assets as at 30 June 2005 comprised mainly goodwill of \$9.9 million and technology licence of \$1.9 million. Both the intangible assets were acquired through the acquisitions of interests in subsidiaries.

During the year, the Group received quoted equity shares of \$8.2 million for settlement of receivables arising from disposal of certain equipment in the Group and unquoted equity shares of \$13.0 million as part of the consideration in respect of disposal of one of its subsidiaries. Both investments are recorded as other assets.

The 65% decrease in investments in associates was mainly due to the transfer of investments in associates to investments in subsidiaries in view of the change of status in the Company's investments in SV Probe.

Current Assets

There was no significant movement at total current assets level. At the detailed breakdown level,

- (a) inventories increased by 178%;
- (b) project-in-progress decreased by 43%;
- (c) receivables increased by 47%;
- (d) amounts due from related parties decreased by 62%; and
- (e) cash and cash equivalents decreased by 43%.

The higher inventories and receivables as at 30 June 2005 were mainly due to the inclusion of balances from newly acquired subsidiaries.

The 43% decrease in cash and cash equivalents was mainly attributed by the cash outflow resulting from the purchase of plant and equipment, repayment of non-trade balances to minority shareholder of a subsidiary and payment of dividends during the financial year, partially offset by capital injection from the minority shareholders of subsidiaries.

Current Liabilities and Non-Current Liabilities

The inclusion of balances from newly acquired subsidiaries, led to the increase in total liabilities.

Financial Review

LIQUIDITY AND CAPITAL RESERVES

Consolidated Cash Flow Statement

Year ended 30 June	2005 \$'000	2004 \$'000	Variance %
Net cash flows from operating activities	5,970	(163)	3,763
Net cash flows from investing activities	(19,490)	(7,751)	(151)
Net cash flows from financing activities	(9,081)	24,397	(137)
Net (decrease)/increase in cash and cash equivalents	(22,601)	16,483	(237)
Cash and cash equivalents at beginning of the year	48,822	32,343	51
Effect of exchange rate changes on balances in foreign currencies	–	(4)	(100)
Cash and cash equivalents at end of the year	26,221	48,822	(46)
Fixed deposits held as securities by banks	3,567	3,356	6
Cash at bank or on hand	29,788	52,178	(43)

The net cash outflow of the Group during the year was \$22.6 million. This can be accounted by:

- (a) cash inflow of \$6.0 million from operating activities;
- (b) cash outflow of \$19.5 million from investing activities; and
- (c) cash outflow of \$9.1 million from financing activities.

The positive cash generated from operations during the year, partially offset by the increase in trade receivables, inventories and the repayment of trade balances with minority shareholders led to the cash inflow of \$6.0 million from operating activities.

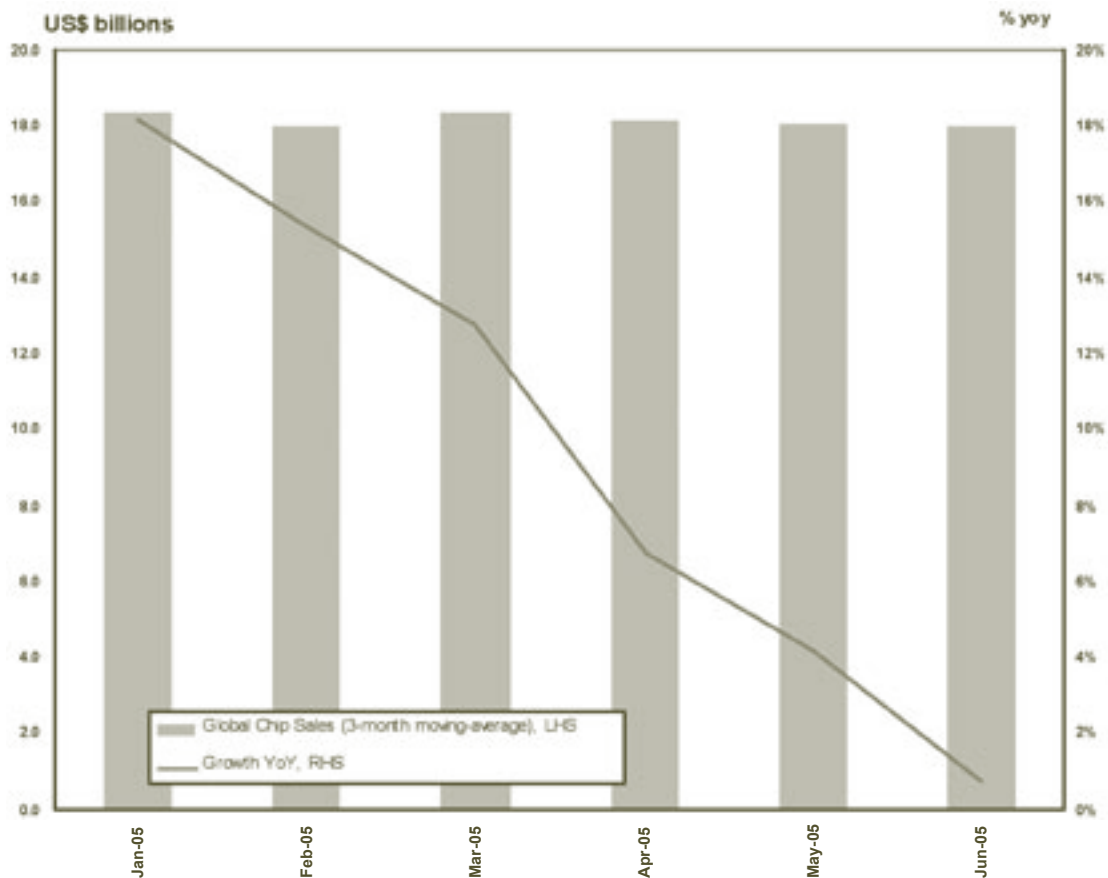
The purchase of property, plant and equipment of \$21.8 million and acquisition of additional equity interest in subsidiaries of \$2.0 million, partially offset by \$1.8 million proceeds from disposal of property, plant and equipment and, \$2.6 million net cash inflow on acquisitions of subsidiaries, contributed to the net cash outflow of \$19.5 million from investing activities.

During the year, the Group paid a final dividend of \$1.3 million that was approved at its last Annual General Meeting and an interim dividend of \$1.0 million. Together with the repayment of amount due to minority shareholder of a subsidiary of \$10.1 million and partially offset by the receipt of capital injection of \$3.5 million from the minority shareholders of its subsidiaries, the Group had net cash outflow of \$9.1 million from financing activities.

The Group's cash and cash equivalents position as at 30 June 2005 (including fixed deposits held as securities) was \$29.8 million.

Industry Outlook

Global chip sales have been stagnant for the first six months of 2005, after having taken a larger-than-usual sequential dip in Dec 2004. For the year to Jun 2005, chip sales are up 9% compared to the same period a year ago. However, in a typical year, sales usually start climbing sequentially in Mar but 2005 is proving to be a tough customer. If things do not pick up, the year-on-year comparison for the second half of the year is going to be quite unflattering.

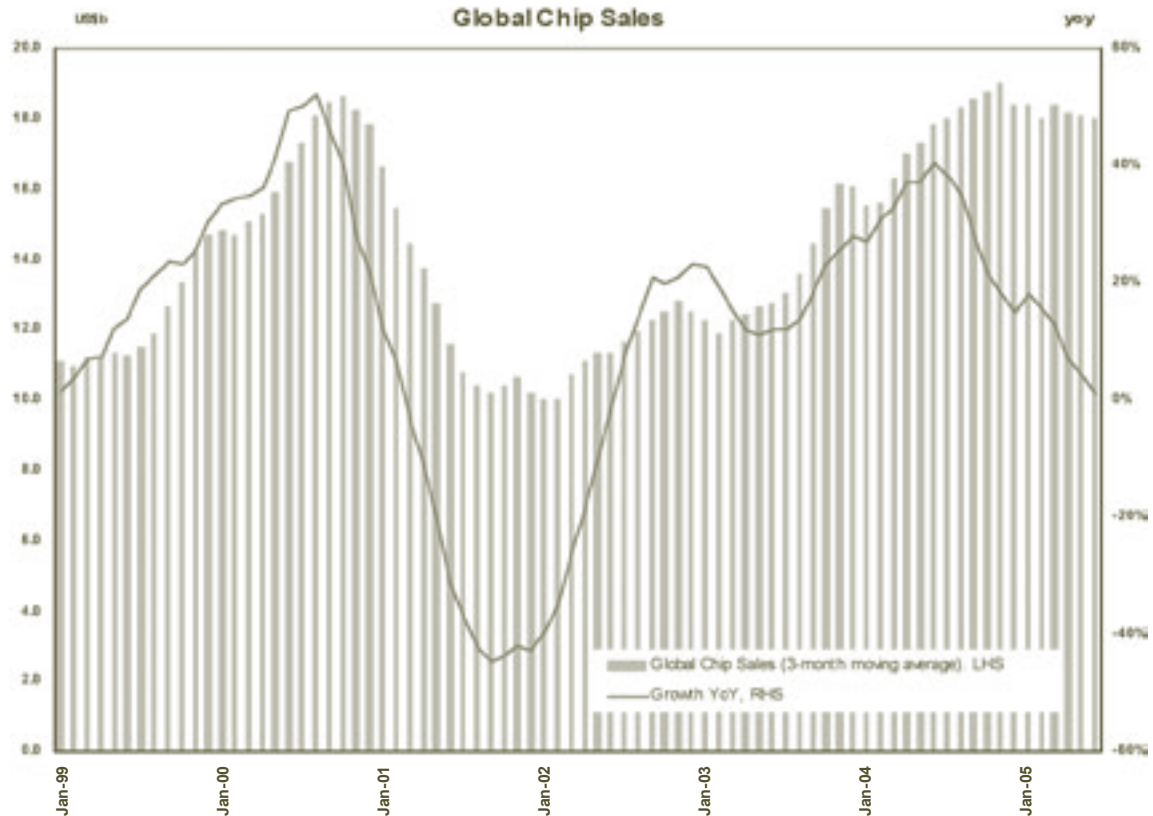


SOURCE: SEMICONDUCTOR INDUSTRY ASSOCIATION

After the post-bubble trough in late 2001, global semiconductor sales (three-month moving-average) took three years to regain the peak levels of the tech mania. Since then, however, a sharp drop-off occurred which has turned into a protracted malaise. Latest figures for June 2005 showed a 0.5% sequential drop compared to May 2005 and just 0.8% rise compared to June 2004, a year ago.

The slowdown has been blamed largely on overbuilding of inventories, particularly for cellphones. So, as inventory days for semiconductor companies drifted lower over the course of the last 9 months, anticipation grew for a sharp 'snapback' recovery in sales and profitability.

Industry Outlook



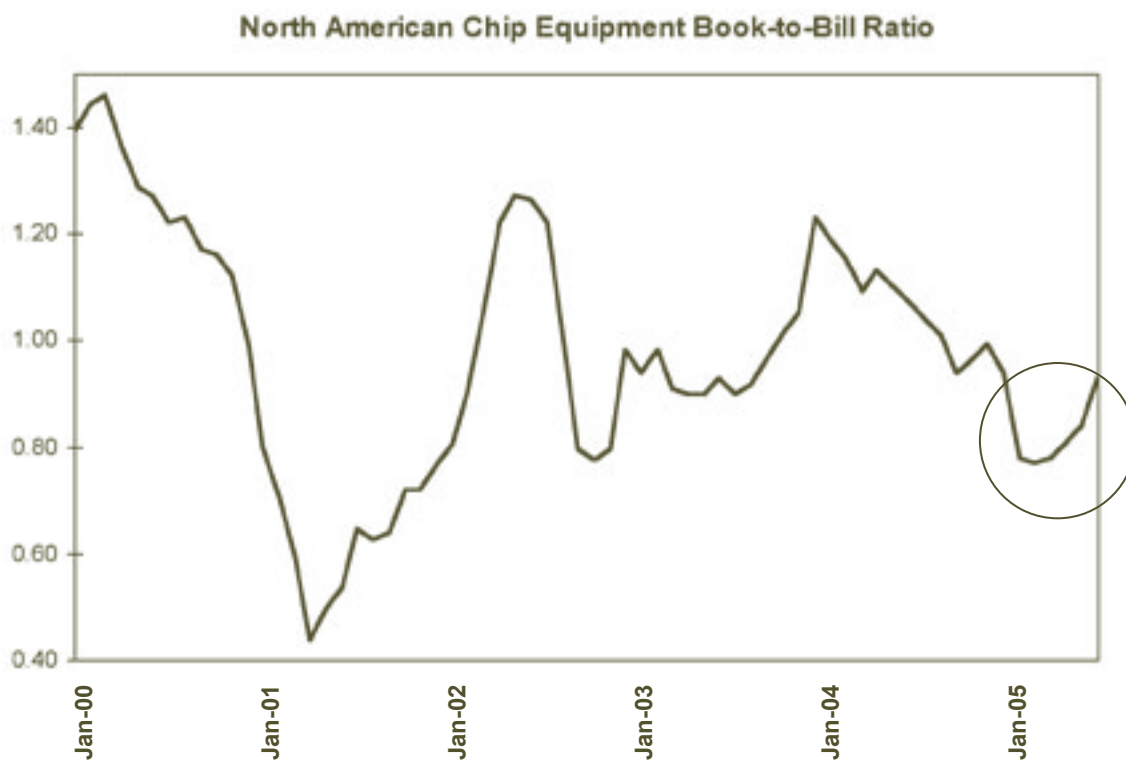
SOURCE: SEMICONDUCTOR INDUSTRY ASSOCIATION

This kind of empirical 'forecasting' ignores the true underlying reason for the recoveries in 2002, 2003 and 2004 i.e. ultra-stimulative interest rates. It is probably no coincidence that chip sales started climbing in early 2002 soon after the US Federal Funds rate fell to 1.75%, and began faltering once rates climbed above 1.75% in late 2004. As interest rates rise to so-called 'neutral levels' to cool inflationary pressures, it seems likely that chip sales will have to give back some of its easy gains over 2002-2004. Chip sales currently also face the added dangers of record oil prices and the demise of a frothy global real-estate market, both of which threaten to drain liquidity from semiconductor consumers.

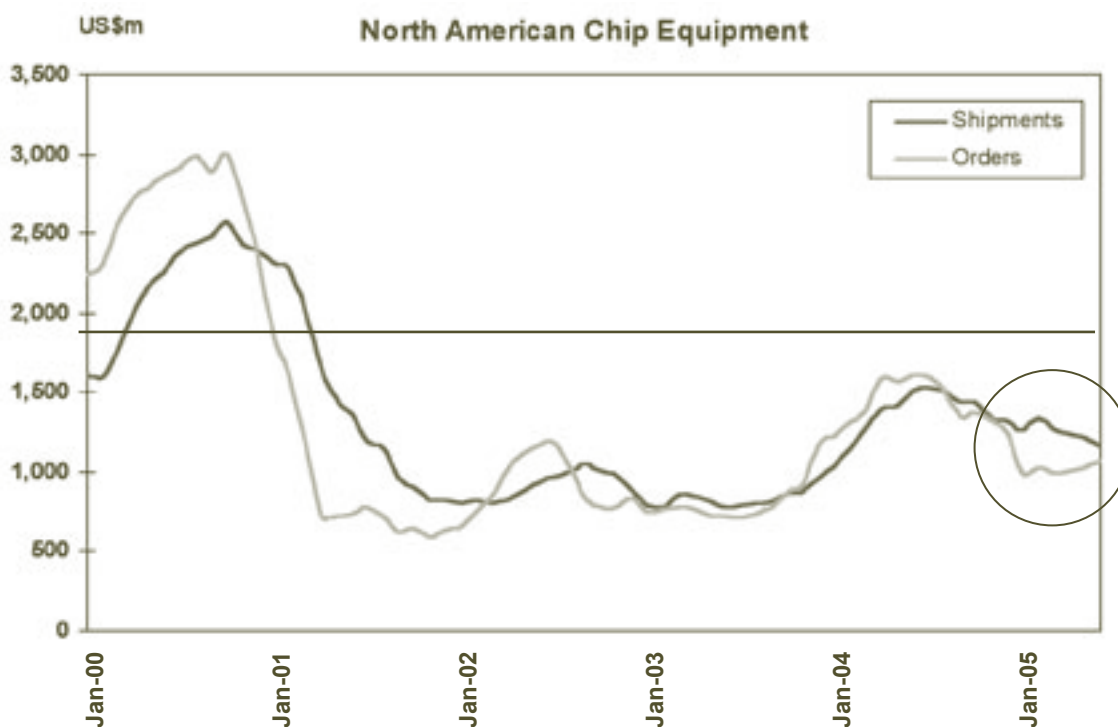
So far in 2005, the much-hoped-for recovery has not materialized and has in fact been postponed by a quarter to the end of the year. In fact, if the rest of the year plays out like the second half of 2004, which saw a strong upsurge until November before a 3.5% sequential drop in December, we will have 5% growth for chip sales for the full year.

If chip sales have been sluggish, the capital equipment market has been in decline as chipmakers added a lot of capacity in 2004 (global chip equipment sales grew 67% in 2004). So far this year, up to Jun 2005, North American equipment makers have seen a 4% drop in sales to US\$7.5b compared to the same 6-month period one year ago. The North American semiconductor equipment book-to-bill ratio has been below parity of 1.0 since Aug 2004. In the last 4 reported months (Mar-Jun 2005), however, the ratio has been climbing from a low of 0.77 in Feb to reach 0.93 in Jun. However, this is due solely to declining shipments (the denominator) as opposed to rising orders (the numerator).

Industry Outlook



SOURCE: SEMICONDUCTOR EQUIPMENT AND MATERIALS INTERNATIONAL (SEMI)



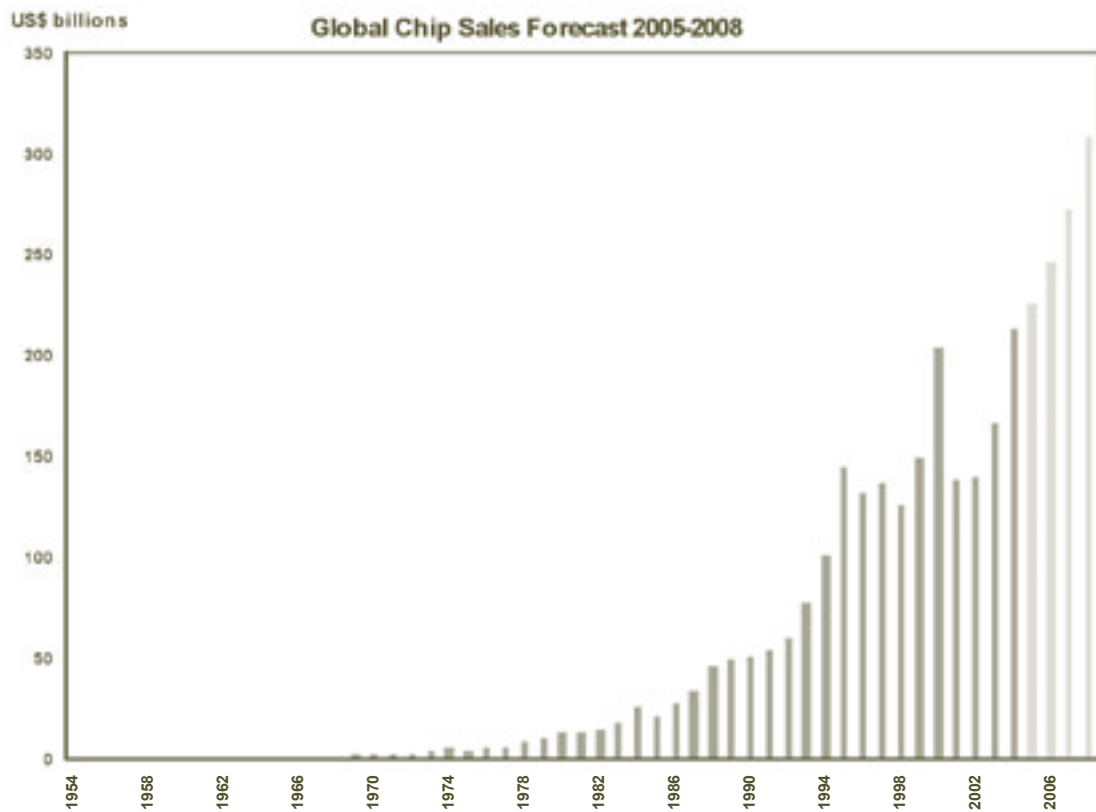
SOURCE: SEMICONDUCTOR EQUIPMENT AND MATERIALS INTERNATIONAL (SEMI)

Industry Outlook

WHAT THE FORECASTERS SAY

The Semiconductor Industry Association's latest forecast for global chip sales in 2005 is 6% growth, issued in June 2005. This forecast, as we had shown earlier, requires that the second half of 2005 see a similarly strong upsurge as in the second half of 2004 (albeit with a sharp drop in Dec 2004). This forecast has more downside than upside risks, given that no discernible pickup has been reported so far and macro factors indicate significant headwinds in the form of record oil prices, rising interest rates and peaking real-estate prices.

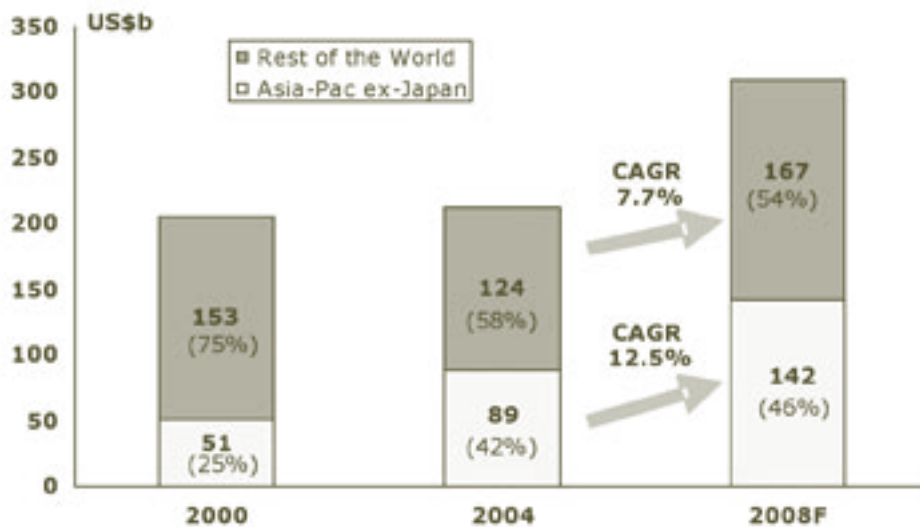
For the medium term, the Semiconductor Industry Association is forecasting 9% growth in 2006, 11% growth in 2007 and 13% growth in 2008. This does not seem consistent with the longer-term trend toward single-digit mature growth that we have observed, and is likely to prove too optimistic.



SOURCE: SEMICONDUCTOR INDUSTRY ASSOCIATION

Industry Outlook

The Asia-Pacific region is expected to lead in terms of growth rates. The compound average growth rate for 2004-2008 for the region is expected to be 12.5% compared to 7.7% for the rest of the world.



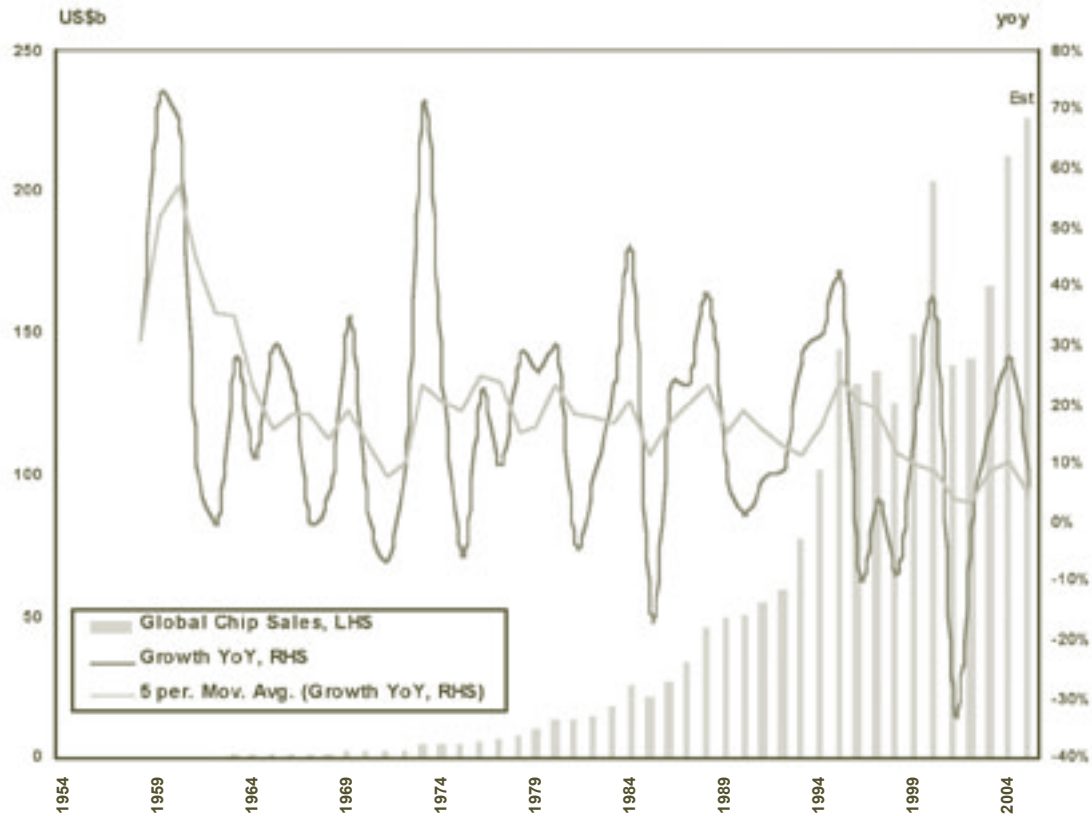
SOURCE: SEMICONDUCTOR INDUSTRY ASSOCIATION

For the capital equipment market, Semiconductor Equipment and Materials International (SEMI) has issued on Jul 11 its mid-year 'consensus' forecast of 12.1% decline in 2005 to US\$32.6b. After this, the consensus forecast expects 8.1% growth in 2006, 10.1% growth in 2007 and 14.0% growth in 2008. Again, this kind of accelerating-growth forecast seems to fly in the face of the secular slowing down we have observed, and is likely to be prove overly optimistic.

LOOKING BEYOND THE OBVIOUS

Looking at the longer term trends, it is highly likely the semiconductor sector is entering its low-growth maturity stage. The 5-year moving-average of its percentage annual revenue growth has slowed to the single digits in recent years, from the high teens previously. In this kind of environment, providers of capital are far more demanding in terms of tangible returns (primarily cash returns) and less tolerant of cash burn and volatile stock prices. This forces semiconductors to adopt far more disciplined capital expenditure policies, with much higher sustainable average utilization rates to be attained before capacity is added incrementally. Chip-related companies are nowadays talking about limiting capital expenditure to the cash generated from operations, something unheard of in the past where fresh funds are expected to be raised near cyclical peaks for the burn on the way down. All these signal strong pressure to consolidate at all points along the supply chain, which presents both risks and opportunities.

Industry Outlook



SOURCE: SEMICONDUCTOR INDUSTRY ASSOCIATION

ELLIPSIZ' STRATEGY TO EXPLOIT EMERGING TRENDS

Ellipsiz aims to be a sizable player in niches where barriers to entry are high and secular trends are favourable. Where possible, we seek to develop or acquire our own proprietary technology or processes, and engage customers in high-growth regions like China and the rest of the Asia Pacific. We also focus on recurring, low-cyclicality businesses to help keep our utilization rates high and sustain returns on investment.

With the increased discipline in the semiconductor sector, demand for outsourced services and equipment maintenance is likely to rise as wafer fabrication plants hold back on capital expenditure until very high sustainable utilization rates are attained. Again, Ellipsiz exploits these trends to our advantage.

Financial Statements

- 49** Directors' Report
- 54** Statement by Directors
- 55** Report of the Auditors
- 56** Balance Sheets
- 57** Profit and Loss Accounts
- 58** Statements of Changes in Equity
- 60** Consolidated Statement of Cash Flows
- 63** Notes to the Financial Statements

Ellipsiz Ltd and its Subsidiaries

Directors' report

Year ended 30 June 2005

Directors' Report

We submit this annual report to the members of the Company together with the audited financial statements for the financial year ended 30 June 2005.

Directors

The directors in office at the date of this report are as follows:

Chong Fook Choy	
Lim May Lan	
Foo See Liang	
Matthew Chan Chung Shin	
Phoon Wai Meng	(Appointed on 1 July 2004)
Rick Kenneth Hodgman	(Resigned on 31 August 2004 and re-appointed on 31 May 2005)

Directors' Interests

According to the register kept by the Company for the purposes of Section 164 of the Companies Act, Chapter 50 (the Act), particulars of interests of directors who held office at the end of the financial year (including those held by their spouses and infant children) in shares, debentures, warrants and share options in the Company and in related corporations (other than wholly-owned subsidiaries) are as follows:

Company	Holdings registered in the name of directors, and their spouses or infant children		
	At 1/7/2004 / date of appointment	At 30/6/2005	At 21/7/2005
Ordinary shares of \$0.25 each fully paid			
Chong Fook Choy	28,250,320	28,377,710	28,677,710
Lim May Lan	476,666	593,493	593,493
Foo See Liang	200,000	430,000	430,000
Matthew Chan Chung Shin	180,000	180,000	240,000
Phoon Wai Meng	-	95,000	95,000
Rick Kenneth Hodgman	450,000	450,000	450,000
Options to subscribe for ordinary shares of \$0.25 each⁽¹⁾			
<i>Exercisable in three tranches from 6 January 2004, 6 January 2005 and 6 January 2006 onwards at \$0.25 each</i>			
- Lim May Lan	151,000	151,000	151,000
<i>Exercisable in three tranches from 11 March 2005, 11 March 2006 and 11 March 2007 onwards at \$0.64 each</i>			
- Chong Fook Choy	240,000	240,000	240,000
- Lim May Lan	159,000	159,000	159,000
- Foo See Liang	30,000	30,000	30,000
- Matthew Chan Chung Shin	20,000	20,000	20,000
Awards for ordinary shares of \$0.25 each⁽²⁾			
<i>To vest in two tranches on 6 January 2005 and 6 January 2006</i>			
- Lim May Lan	81,334	40,667	40,667
<i>To vest in three tranches on 11 March 2005, 11 March 2006 and 11 March 2007</i>			
- Chong Fook Choy	83,000	55,610	55,610
- Lim May Lan	52,000	34,840	34,840
<i>To vest in two tranches on 1 July 2005 and 1 July 2006</i>			
- Matthew Chan Chung Shin	-	120,000	60,000

Ellipsiz Ltd and its Subsidiaries*Directors' report**Year ended 30 June 2005*

⁽¹⁾ Options refer to the options to subscribe for shares of the Company granted to employees and directors of the Group pursuant to the holding company's "Ellipsiz Share Option Plan" approved by its shareholders on 28 November 2001.

⁽²⁾ Awards refer to shares of the Company granted to employees and non-executive directors of the Group, free of charge, pursuant to the "Ellipsiz Restricted Stock Plan" approved by its shareholders on 28 November 2001.

Except as disclosed in this report, no director who held office at the end of the financial year had any interest in shares, debentures or share options of the Company, or of related corporations, either at the beginning of the financial year, or date of appointment, if later, or at the end of the financial year or at 21 July 2005.

Except as disclosed under the "Share Plans" section of this report, neither at the end of nor at any time during the financial year, was the Company a party to any arrangement whose objects are, or one of whose objects is, to enable the directors of the Company to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Except for the interested person transactions as disclosed in the Note 27 to the financial statements, since the end of the last financial year, no director, chief executive officer or substantial shareholder has received or become entitled to receive a benefit by reason of a contract made by the Company or a related corporation with the director, chief executive officer or substantial shareholder or with a firm in which he is a member or with a company in which he has a substantial financial interest.

Share Plans

On 28 November 2001, the Company approved the "Ellipsiz Share Option Plan" and the "Ellipsiz Restricted Stock Plan". The "Ellipsiz Share Option Plan" enables selected employees and non-executive directors of the Group to subscribe for shares in the Company. The "Ellipsiz Restricted Stock Plan" enables selected employees and non-executive directors of the Group, other than controlling shareholders or their associates, to receive awards in the form of fully paid shares, their equivalent cash value or combination thereof, free of charge.

The "Ellipsiz Share Option Plan" and "Ellipsiz Restricted Stock Plan" are administered by the Remuneration Committee.

Other salient details regarding the "Ellipsiz Share Option Plan" and "Ellipsiz Restricted Stock Plan" are set out below:

- (a) The total number of new shares over which options may be granted pursuant to the "Ellipsiz Share Option Plan", when added to the number of new shares issued and issuable in respect of all options granted, and all awards granted under the "Ellipsiz Restricted Stock Plan", shall not exceed 15% of the issued share capital of the Company (or such other limit that may be imposed by the Companies Act or the SGX-ST Listing Manual) on the day preceding the relevant date of grant. This works on average to an issue rate of about 1.5% per year over the 10-year period of each plan.
- (b) The subscription price of the option shares is the price equal to the volume-weighted average price of the Company's shares on the Singapore Exchange Securities Trading Limited (SGX-ST) over 7 consecutive trading days immediately preceding the date of grant of the relevant options or such higher price as may be determined by the Remuneration Committee, provided always that the subscription price shall not be lower than the par value of the shares. Options may be exercised one year after the grant date and will expire on the 5th anniversary of the grant date, and in accordance with a vesting schedule and the conditions (if any) to be determined by the Remuneration Committee on such option's grant date, unless they are cancelled or have lapsed.
- (c) The "Ellipsiz Restricted Stock Plan" envisages the awards of shares to participants upon achieving certain pre-determined performance target(s) or fulfilling certain prescribed periods of service with the Group. Where the award is time-based, the awards granted will be vested after the grantee has fulfilled the prescribed period of employment with the Group as stated in the particular award letter. Where such award is performance-based, the awards will be vested after the grantee has achieved the performance targets within the performance periods set in that particular award and may be further subject to additional vesting periods as may be stipulated by the Remuneration Committee for each grantee.

Ellipsiz Ltd and its Subsidiaries

Directors' report

Year ended 30 June 2005

(d) Subject to the prevailing legislation and SGX-ST's guidelines, the Company has the flexibility to deliver shares to grantees upon the exercise of their awards by way of:

- (i) an issue of new shares; and/or
- (ii) by procuring the transfer of existing shares

The Company can also determine and make a release of an award, wholly or partly, in the form of cash rather than shares or by a combination of any of the mentioned methods.

Details of options or awards granted during the financial year, under the "Ellipsiz Share Option Plan" and "Ellipsiz Restricted Stock Plan" on the unissued ordinary shares of \$0.25 each of the Company are set out in Note 26 to the financial statements.

Except as disclosed herein, there were no unissued shares of the Company or its subsidiaries under options or awards granted by the Company or its subsidiaries at the end of the financial year.

Details of options or awards granted to directors of the Company under the "Ellipsiz Share Option Plan" and "Ellipsiz Restricted Stock Plan", collectively known as "the Plans" are as follows:

Director	Options granted for financial year ended 30 June 2005		Aggregate options granted since commencement to 30 June 2005		Aggregate options exercised since commencement to 30 June 2005		Aggregate options outstanding as at 30 June 2005	
	No. of options	%	No. of options	%	No. of options	%	No. of options	%
Chong Fook Choy	-	-	240,000	0.10	-	-	240,000	0.10
Lim May Lan	-	-	310,000	0.13	-	-	310,000	0.13
Foo See Liang	-	-	30,000	0.01	-	-	30,000	0.01
Matthew Chan Chung Shin	-	-	20,000	0.01	-	-	20,000	0.01

Director	Awards granted for financial year ended 30 June 2005		Aggregate awards granted since commencement to 30 June 2005		Aggregate awards vested since commencement to 30 June 2005		Aggregate awards outstanding as at 30 June 2005	
	No. of share awards	%	No. of share awards	%	No. of share awards	%	No. of share awards	%
Chong Fook Choy	-	-	103,000	0.04	47,390	0.02	55,610	0.02
Lim May Lan	-	-	194,000	0.08	118,493	0.05	75,507	0.03
Foo See Liang	-	-	20,000	0.01	20,000	0.01	-	-
Matthew Chan Chung Shin	120,000	0.05	140,000	0.06	20,000	0.01	120,000	0.05

Details of participants (other than Directors) who received more than 5% of the total number of options and awards made available under the Plans are as follows:

Participant	Options granted for financial year ended 30 June 2005		Aggregate options granted since commencement to 30 June 2005		Aggregate options exercised since commencement to 30 June 2005		Aggregate options outstanding as at 30 June 2005	
	No. of options	%	No. of options	%	No. of options	%	No. of options	%
Ong Puay Han	-	-	275,000	0.12	90,667	0.04	184,333	0.08
Raymond Chin Chak Meng	-	-	228,000	0.10	72,667	0.03	155,333	0.07

Ellipsiz Ltd and its Subsidiaries*Directors' report**Year ended 30 June 2005*

Participant	Awards granted for financial year ended 30 June 2005		Aggregate awards granted since commencement to 30 June 2005		Aggregate awards vested since commencement to 30 June 2005		Aggregate awards outstanding as at 30 June 2005	
	No. of share awards	%	No. of share awards	%	No. of share awards	%	No. of share awards	%
Ong Puay Han	-	-	162,000	0.07	90,493	0.04	71,507	0.03
Raymond Chin Chak Meng	-	-	45,000	0.02	14,850	0.01	30,150	0.01

The percentage is computed based on the options or awards granted divided by the total number of ordinary shares issued by the Company as at 30 June 2005.

Since the commencement of the "Ellipsiz Share Option Plan", no option has been granted to the controlling shareholders of the Company or their associates. The aforesaid group of persons is also not eligible to participate in the "Ellipsiz Restricted Stock Plan".

Other than as stated above, no participant under the Plans has been granted 5% or more of the total options or awards available under the "Ellipsiz Share Option Plan" and the "Ellipsiz Restricted Stock Plan".

None of the options are granted at a subscription price which is at a discount of the shares' market price immediately prior to the date of grant, as this is not allowed under the rules of the "Ellipsiz Share Option Plan".

The options granted by the Company do not entitle the holders of the options, by virtue of such holding, to any rights to participate in any share issue of any other company.

Audit Committee

The members of the Audit Committee during the financial year are:

Foo See Liang (Chairman)
Matthew Chan Chung Shin
Phoon Wai Meng

Members of the Audit Committee as at the date of this report are:

Foo See Liang (Chairman)
Phoon Wai Meng
Rick Kenneth Hodgman

Mr. Matthew Chan Chung Shin stepped down from the Audit Committee with effect from 11 August 2005 due to his appointment as Executive Chairman.

The Audit Committee performs the functions specified in Section 201B of the Companies Act, the SGX-ST Listing Manual and the Code of Corporate Governance.

The Audit Committee has held 4 meetings since the last directors' report.

The principal responsibilities of the Audit Committee include review of:

- the financial statements of the Company and the consolidated financial statements of the Group before submission to the Board for approval;
- the half and full year announcements of the Company and the Group before they are submitted to the Board for approval;
- and discussion with the external auditors on the overall scope of work of the audit and its effectiveness, the results of the audit and the evaluation of the internal control system, auditors' management letter and the responses from management;

Ellipsiz Ltd and its Subsidiaries

Directors' report

Year ended 30 June 2005

- (d) the nature and extent of non-audit services provided by the external auditors to the Company;
- (e) the independence and objectivity of external auditors annually; and
- (f) interested person transactions between the Group and interested persons, if any.

In accordance with Chapter 9 of the SGX-ST Listing Manual, the Audit Committee has reviewed the requirements for approval and disclosure of interested person transactions, and reviewed the internal procedures set up by the Company to identify and report and where necessary, seek approval for interested person transactions.

In accordance with Chapter 12 of the SGX-ST Listing Manual, the Audit Committee has undertaken a review of all non-audit services provided by the auditors and these services would not, in the Audit Committee's opinion, affect the independence of the auditors.

The Audit Committee has full access to management and is given the resources required for it to discharge its functions. It has full authority and discretion to invite any director or executive officer to attend its meetings.

The Audit Committee has recommended to the Board of Directors that the auditors, KPMG, be nominated for re-appointment as auditors at the forthcoming Annual General Meeting of the Company.

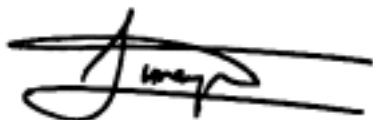
Auditors

The auditors, KPMG, have indicated their willingness to accept re-appointment.

On behalf of the Board of Directors



CHONG FOOK CHOY
Director



LIM MAY LAN
Director

Singapore

9 September 2005

Ellipsiz Ltd and its Subsidiaries

Statement by directors

Year ended 30 June 2005

Statement by Directors

In our opinion:

- (a) the financial statements set out on pages 56 to 100 are drawn up so as to give a true and fair view of the state of affairs of the Group and of the Company as at 30 June 2005 and the results and changes in equity of the Group and of the Company and the cash flows of the Group for the financial year ended on that date; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

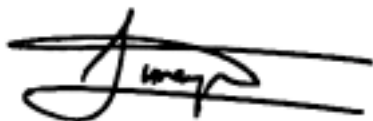
The Board of Directors has, on the date of this statement, authorised these financial statements for issue.

On behalf of the Board of Directors



CHONG FOOK CHOY

Director



LIM MAY LAN

Director

Singapore

9 September 2005

KPMG
16 Raffles Quay #22-00
Hong Leong Building
Singapore 048581

Telephone +65 6213 3388
Fax +65 6225 0984
Internet www.kpmg.com.sg

Report of the Auditors to the Members of Ellipsiz Ltd

We have audited the financial statements of Ellipsiz Ltd for the year ended 30 June 2005 as set out on pages 56 to 100. These financial statements are the responsibility of the Company's directors. 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 plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the consolidated financial statements of the Group and the balance sheet, profit and loss account and statement of changes in equity of the Company are properly drawn up in accordance with the provisions of the Companies Act, Chapter 50 (the Act) and Singapore Financial Reporting Standards to give a true and fair view of the state of affairs of the Group and of the Company as at 30 June 2005 and the results, changes in equity and cash flows of the Group and the results and changes in equity of the Company for the year ended on that date; and
- (b) 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.

KPMG
Certified Public Accountants

Singapore

9 September 2005

Ellipsiz Ltd and its Subsidiaries
Balance sheets
As at 30 June 2005
Balance Sheets as at 30 June 2005

		Group		Company	
	Note	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Non-current assets					
Property, plant and equipment	3	19,694	15,197	93	183
Intangible assets	4	11,772	(1,281)	4	1
Subsidiaries	5	-	-	32,432	12,693
Associates	6	1,484	4,201	750	3,550
Jointly-controlled entity	7	236	372	-	-
Other assets	8	21,280	79	21,276	75
Trade receivables	9	138	199	-	-
Deferred tax assets	10	186	310	-	-
		<u>54,790</u>	<u>19,077</u>	<u>54,555</u>	<u>16,502</u>
Current assets					
Inventories	11	8,915	3,206	-	-
Project-in-progress	12	298	527	-	-
Trade and other receivables	13	38,357	26,140	1,293	1,336
Amounts due from related parties	14	226	597	11,107	14,704
Cash and cash equivalents	15	29,788	52,178	7,885	36,479
		<u>77,584</u>	<u>82,648</u>	<u>20,285</u>	<u>52,519</u>
Current liabilities					
Trade and other payables	16	23,386	18,625	3,535	4,568
Amounts due to related parties	14	97	105	1,326	43
Interest-bearing borrowings	17	4,887	1,833	-	17
Current tax payable		1,414	977	-	-
		<u>29,784</u>	<u>21,540</u>	<u>4,861</u>	<u>4,628</u>
Net current assets		<u>47,800</u>	<u>61,108</u>	<u>15,424</u>	<u>47,891</u>
		<u>102,590</u>	<u>80,185</u>	<u>69,979</u>	<u>64,393</u>
Non-current liabilities					
Interest-bearing borrowings	17	4,693	5,602	-	-
Redeemable convertible preference shares	18	78	-	-	-
Deferred tax liabilities	10	1,427	619	6	37
		<u>6,198</u>	<u>6,221</u>	<u>6</u>	<u>37</u>
		<u>96,392</u>	<u>73,964</u>	<u>69,973</u>	<u>64,356</u>
Minority interests		<u>(14,014)</u>	<u>(2,010)</u>	<u>-</u>	<u>-</u>
Net assets		<u>82,378</u>	<u>71,954</u>	<u>69,973</u>	<u>64,356</u>
Share capital					
Share capital	19	59,727	59,431	59,727	59,431
Reserves	20	22,651	12,523	10,246	4,925
Shareholders' equity		<u>82,378</u>	<u>71,954</u>	<u>69,973</u>	<u>64,356</u>

The accompanying notes form an integral part of these financial statements.

Ellipsiz Ltd and its Subsidiaries

Profit and loss accounts

Year ended 30 June 2005

Profit and Loss Accounts
Year ended 30 June 2005

		Group		Company	
	Note	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Revenue	21	118,276	69,544	6,627	4,621
Cost of revenue		(79,559)	(55,818)	(402)	(184)
Gross profit		<u>38,717</u>	<u>13,726</u>	<u>6,225</u>	<u>4,437</u>
Other income	22	6,245	9,007	3,952	9,175
Distribution expenses		(6,802)	(3,835)	-	-
Administrative expenses		(20,712)	(9,378)	(5,224)	(5,321)
Other (expenses)/credit		(163)	(678)	2,511	(203)
Profit from operations		<u>17,285</u>	<u>8,842</u>	<u>7,464</u>	<u>8,088</u>
Finance costs	22	(591)	(146)	-	(9)
Share of results of associates		108	77	-	-
Share of results of a jointly-controlled entity		(134)	(36)	-	-
Profit from ordinary activities before taxation	22	<u>16,668</u>	<u>8,737</u>	<u>7,464</u>	<u>8,079</u>
Income taxes	23	(2,860)	(479)	(14)	(298)
Profit from ordinary activities after taxation		<u>13,808</u>	<u>8,258</u>	<u>7,450</u>	<u>7,781</u>
Minority interests		(2,738)	(62)	-	-
Net profit for the year		<u><u>11,070</u></u>	<u><u>8,196</u></u>	<u><u>7,450</u></u>	<u><u>7,781</u></u>
Earnings per share (cents)	24				
- Basic		<u>4.65</u>	<u>3.88</u>		
- Diluted		<u>4.56</u>	<u>3.85</u>		

The accompanying notes form an integral part of these financial statements.

Ellipsiz Ltd and its Subsidiaries

Statements of changes in equity

Year ended 30 June 2005

Statements of Changes in Equity

Year ended 30 June 2005

Group	Share capital \$'000	Share premium \$'000	Capital reserve \$'000	Exchange translation reserve \$'000	Accumulated losses \$'000	Total \$'000
At 1 July 2003	49,500	37,944	(11,720)	(237)	(37,268)	38,219
Issue of ordinary shares (Note 19)	9,931	16,289	-	-	-	26,220
Exchange difference on translation of financial statements of foreign entities	-	-	-	(12)	-	(12)
Expenses relating to issue of ordinary shares deducted against share premium	-	(669)	-	-	-	(669)
Net loss recognised directly in equity	-	(669)	-	(12)	-	(681)
Profit for the year	-	-	-	-	8,196	8,196
At 30 June 2004	<u>59,431</u>	<u>53,564</u>	<u>(11,720)</u>	<u>(249)</u>	<u>(29,072)</u>	<u>71,954</u>
At 1 July 2004, as previously reported	59,431	53,564	(11,720)	(249)	(29,072)	71,954
Effects of adopting FRS 103 (Note 25)	-	-	-	-	1,282	1,282
At 1 July 2004, restated	59,431	53,564	(11,720)	(249)	(27,790)	73,236
Issue of ordinary shares (Note 19)	296	131	-	-	-	427
Exchange difference on translation of financial statements of foreign entities	-	-	-	(95)	-	(95)
Final dividend of 0.6875 cents per share less tax at 20% ⁽¹⁾	-	-	-	-	(1,308)	(1,308)
Interim dividend of 0.5 cents per share less tax at 20%	-	-	-	-	(952)	(952)
Profit for the year	-	-	-	-	11,070	11,070
At 30 June 2005	<u>59,727</u>	<u>53,695</u>	<u>(11,720)</u>	<u>(344)</u>	<u>(18,980)</u>	<u>82,378</u>

The accompanying notes form an integral part of these financial statements.

Ellipsiz Ltd and its Subsidiaries
Statements of changes in equity
Year ended 30 June 2005

Company	Share capital \$'000	Share premium \$'000	Accumulated losses \$'000	Total \$'000
At 1 July 2003	49,500	37,944	(56,420)	31,024
Issue of ordinary shares	9,931	16,289	-	26,220
Expenses relating to issue of ordinary shares deducted against share premium	-	(669)	-	(669)
Profit for the year	-	-	7,781	7,781
At 30 June 2004	59,431	53,564	(48,639)	64,356
Issue of ordinary shares	296	131	-	427
Final dividend of 0.6875 cents per share less tax at 20% ⁽¹⁾	-	-	(1,308)	(1,308)
Interim dividend of 0.5 cents per share less tax at 20%	-	-	(952)	(952)
Profit for the year	-	-	7,450	7,450
At 30 June 2005	<u>59,727</u>	<u>53,695</u>	<u>(43,449)</u>	<u>69,973</u>

⁽¹⁾ The final dividend of 0.6875 cents per share less tax at 20% declared for 2004 was approved at the Annual General Meeting on 20 October 2004 and paid during the year.

The accompanying notes form an integral part of these financial statements.

Consolidated Statement of Cash Flows
Year ended 30 June 2005

	2005 \$'000	2004 \$'000
Operating activities		
Profit from ordinary activities before taxation	16,668	8,737
Adjustment for:		
Depreciation of property, plant and equipment	5,303	1,734
Interest income	(437)	(120)
Interest expense	591	146
(Gain)/loss on disposal of property, plant and equipment	(2,761)	5
Bad debts written off	29	-
Reversal of allowance for doubtful loan to an associate ⁽²⁾	-	(475)
Inventories written off	4	23
Gain on disposal of subsidiaries	(1,863)	-
(Gain)/loss on liquidation of associate	(1)	4
Loss on disposal of associate	30	-
Amortisation of:		
- intangible assets	103	243
- negative goodwill	-	(336)
- positive goodwill	-	61
Negative goodwill	(80)	-
Reversal of impairment losses on property, plant and equipment	-	(4,650)
Shares awarded to employees ⁽¹⁾	320	467
Grant income	(8)	(191)
Share of results of associates and a jointly-controlled entity	26	(41)
Operating profit before working capital changes	17,924	5,607
Changes in working capital:		
Inventories	(3,034)	792
Project-in-progress	229	(483)
Amounts due from related parties (trade)	962	(299)
Amount due from minority shareholder of a subsidiary (trade)	600	-
Amounts due to related parties (trade)	(397)	98
Amount due to minority shareholder of a subsidiary (trade)	(4,068)	-
Trade and other receivables ⁽³⁾	(9,835)	(12,385)
Lease payments receivable	-	2,567
Trade and other payables	5,923	4,121
Pledged fixed deposits	(211)	473
Cash generated from operations	8,093	491
Interest received	437	120
Interest paid	(587)	(146)
Income tax paid	(1,973)	(628)
Cash flows from operating activities	5,970	(163)
Investing activities		
Purchase of property, plant and equipment ⁽⁴⁾	(21,839)	(1,093)
Proceeds from disposal of property, plant and equipment ⁽³⁾	1,847	1,404
Purchase of intangible assets	(43)	-
Investments in associates	-	(2,901)
Loans to associates	-	(1,300)
Proceeds from liquidation of associate	1	42
Proceeds from disposal of associate	249	-
Net cash inflow/(outflow) on acquisitions of subsidiaries	2,579	(389)
Net cash outflow on disposals of subsidiaries ⁽⁵⁾	(467)	-
Acquisition of additional interest in subsidiary	(1,952)	(23)
Amounts due from related parties (non-trade)	135	(283)
Investment in a jointly-controlled entity	-	(408)
Pledged fixed deposits	-	(2,800)
Cash flows from investing activities	(19,490)	(7,751)

The accompanying notes form an integral part of these financial statements.

Ellipsiz Ltd and its Subsidiaries
Consolidated statement of cash flows
Year ended 30 June 2005

	Note	2005 \$'000	2004 \$'000
Financing activities			
Drawdown/(repayment) of bank loans		1,087	(407)
Repayment of hire purchase and finance lease creditors		(1,198)	(1,135)
Grant received		8	581
Amounts due to related parties (non-trade)		(180)	2
Amount paid to minority shareholder of a subsidiary (non-trade)		(10,057)	-
Issue of ordinary shares		51	25,356
Dividend paid		(2,260)	-
Capital injection from minority shareholders of subsidiaries		3,468	-
Cash flows from financing activities		(9,081)	24,397
Net (decrease)/increase in cash and cash equivalents		(22,601)	16,483
Cash and cash equivalents at beginning of year		48,822	32,343
Effect of exchange rate changes on balances in foreign currencies		-	(4)
Cash and cash equivalents at end of year	15	26,221	48,822

Significant non-cash transactions

- (1) Shares amounting to \$320,000 (2004: \$467,000) issued or issuable under "Ellipsiz Restricted Stock Plan" free of charge to staff was charged as staff cost.
- (2) During the year ended 30 June 2004, there was a loan amounting to \$475,000 receivable from an associate being set off against part of the consideration for the acquisition of interest in a subsidiary from the associate.
- (3) Trade receivables and proceeds from disposal of property, plant and equipment amounting to \$3,903,000 (2004: \$Nil) and \$4,290,000 (2004: \$Nil) respectively were received in the form of quoted equity instruments issued to the Company, which was recorded as "other assets" in the financial statements.
- (4) Plant and equipment amounting to \$6,123,000 (2004: \$Nil) were acquired through hire purchase arrangements and finance leases.
- (5) The sale proceeds relating to the disposal of one of the subsidiaries include unquoted equity shares with fair value of \$13,008,000 (Note 5).

The effect of acquisitions of subsidiaries is set out below:

	2005 \$'000	2004 \$'000
Property, plant and equipment	7,769	10,251
Intangible assets	11,284	-
Inventories	3,270	767
Trade and other receivables	13,883	1,951
Cash and cash equivalents	8,899	251
Trade and other payables	(20,725)	(1,096)
Interest-bearing borrowings	(1,826)	(7,882)
Deferred tax liabilities	(359)	(761)
Net identifiable assets acquired	22,195	3,481
Minority interests	(11,097)	(1,080)
Share of net assets previously equity accounted for	(2,556)	-
Uncalled capital at date of acquisition	(2,580)	-
Loan receivable from an associate set off against consideration for acquisition of a subsidiary	-	(475)
	5,962	1,926
Goodwill on acquisition	358	(1,286)
Consideration satisfied in cash	6,320	640
Cash and cash equivalents acquired	(8,899)	(251)
Net cash (inflow)/outflow on acquisitions of subsidiaries	(2,579)	389

The accompanying notes form an integral part of these financial statements.

Ellipsiz Ltd and its Subsidiaries
Consolidated statement of cash flows
Year ended 30 June 2005

The effect of disposals of subsidiaries is set out below:

	2005 \$'000
Property, plant and equipment	(22,424)
Intangible assets	(37)
Inventories	(591)
Trade and other receivables	(3,727)
Cash and cash equivalents	(7,024)
Trade and other payables	6,868
Interest-bearing borrowings	5,693
Deferred tax liabilities	144
Net identifiable assets disposed	(21,098)
Goodwill on consolidation disposed	(1,626)
Minority interests	5,022
	(17,702)
Gain on disposals	(1,863)
Consideration	(19,565)
Consideration in the form of unquoted equity shares	13,008
Cash consideration	(6,557)
Cash and cash equivalents disposed	7,024
Net cash outflow on disposals of subsidiaries	467

The accompanying notes form an integral part of these financial statements.

Notes to the Financial Statements

These notes form an integral part of the financial statements.

The financial statements were authorised for issue by the directors on 9 September 2005.

1 Domicile and Activities

Ellipsiz Ltd (the Company) is incorporated in the Republic of Singapore and has its registered office at 29 Woodlands Industrial Park E1, Lobby 1, #04-01/06 NorthTech Building, Singapore 757716.

The principal activities of the Company are those relating to investment holding and the provision of management services. The principal activities of the subsidiaries are set out in Note 5 to the financial statements.

The consolidated financial statements relate to the Company and its subsidiaries (referred to as the Group) and the Group's interests in associates and a jointly-controlled entity.

2 Summary of Significant Accounting Policies

2.1 Basis of Preparation

The financial statements are prepared in accordance with Singapore Financial Reporting Standards (FRS) including related Interpretations promulgated by the Council on Corporate Disclosure and Governance. During the financial year, the Group and Company have changed their accounting policies as a result of adopting three new or revised accounting standards which have become effective for the financial statements for 2005. The new or revised accounting standards are FRS 103 *Business Combinations*, revised FRS 36 *Impairment of Assets* and revised FRS 38 *Intangible Assets*. In accordance with the transitional provisions set out in the respective standards, the above standards are applied prospectively from the effective date of 1 July 2004. Details of the effects of adopting the standards are given in Note 25.

The financial statements, which are expressed in Singapore dollars thousands, unless stated otherwise, are prepared on the historical cost basis.

2.2 Measurement Currency

Items included in the financial statements of each entity in the Group are measured using the currency that best reflects the economic substance of the underlying events and circumstances relevant to that entity (the measurement currency). The consolidated financial statements and the financial statements of the Company are presented in Singapore dollars, which is the measurement currency of the Company.

2.3 Consolidation

Subsidiaries

Subsidiaries are companies controlled by the Company. Control exists when the Company has the control, directly or indirectly, to govern the financial and operating policies of a company so as to obtain benefits from its activities.

The existence and effect of potential voting rights that are presently exercisable or presently convertible are considered when assessing whether the Company controls another company.

Investments in subsidiaries are stated in the Company's balance sheet at cost less impairment losses. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date their control ceases.

Business combinations are accounted for under the purchase method. The cost of an acquisition is measured at fair value of the assets given up, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Associates and Jointly-Controlled Entities

Associates are companies in which the Group has significant influence, but not control, over the financial and operating policies. Jointly-controlled entities are those enterprises over whose activities the Group has joint control, established by contractual agreement.

The existence and effect of potential voting rights that are presently exercisable or presently convertible are considered when assessing whether the Group has significant influence over another company.

Investments in associates and jointly-controlled entities are stated in the Company's balance sheet at cost less impairment losses. In the Group's financial statements, they are accounted for by using the equity method of accounting. The Group's investments in these entities includes goodwill on acquisition.

When the Group's share of losses exceeds the carrying amount of the associate or jointly-controlled entity, the carrying amount is fully written down and recognition of further losses is discontinued except to the extent that the Group has incurred obligations in respect of the associate or jointly-controlled entity.

2.4 Foreign Currencies

Foreign Currencies Translation

Monetary assets and liabilities in foreign currencies are translated into Singapore dollars at rates of exchange closely approximate to those ruling at the balance sheet date. Transactions in foreign currencies during the year are translated at rates ruling on transaction dates. Translation differences are included in the profit and loss account.

Foreign Entities

The assets and liabilities of foreign entities are translated into Singapore dollars at the rates of exchange ruling at the balance sheet date. The results of foreign entities are translated at the average exchange rates for the year. Goodwill and fair value adjustments arising on acquisition of foreign entities are stated at exchange rates ruling on transaction dates. The exchange differences are dealt with as a movement in exchange translation reserve.

2.5 Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Depreciation of property, plant and equipment is calculated on the straight-line basis so as to write off the costs of the property, plant and equipment over their estimated useful lives as follows:

Leasehold building	30 years
Leasehold improvements	shorter of 30 years and remaining lease period
Furniture and fittings	5 to 10 years
Office equipment	5 to 10 years
Computers	3 to 5 years
Motor vehicles	5 years
Plant and machinery	3 to 10 years
Mechanical and electrical facilities	10 years

Property, plant and equipment acquired through finance leases are capitalised at the lower of its fair value and the present value of the minimum lease payments at the inception of the lease, less accumulated depreciation and impairment losses. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against the profit and loss account.

2.6 Intangible Assets

Computer Software

Computer software which does not form an integral part of related hardware is stated at cost less accumulated amortisation and impairment losses.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Amortisation of computer software is calculated on the straight-line basis so as to write off the costs of the computer software over its estimated useful life of 5 years.

Research and Development Expenditure

Development expenditure attributable to a project whose technical feasibility and commercial viability are reasonably assured is capitalised. Capitalised development expenditure is stated at cost less accumulated amortisation and impairment losses. Amortisation is calculated on a straight-line basis over a 5-year period from the date of commencement of commercial production.

Other research and development expenditure is recognised in the profit and loss account as an expense when incurred.

Technology Licence

Technology licence represents patents, registered designs, technical data, know-how, and other intellectual property rights related to or connected with the processing, manufacturing, repair, rework and sale of probe cards.

Technology licence is stated at cost less accumulated amortisation and impairment losses. Technology licence is capitalised and amortised on a straight-line basis over its estimated economic useful life of 20 years.

Negative Goodwill

Negative goodwill in a business combination represents the excess of the fair value of the identifiable net assets acquired over the cost of acquisition. With the adoption of FRS 103 *Business Combinations* from 1 July 2004, negative goodwill is recognised immediately in the profit and loss account.

Goodwill

Goodwill in a business combination represents the excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired. Goodwill is stated at cost less impairment losses.

2.7 Affiliates

An affiliate is defined as one, other than a related corporation, which has common direct or indirect shareholders or common directors with the Company.

Amounts due from affiliates are stated at cost less allowance for doubtful receivables.

2.8 Other Assets

Equity shares and club memberships held for long-term are stated at cost less an allowance for diminution in value which, in the opinion of the directors, is other than temporary.

The cost of investment is the fair value of assets given up and charges directly attributable to the acquisition. When the fair value of the investment acquired is more clearly evident, the cost of investment would be the fair value of investment acquired.

2.9 Inventories

Inventories are stated at the lower of cost and net realisable value.

The cost of inventories is determined principally on the weighted average cost formula and comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of work-in-progress, cost includes an appropriate proportion of attributable overheads.

When inventories are sold, the carrying amount of those inventories is recognised as an expense in the period in which the related revenue is recognised. The amount of any allowance for write-down of inventories to net realisable value and all losses of inventories are recognised as an expense in the period the write-down or loss occurs. The amount of any reversal of any allowance for write-down of inventories, arising from an increase in net realisable value, is recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

2.10 Project-In-Progress

Project-in-progress is stated at cost and attributable profits less progress payments and allowances for foreseeable losses. Cost includes direct materials, labour and an appropriate proportion of attributable overheads.

2.11 Trade and Other Receivables

Trade and other receivables are stated at cost less allowance for doubtful receivables.

2.12 Government Grants

Grants received in respect of the acquisition of property, plant and equipment are presented in the balance sheet as deferred income and are accreted to development expenditure or profit and loss account on a straight-line basis over the estimated useful lives of the relevant assets. Income related grants are charged against the relevant research and development expenses in the period to which they relate.

2.13 Cash and Cash Equivalents

Cash and cash equivalents comprise cash balances and bank deposits. For the purposes of the statement of cash flows, cash and cash equivalents are presented net of bank overdrafts which are repayable on demand and which form an integral part of the Group's cash management and exclude the short-term deposits which are pledged to the bank as security and cannot be withdrawn on demand.

2.14 Impairment

The carrying amounts of the Group's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is charged to the profit and loss account unless it reverses a previous revaluation, credited to equity, in which case it is charged to equity.

Goodwill, intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually and as and when indicators of impairment are identified.

Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to cash-generating units (group of units) and then, to reduce the carrying amount of the other assets in the unit (group of units) on a pro-rata basis.

Calculation of Recoverable Amount

The recoverable amount of other assets is the greater of their net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Reversals of Impairment

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. However, an impairment loss in respect of goodwill is not reversed.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

2.15 Liabilities and Interest-Bearing Liabilities

Trade and other payables are stated at cost. Interest-bearing liabilities are recognised initially at cost less attributable transaction costs. Subsequent to initial recognition, interest-bearing liabilities are stated at amortised cost with any difference between cost and redemption value being recognised in the profit and loss account over the period of the borrowings on an effective interest basis.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

2.16 Employee Benefits

The equivalent cost of employees' entitlements to unconsumed annual leave as at the end of each financial year is accrued and charged to the profit and loss account in the period in which the related employment services are rendered.

Contributions to defined contribution plans are recognised as an expense in the profit and loss account when incurred.

No compensation cost or obligation is recognised when share options are issued under employee incentive programmes. When the options are exercised, equity is increased by the amount of the proceeds received.

Awards represent the right of a Grantee to receive fully paid shares, their equivalent cash value or combinations thereof, free of charge, once the holding restrictions relating to prescribed performance target(s) if any are met and/or upon expiry of the prescribed vesting period. The compensation cost which is the market value of the shares granted, are charged to the profit and loss account on completion of the prescribed performance target(s) or over the prescribed vesting period.

2.17 Revenue Recognition

Revenue from the sales of equipment is recognised upon completion of installation. Recognition of revenue pertaining to the provision of warranty and maintenance services is deferred and recognised over the period of warranty or services provision. Revenue from sales of other goods is recognised upon completion of delivery.

Service income is recognised over the period in which the services are rendered. Revenue from service contracts are recognised based on the percentage-of-completion method. The stage of completion is determined by reference to the percentage of actual costs incurred to date to estimated total costs to completion for each contract. Cost incurred which have not been invoiced to customers are recorded in the project-in-progress account. All known or anticipated losses are provided for as soon as they are known.

Commission income is recognised on an accrual basis.

Interest income on finance leases when the Group is the lessor is recognised in the profit and loss account based on a pattern reflecting a constant periodic rate of return on the Group's net investment outstanding in respect of the finance lease over the lease term.

Management fees are recognised on an accrual basis.

Interest income from bank deposits is accrued on a time-apportioned basis.

Dividend income is recognised in the profit and loss account when the right to receive payment is established.

Licence fees are recognised upon fulfilment of obligations under terms of the licence agreements.

2.18 Operating Leases

Rental payable under operating leases are accounted for in the profit and loss account on a straight-line basis over the periods of the respective leases.

2.19 Finance Costs

Interest expense and similar charges are expensed in the profit and loss account in the period in which they are incurred, except to the extent that they are capitalised as being directly attributable to the acquisition, construction or production of an asset which necessarily takes a substantial period of time to be prepared for its intended use or sale. The interest component of finance lease payments is recognised in the profit and loss account using the effective interest rate method.

2.20 Deferred Tax

Deferred tax is provided in full using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Temporary differences are not recognised for goodwill not deductible for tax purposes and the initial recognition of assets or liabilities that affect neither accounting nor taxable profit. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised.

Deferred tax is provided on temporary differences arising on investments in subsidiaries, associates and jointly-controlled entities, except where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary difference will not be reversed in the foreseeable future.

2.21 Dividends

Dividends on ordinary shares are recognised as a liability in the period when there is an obligation to pay the shareholders.

2.22 Segment Reporting

A segment is a distinguishable component of the Group that is engaged either in providing products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

Segment information is presented in respect of the Group's business and geographical segments. The primary format, business segments, is based on the Group's management and internal reporting structure.

Inter-segment pricing is determined on mutually agreed terms.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items mainly comprise corporate assets, liabilities and expenses, as well as tax assets and liabilities.

Business Segments

The Group comprises the following main business segments:

Wafer Fab Solutions : Provision of reclaims solutions including wafer reclaim, parts cleaning and pump refurbishment; facilities management services including turnkey facilities hookup, total chemicals, gas and abatement management, and turnkey fab relocation; test characterisation including qualification and reliability testing; distribution of equipment, chemicals and consumable products; and provision of technical services and support.

Test & Advanced Packaging Solutions : Provision of bump interconnects for advanced packaging of integrated circuits solutions and related services; and provision of chips testing services.

Fabless Solutions : Provision of supply chain solutions, design test solutions and probe card solutions.

Geographical Segments

The business segments are managed on a worldwide basis, but the Group operates in five principal geographical areas, namely Singapore, other Asean countries, Taiwan and China, United States of America and Other Regions.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

3

Property, Plant and Equipment

Group	Leasehold building \$'000	Leasehold improvements \$'000	Furniture and fittings \$'000	Office equipment \$'000	Computers \$'000	Motor vehicles \$'000	Plant and machinery \$'000	Mechanical and electrical facilities \$'000	Total \$'000
Cost									
At 1 July 2004	2,505	1,683	559	2,833	2,386	293	28,697	5,064	44,020
Additions	-	1,927	115	47	892	78	24,585	318	27,962
Arising from acquisition of subsidiaries	-	258	288	212	825	100	10,948	-	12,631
Disposals	-	(53)	(314)	(32)	(155)	(223)	(12,162)	(5,014)	(17,953)
Arising from disposal of subsidiaries	-	(1,806)	(66)	(15)	(339)	-	(21,290)	-	(23,516)
Reclassification	-	-	-	(2,380)	-	-	2,380	-	-
Translation difference	-	(2)	(5)	(3)	(11)	-	(130)	-	(151)
At 30 June 2005	2,505	2,007	577	662	3,598	248	33,028	368	42,993
Accumulated depreciation and impairment losses									
At 1 July 2004	842	588	490	2,335	2,097	196	17,225	5,050	28,823
Depreciation for the year	62	354	80	135	583	72	3,983	34	5,303
Arising from acquisition of subsidiaries	-	114	165	39	418	14	4,112	-	4,862
Disposals	-	(15)	(310)	(21)	(155)	(189)	(8,873)	(5,014)	(14,577)
Arising from disposal of subsidiaries	-	(59)	(10)	(6)	(63)	-	(949)	-	(1,087)
Reclassification	-	-	-	(2,034)	-	-	2,034	-	-
Translation difference	-	2	(2)	1	-	-	(26)	-	(25)
At 30 June 2005	904	984	413	449	2,880	93	17,506	70	23,299
Carrying amount									
At 30 June 2005	1,601	1,023	164	213	718	155	15,522	298	19,694
At 30 June 2004	1,663	1,095	69	498	289	97	11,472	14	15,197

Ellipsiz Ltd and its Subsidiaries
Notes to the financial statements
Year ended 30 June 2005

Company	Furniture and fittings \$'000	Office equipment \$'000	Computers \$'000	Total \$'000
Cost				
At 1 July 2004	69	55	1,494	1,618
Additions	3	3	16	22
At 30 June 2005	<u>72</u>	<u>58</u>	<u>1,510</u>	<u>1,640</u>
Accumulated depreciation				
At 1 July 2004	57	45	1,333	1,435
Depreciation for the year	12	10	90	112
At 30 June 2005	<u>69</u>	<u>55</u>	<u>1,423</u>	<u>1,547</u>
Carrying amount				
At 30 June 2005	<u>3</u>	<u>3</u>	<u>87</u>	<u>93</u>
At 30 June 2004	<u>12</u>	<u>10</u>	<u>161</u>	<u>183</u>

Leasehold building and plant and machinery of the Group with carrying amounts of \$1,601,000 (2004: \$1,663,000) and \$7,580,000 (2004: \$4,844,000) respectively have been pledged to banks as security for bank loans (Note 17) and a loan facility which has not been drawn down as at 30 June 2005.

The carrying amount of property, plant and equipment includes amounts totalling \$1,851,000 (2004: \$645,000) for the Group in respect of assets acquired under hire purchase agreements and finance leases (Note 17).

Depreciation for the year is included in the following line items of the profit and loss accounts:

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Cost of revenue	3,890	1,046	-	-
Distribution expenses	103	87	-	-
Administrative expenses	1,310	578	112	258
Other expenses	-	23	-	-
	<u>5,303</u>	<u>1,734</u>	<u>112</u>	<u>258</u>

4 Intangible Assets

Group	Computer software \$'000	Develop-ment expenditure \$'000	Technology licence \$'000	Negative goodwill \$'000	Goodwill \$'000	Assets under construction \$'000	Total \$'000
Cost							
At 1 July 2004, as previously reported	1,823	3,920	-	(1,618)	3	-	4,128
Effects of adopting FRS 103 (Note 25)	-	-	-	1,618	(3)	-	1,615
At 1 July 2004, restated	1,823	3,920	-	-	-	-	5,743
Additions	40	-	-	-	-	3	43
Arising from acquisition/incorporation of subsidiaries	-	-	2,052	-	11,613	-	13,665
Arising from disposal of subsidiaries	(39)	-	-	-	(1,626)	-	(1,665)
Translation difference	-	-	(30)	-	(127)	-	(157)
At 30 June 2005	<u>1,824</u>	<u>3,920</u>	<u>2,022</u>	<u>-</u>	<u>9,860</u>	<u>3</u>	<u>17,629</u>

Ellipsiz Ltd and its Subsidiaries
Notes to the financial statements
Year ended 30 June 2005

Group	Computer software \$'000	Develop- ment expenditure \$'000	Technology licence \$'000	Negative goodwill \$'000	Goodwill \$'000	Assets under construction \$'000	Total \$'000
Accumulated amortisation and impairment losses							
At 1 July 2004, as previously reported	1,822	3,920	-	(336)	3	-	5,409
Effects of adopting FRS 103 (Note 25)	-	-	-	336	(3)	-	333
At 1 July 2004, restated	1,822	3,920	-	-	-	-	5,742
Amortisation for the year	3	-	100	-	-	-	103
Arising from acquisition of subsidiaries	-	-	13	-	-	-	13
Arising from disposal of subsidiaries	(2)	-	-	-	-	-	(2)
Translation difference	-	-	1	-	-	-	1
At 30 June 2005	<u>1,823</u>	<u>3,920</u>	<u>114</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,857</u>
Carrying amount							
At 30 June 2005	<u>1</u>	<u>-</u>	<u>1,908</u>	<u>-</u>	<u>9,860</u>	<u>3</u>	<u>11,772</u>
At 30 June 2004	<u>1</u>	<u>-</u>	<u>-</u>	<u>(1,282)</u>	<u>-</u>	<u>-</u>	<u>(1,281)</u>

The technology licence arising from acquisition of subsidiary during the year has a remaining amortisation period of approximately 19 years as at 30 June 2005.

Company	Computer software \$'000	Assets under construction \$'000	Total \$'000
Cost			
At 1 July 2004	1,823	-	1,823
Additions	<u>1</u>	<u>3</u>	<u>4</u>
At 30 June 2005	<u>1,824</u>	<u>3</u>	<u>1,827</u>
Accumulated amortisation and impairment losses			
At 1 July 2004	1,822	-	1,822
Amortisation for the year	<u>1</u>	<u>-</u>	<u>1</u>
At 30 June 2005	<u>1,823</u>	<u>-</u>	<u>1,823</u>
Carrying amount			
At 30 June 2005	<u>1</u>	<u>3</u>	<u>4</u>
At 30 June 2004	<u>1</u>	<u>-</u>	<u>1</u>

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Amortisation of intangible assets is included in the following line items in the profit and loss accounts:

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Other income	-	(336)	-	-
Administrative expenses	103	243	1	243
Other expenses	-	3	-	-
	<u>103</u>	<u>(90)</u>	<u>1</u>	<u>243</u>

Impairment tests for cash-generating units containing goodwill

Goodwill is allocated to the Group's cash-generating units (CGU) identified according to business segment and product or services as follows:

	Wafer Fab Solutions \$'000	Fabless Solutions \$'000	Total \$'000
2005			
Probe cards	-	8,976	8,976
Wafer reclaim	384	-	384
Consumables	500	-	500
	<u>884</u>	<u>8,976</u>	<u>9,860</u>

The recoverable amount of a CGU is determined based on value-in-use calculations. These calculations use cash flow projections based on financial budgets approved by management covering periods of one to three years.

Key assumptions used for value-in-use calculations

For the purpose of analysing each CGU, management used the following key assumptions

	Gross margin %	Growth rate %	Discount rate %
Probe cards	39 to 45	16	9.7
Wafer reclaim	38	5	7.5
Consumables	<u>22</u>	<u>6.5</u>	<u>7.5</u>

The budgeted gross margin was based on past performance trends and expectations for market developments. The weighted average growth rates used are consistent with the forecasts included in industry reports. The discount rates used are pre-tax and reflect specific risks relating to the relevant segments. Cash flows beyond the periods covered by the financial budgets are projected on assumptions of constant revenue and gross margin.

5 Subsidiaries

	Company	
	2005 \$'000	2004 \$'000
Investments in subsidiaries	73,109	57,798
Impairment losses	<u>(44,890)</u>	<u>(45,105)</u>
	28,219	12,693
Convertible loan	<u>4,213</u>	<u>-</u>
	<u>32,432</u>	<u>12,693</u>

The convertible loan is unsecured, bears an interest rate of 1.5% per annum and is payable on 4 May 2008.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

The Company has the option to convert the convertible loan of US\$2,500,000 into new fully paid ordinary shares of \$1.00 each in the subsidiary at a fixed exchange rate of \$1.72 for every US\$1.00 before the maturity or full repayment of the convertible loan.

Details of the subsidiaries are as follows:

Name of subsidiary	Principal activities	Country of incorporation and business	Effective equity held by the Group	
			2005 %	2004 %
(1) Antech Instruments Pte Ltd	Inactive	Singapore	100	100
(2) Ellipsiz Malaysia Sdn. Bhd.	Sales representation services and distribution of equipment used in the semiconductor industry	Malaysia	70	100
(1) Tezt Pulse Pte Ltd	Inactive	Singapore	100	100
(3) Ellipsiz Taiwan Inc., (Ellipsiz Taiwan) and its subsidiary:	Dealers of scientific instruments, electronics equipment, commission agents and provision of technical services and support	Taiwan	78	78
(4) CrystalTech Scientific Corp	Trading of scientific and electronic equipment	British Virgin Islands	78	78
(1) Ellipsiz Singapore Pte Ltd	Trading of scientific instruments, electronic equipment and provision of technical services and support and commission agents	Singapore	100	100
(1) Solidvision Pte Ltd and its subsidiary:	Inactive	Singapore	100	100
(3) Factech Semiconductors Sdn. Bhd.	Provision of total chemical management services	Malaysia	100	100
(1) Ellipsiz MicroFab Pte. Ltd.	Provision of bump interconnects for advanced packaging of integrated circuits solutions and related services	Singapore	100	100
(1) Factech Pte Ltd	Inactive	Singapore	100	100
(1) ESI Instruments Pte Ltd	Inactive	Singapore	100	100
(4)(8) outsoz.com Inc.	Inactive	United States of America	100	100
(4)(8) Ellipsiz USA Inc.	Inactive	United States of America	100	100
(1) Ellipsiz Ventures Pte Ltd and its subsidiaries:	Investment holding	Singapore	100	100
(4) Ellipsiz Semiconductor Technology (Shenzhen) Ltd	Investment holding and provision of back end services of integrated circuit designing	China	100	100
(1) Ellipsiz Semilab Holdings Pte. Ltd. and its subsidiary:	Investment holding	Singapore	74	100

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Name of subsidiary	Principal activities	Country of incorporation and business	Effective equity held by the Group	
			2005 %	2004 %
⁽⁴⁾ Ellipsiz Semilab (Shanghai) Co. Ltd.	Provision of integrated circuits testing services	China	74	-
⁽¹⁾ outsoz.com Pte Ltd	Inactive	Singapore	100	100
⁽⁴⁾ Ellipsiz (Shanghai) International Ltd	Sales representation services and distribution of failure analysis equipment and optical equipment	China	100	100
⁽³⁾ Ellipsiz Second Source Inc., Taiwan	Provision of pump refurbishment services and trading of original equipment and manufacturer parts	Taiwan	100	100
⁽¹⁾ Ellipsiz ISP Pte. Ltd. (Ellipsiz ISP)	Polishing and reclamation of semiconductor wafers	Singapore	100	67
⁽⁴⁾⁽⁸⁾ MicroRoutes Pte Ltd (MicroRoutes)	Inactive	Singapore	100	100
⁽⁹⁾ Ellipsiz MicroFab Inc.	De-registered	United States of America	-	100
⁽¹⁾⁽¹⁰⁾ SV Probe Pte. Ltd. (SV Probe) and its subsidiaries:	Provision of probe card designing, manufacturing and distribution solutions for the semiconductor industry and provision of customer support facilities	Singapore	50	40
⁽⁴⁾ SV Technology Inc.	Provision of technology services, including technology transfer, training, technical and consultancy services, expert advice and technical assistance	Republic of Mauritius	50	40
⁽⁵⁾ SV Probe Taiwan Co. Ltd (SV Probe Taiwan)	Trading of probe card, printed circuit board, electronic components and repair service	Taiwan	-	40
⁽⁶⁾ SV Probe Vietnam Co., Ltd	Production, installation and designing accessories, spare parts and tools for manufacturing semiconductor products	Vietnam	50	40
⁽⁷⁾ SV Probe Inc.	Design, development and manufacturing of testing products namely, probe cards, for the electronics industry	United States of America	50	-
⁽⁴⁾ SV Probe China Co., Ltd	Production, trading, research and development, provision of technical consultation and assistance services for electronics products	China	50	-

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Name of subsidiary	Principal activities	Country of incorporation and business	Effective equity held by the Group	
			2005 %	2004 %
(1) FMB Industries Pte. Ltd. (FMB)	Trading of consumable products to hospitals, pharmaceutical, electronic and food processing industries	Singapore	91	-
(1) Audited by KPMG Singapore.				
(2) Audited by another firm of auditors, Chew & Co., Malaysia.				
(3) These subsidiaries are audited by other member firms of KPMG International.				
(4) These subsidiaries are not required to be audited for the current year by the laws of the respective countries of incorporation.				
(5) Audited by another firm of auditors, Kong Lim & Partners, Singapore.				
(6) Audited by another firm of auditors, Auditing and Consulting Joint Stock Company, Ho Chi Minh City, Vietnam.				
(7) Audited by another firm of auditors, C.G. Uhlenberg LLP, California, United States of America.				
(8) These subsidiaries are in the process of liquidation.				
(9) This subsidiary was de-registered during the year.				
(10) SV Probe is considered a subsidiary and consolidated in the Group financial statements due to the Group's control over more than one half of the voting rights by virtue of the shareholders' agreement. SV Probe was classified as an associate in 2004 (Note 6).				

Acquisitions of subsidiaries

During the year, the Group acquired equity interest or additional interest in the following subsidiaries:

Name of subsidiary	Date of acquisition	Effective equity acquired by the Group %	Purchase consideration ⁽¹⁾ \$'000	Cost directly attributable to acquisition \$'000	Total cost of acquisition \$'000	Positive/ (negative) goodwill \$'000
2005						
SV Probe ⁽²⁾	August 2004	10	8,600	300	8,900	358 ⁽³⁾
FMB	January 2005	91	1,200	-	1,200	-
Ellipsiz ISP	January 2005	10	368	-	368	(80) ⁽⁴⁾
Ellipsiz ISP	May 2005	4	247	-	247	46 ⁽⁵⁾
Ellipsiz ISP	June 2005	19	1,337	-	1,337	338 ⁽⁵⁾

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Name of subsidiary	Date of acquisition	Effective equity acquired by the Group %	Purchase consideration ⁽¹⁾ \$'000	Cost directly attributable to acquisition \$'000	Total cost of acquisition \$'000	Positive/(negative) goodwill \$'000
2004						
Ellipsiz Taiwan	July 2003	9	23	-	23	(329) ⁽⁴⁾
MicroRoutes	December 2003	50	185	-	185	3
Ellipsiz ISP	February 2004	67	930	-	930	(1,289) ⁽⁴⁾

(1) Purchase considerations are satisfied in cash at dates of acquisitions, except for capital on call amounting to \$2,580,000 in relation with the acquisition of SV Probe, which was called upon and paid on 24 January 2005.

(2) Pursuant to the terms of a Supplemental Agreement, the effective interest of the Company in SV Probe may be adjusted by the Company transferring part of its interest in the subsidiary to the minority shareholder based on an adjustment formula depending on certain performance measurements.

(3) Goodwill on consolidation arose from the business infrastructure acquired, the management skills and know-how, customer base and its rights to certain probe card technologies. It excludes goodwill recorded in the financial statements of SV Probe arising from its acquisition of SV Probe Inc. amounting to \$8,618,000.

The Company has not separately recognised any intangible assets from goodwill as it is of the view that it cannot measure reliably the fair value of these intangible assets given that the profits that could be generated by these assets are driven by future events not determinable at balance sheet date.

(4) The negative goodwill on acquisition arose from bargain purchases.

(5) The goodwill relating to acquisition of Ellipsiz ISP arose from the projected future business potentials of the subsidiary.

The carrying amounts of the net identifiable assets and liabilities of newly acquired subsidiaries are as follows:

	2005			2004		
	SV Probe \$'000	Others \$'000	Total \$'000	Ellipsiz ISP \$'000	Others \$'000	Total \$'000
Property, plant and equipment	7,741	28	7,769	10,251	-	10,251
Intangible assets	10,784	500	11,284	-	-	-
Inventories	2,661	609	3,270	767	-	767
Trade and other receivables	13,557	326	13,883	1,890	61	1,951
Cash and cash equivalents	8,522	377	8,899	(73)	324	251
Trade and other payables	(18,885)	(1,840)	(20,725)	(893)	(203)	(1,096)
Interest-bearing borrowings	(1,826)	-	(1,826)	(7,882)	-	(7,882)
Deferred tax liabilities	(359)	-	(359)	(761)	-	(761)
Net identifiable assets acquired	22,195	*	22,195	3,299	182	3,481
Minority interests	(11,097)	-	(11,097)	(1,080)	-	(1,080)
Share of net assets previously equity accounted for	(2,556)	-	(2,556)	-	-	-
Loan receivable from an associate set off against consideration for acquisition of subsidiary	-	-	-	(475)	-	(475)
	8,542	*	8,542	1,744	182	1,926
Goodwill on acquisition	358	-	358	(1,289)	3	(1,286)
Uncalled capital at date of acquisition	(2,580)	-	(2,580)	-	-	-
Consideration paid, satisfied in cash	6,320	*	6,320	455	185	640
Cash and cash equivalents acquired	(8,522)	(377)	(8,899)	(324)	73	(251)
Net cash (inflow)/outflow	(2,202)	(377)	(2,579)	131	258	389

*Amount is less than \$1,000.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

The carrying amounts of the net identifiable assets and liabilities at the dates of acquisitions approximate the fair values of the assets and liabilities.

Had the acquisitions occurred at the beginning of the year, the consolidated revenue and profit after tax of the Group would have been:

	2005 \$'000	2004 \$'000
Revenue	121,581	74,053
Net profit	<u>11,155</u>	<u>7,306</u>

The Group's share of profit of the newly acquired subsidiaries during the year are as follows:

	2005 \$'000	2004 \$'000
SV Probe	2,180	-
Ellipsiz ISP	-	80
Others	<u>154</u>	<u>15</u>

Disposals of subsidiaries

In February 2005, the Company disposed its equity interest of 75% in Ellipsiz Test Pte. Ltd. (Ellipsiz Test), a subsidiary incorporated in July 2004, for cash consideration of \$6,504,000 and unquoted equity shares with fair value of \$13,008,000. Fair value of the unquoted equity shares was established by determining the fair values of the underlying net identifiable assets and liabilities acquired. Ellipsiz Test contributed a profit of \$446,000 to the consolidated profit after tax during the year.

In June 2005, the Group disposed SV Probe Taiwan for a cash consideration of \$53,000. SV Probe Taiwan contributed net loss of \$141,000 to the consolidated profit after tax during the year (2004: \$57,000).

6 Associates

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Investments in associates	1,094	4,082	500	3,489
Impairment losses	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,239)</u>
	<u>1,094</u>	<u>4,082</u>	<u>500</u>	<u>2,250</u>
Share of post-acquisition reserves	149	(1,162)	-	-
Exchange translation reserve	<u>(9)</u>	<u>(19)</u>	<u>-</u>	<u>-</u>
	<u>140</u>	<u>(1,181)</u>	<u>-</u>	<u>-</u>
	<u>1,234</u>	<u>2,901</u>	<u>500</u>	<u>2,250</u>
Loans to associates	250	1,813	250	1,813
Allowance for doubtful loans	<u>-</u>	<u>(513)</u>	<u>-</u>	<u>(513)</u>
	<u>250</u>	<u>1,300</u>	<u>250</u>	<u>1,300</u>
	<u>1,484</u>	<u>4,201</u>	<u>750</u>	<u>3,550</u>

Loans to associates are unsecured and interest-free, and are not expected to be repaid within the next year.

Investments in associates of the Group at 30 June 2005 include goodwill of \$341,000 (2004: \$341,000). Amortisation of goodwill in 2004 amounting to \$58,000 was recognised in the consolidated profit and loss account as "other expenses".

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

The cash-generating unit (CGU) for the goodwill is identified as follows:

	Wafer Fab Solutions \$'000
2005	
Qualification and reliability test	<u>341</u>

The recoverable amount of a CGU is determined based on value-in-use calculations. These calculations use cash flow projections based on financial budgets approved by management of the associate covering a period of two years.

Key assumptions used for value-in-use calculations

For the purpose of analysing each CGU, management used the budgeted gross margin based on past performance trends and expectations for market developments. The growth rate and discount rate are assumed to be 8% and 7.5% respectively. Cash flows beyond the two year period are projected on assumptions of constant revenue and gross margin.

Details of the associates are as follows:

Name of associate	Principal activities	Country of incorporation and business	Effective equity held by the Group	
			2005 %	2004 %
⁽¹⁾⁽⁷⁾ SV Probe Pte. Ltd. and its subsidiaries	Probe card designing, manufacturing and distribution solutions for the semiconductor industry	Singapore	50	40
⁽²⁾ Chiron Semilab Pte Ltd	Technical testing and analysis services	Singapore	33	33
⁽³⁾⁽⁴⁾ Shenzhen IC Design Incubation Co., Ltd	Enterprise incubator management, IC design and test, and provision of technical consulting services	China	33	33
⁽⁵⁾ Semiconductor Alliance Pte Ltd	De-registered	Singapore	-	45
⁽⁶⁾ SCP Global Technologies Asia Pte Ltd	Trading of surface preparation equipment used in the semiconductor industry	Singapore	-	50

⁽¹⁾ Audited by KPMG Singapore.

⁽²⁾ Audited by another firm of auditors, Kong Lim & Partners, Singapore.

⁽³⁾ The associate is held through Ellipsiz Semiconductor Technology (Shenzhen) Ltd.

⁽⁴⁾ This associate is not required to be audited in the current year by the laws of its country of incorporation.

⁽⁵⁾ This associate was de-registered during the year.

⁽⁶⁾ This associate was disposed during the year.

⁽⁷⁾ Reclassified as a subsidiary during the year (Note 5).

The Group has not recognised losses relating to certain associates where its share of losses exceed the Group's carrying amount of its investments in those associates. The Group's cumulative share of unrecognised losses was \$Nil (2004: \$504,000), of which \$Nil was the share of the current year's losses (2004: \$182,000).

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

The Group's share of associates' results, assets and liabilities is as follows:

	Group	
	2005 \$'000	2004 \$'000
Results		
Revenue	1,340	3,301
Expenses	(1,232)	(3,212)
Profit from ordinary activities before taxation	108	89
Income taxes	-	(12)
Profit from ordinary activities after taxation	108	77
Assets and liabilities		
Non-current assets	716	3,136
Current assets	766	9,475
Current liabilities	(194)	(9,609)
Non-current liabilities	(54)	(101)
Net assets	1,234	2,901

7 Jointly-Controlled Entity

	Group	
	2005 \$'000	2004 \$'000
Investment in jointly-controlled entity	408	408
Share of post-acquisition reserves	(170)	(36)
Exchange translation reserves	(2)	-
	236	372

Details of the jointly-controlled entity are as follows:

Name of jointly-controlled entity	Principal activities	Country of incorporation and business	Effective equity held by the Group	
			2005 %	2004 %
Suzhou Silicon Information Technologies Co., Ltd	Development, production, sale and distribution of digital internet set-top boxes and other similar electrical communication devices, including provision of relevant technical and after sale services	China	50	50

This jointly-controlled entity is held through Ellipsiz Ventures Pte Ltd and it is not required to be audited for the current year by the laws of its country of incorporation.

The Group's share of jointly-controlled entity's results, assets and liabilities is as follows:

	Group	
	2005 \$'000	2004 \$'000
Results		
Revenue	1	-
Expenses	(135)	(36)
Loss from ordinary activities before taxation	(134)	(36)
Income taxes	-	-
Loss from ordinary activities after taxation	(134)	(36)

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

	Group	
	2005 \$'000	2004 \$'000
Assets and liabilities		
Non-current assets	115	134
Current assets	124	244
Current liabilities	(3)	(6)
Net assets	<u>236</u>	<u>372</u>

At 30 June 2005, the jointly-controlled entity has no commitments and contingent liabilities.

8 Other Assets

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Unquoted equity shares	15,321	2,313	15,321	2,313
Quoted equity shares	8,193	-	8,193	-
Club memberships	<u>189</u>	<u>189</u>	<u>131</u>	<u>131</u>
	23,703	2,502	23,645	2,444
Impairment losses	<u>(2,423)</u>	<u>(2,423)</u>	<u>(2,369)</u>	<u>(2,369)</u>
	<u>21,280</u>	<u>79</u>	<u>21,276</u>	<u>75</u>

The impairment losses of the Group and the Company relating to unquoted equity shares amount to \$2,313,000 (2004: \$2,313,000).

The impairment losses of the Group and the Company relating to club memberships amount to \$110,000 (2004: \$110,000) and \$56,000 (2004: \$56,000) respectively.

9 Trade Receivables

	Note	Group	
		2005 \$'000	2004 \$'000
Trade receivables		31,805	23,388
Allowance for doubtful receivables		<u>(708)</u>	<u>(545)</u>
		<u>31,097</u>	<u>22,843</u>
Represented by:			
Current portion	13	30,959	22,644
Non-current portion		<u>138</u>	<u>199</u>
		<u>31,097</u>	<u>22,843</u>

10 Deferred Tax Assets/(Liabilities)

Recognised deferred tax assets and liabilities

Movements in deferred tax assets and liabilities (prior to offsetting of balances) during the year are as follows:

	At 1 July 2004 \$'000	(Charged/ credited to profit and loss account \$'000	Acquisitions of subsidiaries \$'000	Disposals of subsidiaries \$'000	At 30 June 2005 \$'000
Group					
Deferred tax assets					
Inventories	6	20	12	-	38
Trade and other receivables	-	16	12	-	28
Trade and other payables	-	359	7	-	366
Tax value of loss carry-forward	135	(85)	-	(50)	-
Other items	<u>(38)</u>	<u>(273)</u>	<u>320</u>	<u>-</u>	<u>9</u>
	<u>103</u>	<u>37</u>	<u>351</u>	<u>(50)</u>	<u>441</u>

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

	At 1 July 2004 \$'000	(Charged)/ credited to profit and loss account \$'000	Acquisitions of subsidiaries \$'000	Disposals of subsidiaries \$'000	At 30 June 2005 \$'000
Deferred tax liabilities					
Property, plant and equipment	(412)	(754)	(710)	194	(1,682)
Net deferred tax liabilities	<u>(309)</u>	<u>(717)</u>	<u>(359)</u>	<u>144</u>	<u>(1,241)</u>

Deferred tax assets and liabilities are offset when there is legally enforceable right to set-off current tax assets against current tax liabilities and when the deferred taxes relate to the same taxation authority. The amounts determined after appropriate offsetting are included in the balance sheet as follows:

	Group	
	2005 \$'000	2004 \$'000
Deferred tax assets	186	310
Deferred tax liabilities	<u>(1,427)</u>	<u>(619)</u>
	<u>(1,241)</u>	<u>(309)</u>

	At 1 July 2004 \$'000	(Charged)/ credited to profit and loss account \$'000	At 30 June 2005 \$'000
Company			
Deferred tax assets			
Other items	-	12	12
Deferred tax liabilities			
Property, plant and equipment	(37)	19	(18)
Net deferred tax liabilities	<u>(37)</u>	<u>31</u>	<u>(6)</u>

Unrecognised temporary differences

The following temporary differences have not been recognised:

	Group	
	2005 \$'000	2004 \$'000
Deductible temporary differences	9,853	12,740
Tax losses	<u>8,265</u>	<u>9,673</u>
	<u>18,118</u>	<u>22,413</u>

The tax losses and deductible temporary differences are primarily attributable to subsidiaries operating in Singapore and do not expire under current year legislation. The unutilised tax losses are available for set-off against future profits subject to compliance with the provisions of Section 37 of the Income Tax Act. Deferred tax assets have not been recognised in respect of these items because it is not probable that future taxable profit will be available against which the Group can utilise the benefits therefrom.

11 Inventories

	Group	
	2005 \$'000	2004 \$'000
Raw materials	4,237	1,547
Work-in-progress	609	292
Finished goods	5,704	2,419
Stocks-in-transit	<u>101</u>	<u>29</u>
	10,651	4,287
Allowance for inventory obsolescence	<u>(1,736)</u>	<u>(1,081)</u>
	<u>8,915</u>	<u>3,206</u>

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

	Group	
	2005 \$'000	2004 \$'000
At net realisable value:		
Raw materials	4,149	1,547
Work-in-progress	609	292
Finished goods	4,056	1,338
Stocks-in-transit	101	29
	<u>8,915</u>	<u>3,206</u>

12 Project-In-Progress

	Group	
	2005 \$'000	2004 \$'000
Cost	197	1,495
Attributable profits	101	401
Progress billings	-	(1,369)
	<u>298</u>	<u>527</u>

13 Trade and Other Receivables

	Note	Group		Company	
		2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Trade receivables					
- current portion	9	30,959	22,644	-	-
Tax receivables		1,049	1,122	915	960
Refundable deposits		389	424	154	168
Prepayments		1,518	640	190	183
Advance payments		2,807	-	-	-
Other receivables		1,635	1,310	34	25
		<u>38,357</u>	<u>26,140</u>	<u>1,293</u>	<u>1,336</u>

14 Balances with Related Parties

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Amounts due from:				
Subsidiaries				
- Non-trade	-	-	12,618	19,604
Allowance for doubtful receivables	-	-	(1,511)	(4,900)
	<u>-</u>	<u>-</u>	<u>11,107</u>	<u>14,704</u>
Associates				
- Trade	5	141	-	-
- Non-trade	-	30	-	-
Shareholders of a jointly-controlled entity				
- Non-trade	163	166	-	-
Affiliates				
- Trade	58	204	-	-
- Non-trade	-	102	-	-
Allowance for doubtful receivables	-	(46)	-	-
	<u>226</u>	<u>597</u>	<u>-</u>	<u>-</u>
	<u>226</u>	<u>597</u>	<u>11,107</u>	<u>14,704</u>

Ellipsiz Ltd and its Subsidiaries
Notes to the financial statements
Year ended 30 June 2005

	Group		Company	
	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000
Amounts due to:				
Subsidiaries				
- Non-trade	-	-	(1,326)	(42)
Associates				
- Trade	(92)	(9)	-	-
- Non-trade	-	(6)	-	-
Shareholders				
- Non-trade	-	(1)	-	(1)
Affiliates				
- Trade	-	(89)	-	-
- Non-trade	(5)	-	-	-
	<u>(97)</u>	<u>(105)</u>	<u>(1,326)</u>	<u>(43)</u>

The non-trade balances are unsecured, interest-free and have no fixed terms of repayments.

15 Cash and Cash Equivalents

	Group		Company	
	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000
Cash at bank and in hand	16,889	17,508	1,988	3,988
Fixed deposits	<u>12,899</u>	<u>34,670</u>	<u>5,897</u>	<u>32,491</u>
	29,788	52,178	7,885	36,479
Fixed deposits held as securities by banks	<u>(3,567)</u>	<u>(3,356)</u>	<u>(2,800)</u>	<u>(2,800)</u>
Cash and cash equivalents in the statement of cash flows	<u>26,221</u>	<u>48,822</u>	<u>5,085</u>	<u>33,679</u>

The fixed deposits placed with banks as securities relate to bank facilities granted to certain subsidiaries of the Group.

16 Trade and Other Payables

	Group		Company	
	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000
Trade payables	12,486	7,667	-	-
Liability for short-term accumulating compensated absences	1,002	116	61	17
Accrued expenses	6,544	7,797	3,127	2,806
Other payables	2,994	975	347	47
Deferred income	<u>360</u>	<u>2,070</u>	<u>-</u>	<u>1,698</u>
	<u>23,386</u>	<u>18,625</u>	<u>3,535</u>	<u>4,568</u>

17 Interest-Bearing Borrowings

This note provides information about the contractual terms of the Group's and the Company's interest-bearing borrowings. For more information about the Group's exposure to interest rate and currency risk, refer to Note 29.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Interest-bearing borrowings consist of the following:

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Non-current liabilities				
Secured bank loans	3,474	4,801	-	-
Unsecured bank loans	300	667	-	-
Obligations under hire purchase agreements and finance leases	919	134	-	-
	<u>4,693</u>	<u>5,602</u>	<u>-</u>	<u>-</u>
Current liabilities				
Secured bank loans	1,838	1,250	-	-
Unsecured bank loans	2,593	400	-	-
Obligations under hire purchase agreements and finance leases	456	183	-	17
	<u>4,887</u>	<u>1,833</u>	<u>-</u>	<u>17</u>

The bank loans of \$8,205,000 (2004: \$7,118,000) comprise the following:

Bank loan 1 of \$Nil (2004: \$369,000) and bank loan 2 of \$1,956,000 (2004: \$2,882,000)

Bank loan 1 bore interest at an average rate of 5.125% (2004: 5.125%) per annum and was repayable over 51 monthly installments commencing 1 October 2000.

Bank loan 2 bears interest at an average rate of 5.813% (2004: 5.625%) per annum and is repayable over 32 monthly installments commencing 1 May 2004.

Bank loans 1 and 2 are secured by mortgage over the leasehold building and a fixed charge over certain of the plant and machinery of the Group.

Bank loan 3 of \$3,502,000 (2004: \$3,867,000)

Bank loan 3 relates to a revolving credit facility of \$2,800,000 (2004: \$2,800,000) and a term loan of \$702,000 (2004: \$1,067,000). The revolving credit facility and term loan bear interest at an average rate of 3.01% (2004: 2.19%) and 3.55% (2004: 2.69%) per annum respectively. The term loan is repayable over 36 monthly installments commencing 1 April 2004. Fixed deposits in the name of the Company amounting to \$2,800,000 have been pledged to secure the revolving credit facilities and term loan together with a corporate guarantee provided by the Company.

Bank loan 4 of \$2,191,000 (2004: \$Nil)

Bank loan 4 relates to a bank loan which bears an effective interest rate of 5.30% (2004: Nil%) per annum and is repayable on or before 30 September 2005. The bank loan is granted with a corporate guarantee from the Company.

Bank loan 5 of \$556,000 (2004: \$Nil)

Bank loan 5 is part of a \$3,370,000 short term loan facility. The loan matures on 27 May 2006 and bears interest at floating rate of prime rate plus 1% (2004: Nil%) per annum. The loan is secured by a floating charge on a subsidiary's inventory, plant, machinery and equipment, accounts receivable with carrying amount totalling \$10,850,000.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Obligations under hire purchase agreements and finance leases

	Payment \$'000	2005 Interest \$'000	Principal \$'000	Payment \$'000	2004 Interest \$'000	Principal \$'000
Group						
Within 1 year	521	65	456	205	22	183
After 1 year but within 5 years	972	53	919	151	17	134
	<u>1,493</u>	<u>118</u>	<u>1,375</u>	<u>356</u>	<u>39</u>	<u>317</u>
Company						
Within 1 year	<u>-</u>	<u>-</u>	<u>-</u>	<u>17</u>	<u>-</u>	<u>17</u>

18 Redeemable Convertible Preference Shares

The redeemable convertible preference shares relate to preference shares of \$1 each issued by a subsidiary to a minority shareholder fully paid at a premium of \$999 per share for cash to provide additional working capital for the subsidiary. Holders of preference shares are entitled to redeem the preference shares based on a formula in the Memorandum of Articles of the subsidiary.

19 Share Capital

	2005		2004	
	No. of shares ('000)	\$'000	No. of shares ('000)	\$'000
Authorised:				
Ordinary shares of \$0.25 each	<u>4,000,000</u>	<u>1,000,000</u>	<u>4,000,000</u>	<u>1,000,000</u>
Issued and fully paid:				
Ordinary shares of \$0.25 each				
At 1 July	237,723	59,431	198,000	49,500
Issue of ordinary shares for cash	-	-	39,000	9,750
Issue of ordinary shares pursuant to the exercise of options under the "Ellipsiz Share Option Plan"	205	51	357	89
Issue of ordinary shares pursuant to the vesting of awards under the "Ellipsiz Restricted Stock Plan"	978	245	366	92
	<u>238,906</u>	<u>59,727</u>	<u>237,723</u>	<u>59,431</u>

20 Reserves

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Share premium	53,695	53,564	53,695	53,564
Capital reserve	(11,720)	(11,720)	-	-
Exchange translation reserve	(344)	(249)	-	-
Accumulated losses	<u>(18,980)</u>	<u>(29,072)</u>	<u>(43,449)</u>	<u>(48,639)</u>
	<u>22,651</u>	<u>12,523</u>	<u>10,246</u>	<u>4,925</u>

The application of the share premium account is governed by Section 69 of the Companies Act, Chapter 50.

The capital reserve comprises goodwill arising on acquisition of subsidiaries written off against shareholder's equity.

The exchange translation reserve of the Group comprises foreign exchange differences arising from the translation of the financial statements of foreign entities whose measurement currency is different from that of the Company.

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

21 Revenue

Revenue represents the net invoiced value of goods sold and services rendered in the normal course of trade. The Group's revenue excludes intercompany transactions.

The amount of each significant category of revenue recognised during the financial year is as follows:

	Group		Company	
	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000
Sales of goods	79,785	48,426	-	-
Service income	33,995	18,369	817	848
Licence fee	1,698	-	1,698	-
Commission income	2,798	2,583	-	-
Finance lease interest income	-	166	-	-
Management fees	-	-	4,112	3,773
	<u>118,276</u>	<u>69,544</u>	<u>6,627</u>	<u>4,621</u>

22 Profit from Ordinary Activities Before Taxation

Profit from ordinary activities before taxation includes the following:

	Group		Company	
	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000
<i>Other income</i>				
Dividend income from subsidiaries	-	-	-	1,250
Rental income	474	501	709	701
Interest income				
- banks	386	107	154	38
- subsidiaries	-	-	10	-
- affiliate	30	13	-	-
- third parties	21	-	-	-
Sundry income	650	418	445	71
Grant income	8	191	-	-
Gain on disposal of property, plant and equipment	2,761	-	-	-
Reversal of impairment losses of property, plant and equipment	-	4,650	-	-
Reversal of accrual for obligation in respect of a grant	-	2,300	-	-
Amortisation of negative goodwill	-	336	-	-
Allowance reversed for:				
- doubtful loan to an associate	-	475	-	475
- inventory obsolescence	-	16	-	-
- doubtful amounts due from subsidiaries	-	-	-	3,199
Impairment losses reversed on investment in subsidiaries	-	-	-	987
Reversal of obligations for subsidiaries' liabilities	-	-	-	2,454
Gain on liquidation of associate	1	-	1	-
Gain on disposal of subsidiaries	1,863	-	2,383	-
(Loss)/gain on disposal of associate	(30)	-	250	-
Negative goodwill	80	-	-	-
Gain on dilution of interest in a subsidiary	1	-	-	-
	<u>6,245</u>	<u>9,007</u>	<u>3,952</u>	<u>9,175</u>

Ellipsiz Ltd and its Subsidiaries
Notes to the financial statements
Year ended 30 June 2005

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
<i>Staff costs</i>				
Wages and salaries	28,694	10,379	2,363	1,154
Contributions to defined contribution plans	998	830	143	115
Increase/(decrease) in liability for short-term accumulating compensated absences	894	(16)	44	(38)
Share awards to employees	320	467	320	467
Others	190	411	190	409
	<u>31,096</u>	<u>12,071</u>	<u>3,060</u>	<u>2,107</u>
	Group		Company	
	2005 Number	2004 Number	2005 Number	2004 Number
Number of employees as at 30 June	<u>612</u>	<u>288</u>	<u>17</u>	<u>19</u>

	Note	Group		Company	
		2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
<i>Other expenses</i>					
Non-audit fees paid to auditors of the Company		66	67	18	27
Depreciation of property, plant and equipment (Reversal)/allowance for:	3	5,303	1,734	112	258
- inventory obsolescence		628	-	-	-
- doubtful trade receivables		180	193	-	-
- doubtful amounts due from subsidiaries		-	-	(3,388)	-
- doubtful amounts due from an affiliate		(46)	46	-	-
Loss on disposal of property, plant and equipment		-	5	-	-
Loss on liquidation of associate		-	4	-	7
Inventories written off		4	23	-	-
Bad debts written off		29	-	-	-
Amortisation of:					
- intangible assets		103	243	1	243
- goodwill on subsidiary		-	3	-	-
- goodwill on associate		-	58	-	-
Provision of obligations for subsidiaries' liabilities		-	-	993	-
Research & development expenses		369	-	-	-
Exchange loss/(gain), net		163	152	(116)	12
Operating lease expenses		<u>2,653</u>	<u>1,929</u>	<u>763</u>	<u>754</u>

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Directors' Remuneration

Directors' remuneration is recognised as follows:

	Group		Company	
	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000
Directors' fees:				
- directors of the Company	281	135	281	135
Staff costs				
- directors of the Company	1,248	1,064	1,248	1,064
- other directors	2,361	450	-	-
	<u>3,890</u>	<u>1,649</u>	<u>1,529</u>	<u>1,199</u>

Remuneration, including salaries, fees, bonuses and the value of benefits in kind, earned during the year from the Group by the directors of the Company are summarised below:

	2005	2004
	Number	Number
\$500,000 and above	1	1
\$250,000 to \$499,999	1	1
Below \$250,000	4	4
	<u>6</u>	<u>6</u>

Finance Costs

	Group		Company	
	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000
Interest expense:				
- hire purchase agreements and finance leases	177	43	-	9
- banks	410	103	-	-
- affiliates	4	-	-	-
	<u>591</u>	<u>146</u>	<u>-</u>	<u>9</u>

23 Income Taxes

	Group		Company	
	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000
<i>Recognised in the profit and loss account</i>				
Current tax expense:				
- current year	2,080	470	508	331
- group relief	-	-	(508)	(70)
- withholding tax	52	186	45	186
- under/(over) provided in prior years	11	(65)	-	-
	<u>2,143</u>	<u>591</u>	<u>45</u>	<u>447</u>
Deferred tax expense/(credit):				
- movements in temporary differences	1,827	1,371	(31)	(132)
- over provided in prior years	-	(1)	-	-
- utilisation of previously unrecognised deferred tax assets	(1,110)	(1,490)	-	-
- change in tax rate	-	8	-	(17)
	<u>717</u>	<u>(112)</u>	<u>(31)</u>	<u>(149)</u>
Income tax expense	<u>2,860</u>	<u>479</u>	<u>14</u>	<u>298</u>

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
<i>Reconciliation of effective tax rate</i>				
Profit before tax	16,668	8,737	7,464	8,079
Income tax using Singapore tax rate of 20% (2004: 20%)	3,334	1,747	1,493	1,616
Effect of change in tax rate	-	8	-	(17)
Tax rebate	(33)	(11)	(11)	(11)
Effect of different tax rates in other countries	978	67	-	-
Income not subject to tax	(844)	(165)	(1,005)	(1,426)
Expenses not deductible for tax purpose	221	110	-	20
Utilisation of previously unrecognised deferred tax assets	(1,110)	(1,490)	-	-
Withholding tax	52	186	45	186
Deferred tax assets not recognised	251	93	-	-
Under/(over) provided in prior years	11	(66)	-	-
Tax benefit received on losses transferred	-	-	(508)	(70)
	<u>2,860</u>	<u>479</u>	<u>14</u>	<u>298</u>

Tax benefit is received under the Loss-Transfer System of Group Relief ("Group Relief System") which enables current year unutilised tax losses and capital allowances of one company to be set-off against taxable profit of another company in the same group. The Group Relief System is effective from financial year ended 30 June 2002.

One of the subsidiaries was granted pioneer status, for a period of eight years under the Economic Expansion Incentives (Relief from Income Tax) Act, Chapter 86 (the "Income Tax Act"), for silicon wafer polishing and reclamation operations commencing 1 October 1997, subject to compliance with certain conditions.

During the pioneer status period, Singapore-resident income from pioneer trade is exempt from income tax, subject to compliance with the conditions stated in the pioneer certificate and the Income Tax Act. Income derived from non-pioneer activities during the pioneer period, however, is subject to income tax at the prevailing enacted rate of tax.

One of the subsidiaries was granted tax exemption status, for a period of four years from its first profitable year and a tax exemption status on 50% of its taxable profits in the following four years by the Vietnamese tax authorities.

24 Earnings Per Share – The Group

	2005 \$'000	2004 \$'000
Basic earnings per share is based on:		
Net profit for the year	11,070	8,196
	<u>2005</u>	<u>2004</u>
	<u>No. of shares</u>	<u>No. of shares</u>
	<u>('000)</u>	<u>('000)</u>
Weighted average number of shares outstanding during the year	237,723	211,000
Weighted average number of shares issued under share option and share award schemes	427	295
	<u>238,150</u>	<u>211,295</u>

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

In calculating diluted earnings per share, the weighted average number of ordinary shares is adjusted for the effect of all dilutive potential ordinary shares:

	2005 No. of shares ('000)	2004 No. of shares ('000)
Weighted average number of shares issued, used in the calculation of basic earnings per share	238,150	211,295
Dilutive effect of share options	2,996	367
Dilutive effect of share awards	1,739	961
Weighted average number of ordinary shares (diluted)	<u>242,885</u>	<u>212,623</u>

25 Changes in Accounting Policies

The adoption of FRS 103 *Business Combinations*, revised FRS 36 *Impairment of Assets* and revised FRS 38 *Intangible Assets* resulted in changes to the Group's accounting policies for goodwill. The changes are summarised below:

- (a) Goodwill is now stated at cost less any accumulated impairment losses and are no longer amortised. Instead, impairment is tested annually, or when circumstances change, indicating that goodwill might be impaired;
- (b) Negative goodwill are recognised immediately in the profit and loss account, instead of being systematically amortised over its useful life; and
- (c) Goodwill and negative goodwill prior to 1 January 2001 that had been taken to reserves will no longer be taken to the profit and loss account when the related business is disposed of or discontinued or when impairment provisions are made.

The adoption of FRS 103 resulted in the derecognition of the negative goodwill and an increase of retained earnings for the Group as at 1 July 2004 by \$1,282,000.

Had there not been a change in accounting policy, the Group's net profit attributable to shareholders for the financial year ended 30 June 2005 would decrease by \$450,000 as follows:

- (a) \$568,000 of goodwill amortisation would be charged to the profit and loss account;
- (b) \$192,000 of negative goodwill amortisation would be credited to the profit and loss account; and
- (c) \$74,000 of negative goodwill, net of amortisation, would not be credited to the profit and loss account.

26 Equity Compensation Benefits

The "Ellipsiz Share Option Plan" and the "Ellipsiz Restricted Stock Plan" were approved and adopted at an Extraordinary General Meeting held on 28 November 2001. The "Ellipsiz Share Option Plan" enables selected employees and non-executive directors of the Group to subscribe for shares in the Company. The "Ellipsiz Restricted Stock Plan" enables selected employees and non-executive directors of the Group, other than controlling shareholders or their associates, to receive awards in the form of fully paid shares, their equivalent cash value or combination thereof, free of charge.

The "Ellipsiz Share Option Plan" and "Ellipsiz Restricted Stock Plan" are administered by the Remuneration Committee.

Ellipsiz Ltd and its Subsidiaries
Notes to the financial statements
Year ended 30 June 2005

Information with respect to the options granted under the "Ellipsiz Share Option Plan" on unissued ordinary shares of \$0.25 each of the Company as at the end of the financial year are as follows:

Date of grant of options	Exercise price	Number of options outstanding 1 July 2004	Options granted	Options exercised	Options cancelled/ lapsed	Options outstanding 30 June 2005	Number of options outstanding 30 June 2005	Options exercisable 1 July 2004	Options exercisable 30 June 2005	Proceeds on exercise of options during the year		Market price of shares at exercise date of option	Number of option holders 30 June 2005	Exercise periods
										Credited to share capital	Credited premium			
										\$'000	\$'000			
6/1/2003	\$0.25	170,167	-	36,500	6,333	127,334	127,334	170,167	127,334	9	-	\$0.31 - \$0.77	9	6/1/2004 to 6/1/2008
6/1/2003	\$0.25	462,334	-	168,167	60,334	233,833	233,833	-	233,833	42	-	\$0.31 - \$0.46	16	6/1/2005 to 6/1/2008
6/1/2003	\$0.25	168,332	-	-	36,333	131,999	131,999	-	-	-	-	-	3	6/1/2006 to 6/1/2008
11/3/2004	\$0.64	1,430,680	-	-	280,620	1,150,060	1,150,060	-	1,150,060	-	-	-	122	11/3/2005 to 11/3/2009
11/3/2004	\$0.64	1,310,680	-	-	250,620	1,060,060	1,060,060	-	-	-	-	-	120	11/3/2006 to 11/3/2009
11/3/2004	\$0.64	318,240	-	-	72,760	245,480	245,480	-	-	-	-	-	6	11/3/2007 to 11/3/2009
		3,860,433	-	204,667	707,000	2,948,766	170,167	1,511,227	51	-	-	-		

Ellipsiz Ltd and its Subsidiaries
Notes to the financial statements
Year ended 30 June 2005

Information with respect to the awards granted under the "Ellipsiz Restricted Stock Plan" on unissued ordinary shares of \$0.25 each of the Company as at the end of the financial year are as follows:

Date of grant of awards	Number of awards outstanding 1 July 2004	Awards granted	Awards vested	Awards cancelled/lapsed	Number of awards outstanding 30 June 2005	Awards vested during the year		Market price of shares at vesting date of awards	Number of award holders 30 June 2005	Vesting date
						Credited to share capital \$'000	Credited to share premium \$'000			
6/1/2003	229,833	-	195,333	34,500	-	49	29	\$0.40	-	6/1/2005
6/1/2003	107,334	-	-	30,000	77,334	-	-	-	2	6/1/2006
11/3/2004	829,230	-	782,880	46,350	-	196	102	\$0.38	-	11/3/2005
11/3/2004	829,230	-	-	159,690	669,540	-	-	-	44	11/3/2006
11/3/2004	211,140	-	-	65,620	145,520	-	-	-	9	11/3/2007
23/6/2005	-	60,000	-	-	60,000	-	-	-	1	1/7/2005
23/6/2005	-	60,000	-	-	60,000	-	-	-	1	1/7/2006
	2,206,767	120,000	978,213	336,160	1,012,394	245	131			

The vesting of awards was based on fulfillment of employment or directorship services with the Group from the date of grant to the vesting date.

27 Significant Related Party Transactions

Significant transactions with related parties, other than those disclosed elsewhere in the financial statements, are as follows:

	2005 \$'000	2004 \$'000
Sales to:		
- associates	156	41
- an affiliate ⁽¹⁾	-	56
- other affiliates	1,872	428
Purchases from:		
- associates	1,730	498
- an affiliate ⁽¹⁾	410	1,901
- minority shareholder of subsidiary	1,046	-
Commission income receivable from:		
- associates	-	537
- an affiliate ⁽¹⁾	-	45
Service fee receivable from:		
- an associate	1	-
Interest income receivable from:		
- an affiliate ⁽¹⁾	12	-
Rental income receivable from:		
- associates	8	65
- an affiliate ⁽¹⁾	9	12
Service fee paid to:		
- an affiliate ⁽¹⁾	-	2
Remuneration of key management staff	<u>4,446</u>	<u>2,000</u>

The Group, in normal course of business, transacts with associates and affiliates on terms agreed between the parties.

Key management staff participate in "Ellipsiz Share Option Plan" and "Ellipsiz Restricted Stock Plan". There were Nil (2004: 801,000) share options and Nil (2004: 287,000) share awards granted to key management staff of the Group during the year. The "Ellipsiz Share Option Plan" and "Ellipsiz Restricted Stock Plan" are administered by the Remuneration Committee.

⁽¹⁾ This relates to a corporation which a director had an interest as at 30 June 2004. The director disposed his interest during the year and as at 30 June 2005, the director ceased to have any interest in the corporation.

28 Commitments

Lease Commitments

As at 30 June 2005, commitments of the Group and the Company for minimum lease payments under non-cancellable operating leases are as follows:

	Group		Company	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Payable:				
Within 1 year	1,536	1,253	516	624
After 1 year but within 5 years	1,575	1,936	998	-
After 5 years	987	-	-	-
	<u>4,098</u>	<u>3,189</u>	<u>1,514</u>	<u>624</u>

Ellipsiz Ltd and its Subsidiaries*Notes to the financial statements**Year ended 30 June 2005**Capital Commitments*

	Group	
	2005	2004
	\$'000	\$'000
Capital commitments contracted but not provided for	<u>297</u>	<u>-</u>

A subsidiary has committed to enter into a finance lease arrangement with capital value amounting to \$297,000; this has not been provided for as at 30 June 2005.

Corporate Guarantees

As at 30 June 2005, the Company provided corporate guarantees amounting to \$11,581,000 (2004: \$7,200,000) to banks for facilities made available to its subsidiaries (Note 17).

Other Commitments

Pursuant to the Supplemental Agreement relating to investment in SV Probe, the Company may be required to transfer part of its equity shares in SV Probe to the minority shareholder based on an adjustment formula depending on certain performance measurements.

29 Financial Instruments*Financial risk management objectives and policies*

The principal objective of the Group's treasury policy is the management and control of risks relating to earnings and net assets.

The existing primary financial instruments of the Group such as receivables, payables and inter-company balances meet the definition of financial assets or liabilities.

The main risk arising from the Group's financial instruments are credit risk, interest rate risk and currency risk.

Credit risk

The carrying amounts of trade and other receivables represent the Group's exposure to credit risk.

The management has evaluated the credit standing of customers with significant outstanding balances with the Group as at 30 June 2005. As the majority of them are multinational corporations, the management has reasonable grounds to believe that the Group does not have significant credit risk as at 30 June 2005. Credit risks arising from sales are evaluated on an on-going basis. The receivables are also monitored continually and hence the Group does not expect to incur material credit losses.

The cash and cash equivalents of the Group are placed with reputable banks.

Effective interest rate and repricing analysis

The Group obtains additional financing through bank borrowings and leasing arrangements. The Group's policy is to obtain the most favourable interest rates available.

The Group's exposure to interest rate risk relates primarily to its fixed deposits and interest-bearing borrowings.

Ellipsiz Ltd and its Subsidiaries
Notes to the financial statements
Year ended 30 June 2005

In respect of interest-earning financial assets and interest-bearing financial liabilities, the following table indicates their effective interest rates at the balance sheet date and the periods in which they reprice.

	Effective interest rate %	Floating interest \$'000	Fixed interest maturing Within 1 year \$'000	1 to 5 years \$'000	Total \$'000
Group					
2005					
Financial assets					
Fixed deposits	2.14	-	12,899	-	12,899
Trade receivables	6.00	-	209	91	300
		-	13,108	91	13,199
Financial liabilities					
Secured bank loans	4.67	5,312	-	-	5,312
Unsecured bank loans	4.91	702	2,191	-	2,893
Redeemable convertible preference shares	5.00	-	-	78	78
Obligations under hire purchase agreements and finance leases	5.15	-	-	1,375	1,375
		6,014	2,191	1,453	9,658
2004					
Financial assets					
Fixed deposits	0.37	-	34,670	-	34,670
Trade receivables	6.00	-	-	387	387
		-	34,670	387	35,057
Financial liabilities					
Secured bank loans	4.00	6,051	-	-	6,051
Unsecured bank loans	2.69	1,067	-	-	1,067
Obligations under hire purchase agreements and finance leases	5.89	-	17	300	317
		7,118	17	300	7,435
Company					
2005					
Financial assets					
Fixed deposits	2.19	-	5,897	-	5,897
2004					
Financial assets					
Fixed deposits	0.26	-	32,491	-	32,491
Financial liabilities					
Obligations under hire purchase agreements and finance leases	4.31	-	17	-	17

Ellipsiz Ltd and its Subsidiaries

Notes to the financial statements

Year ended 30 June 2005

Currency risk

The Group has exposure to foreign currency movement on trade receivables, trade payables and cash and cash equivalents denominated in foreign currencies. It also incurs foreign currency risk on sales and purchases that are denominated in foreign currencies. The currencies giving rise to this risk are primarily US dollars and Japanese yen. Currently, the Group does not hedge its foreign currency exposure. However, the management monitors the exposure closely and will consider hedging significant foreign currency exposure should the need arises.

Fair values

Except as disclosed below, the carrying amounts of the financial assets and liabilities approximate their fair values.

		Group		Company	
	Note	Carrying amount \$'000	Fair value \$'000	Carrying amount \$'000	Fair value \$'000
2005					
Financial assets					
Quoted equity shares	8	8,193	8,146	8,193	8,146
Convertible loan (excluding option to convert)	5	-	-	4,213	3,512
		<u>8,193</u>	<u>8,146</u>	<u>12,406</u>	<u>11,658</u>
Financial liabilities					
Obligations under hire purchase agreements and finance leases	17	(919)	(863)	-	-
		<u>(919)</u>	<u>(863)</u>	<u>-</u>	<u>-</u>
Unrecognised gain/(loss)			<u>9</u>		<u>(748)</u>

The fair value of quoted equity shares is based on quoted market prices at the balance sheet date. The fair values of other financial assets and liabilities are estimated by discounting the future contractual cash flows at the current market interest rate available to the Group and the Company for similar financial instruments.

It is not practicable to estimate the fair values of the following financial assets without incurring excessive costs:

- (a) unquoted equity shares and options to convert the convertible loan into equity shares, due to the absence of quoted market prices; and
- (b) loans to associates, due to the absence of agreed repayment term between the parties involved.

However, the Group does not anticipate that the carrying amounts recorded at the balance sheet date would be significantly different from the values that would eventually be received or settled.

As at 30 June 2004, the carrying amounts of all the other financial assets and liabilities approximate their fair values.

30 Segment Reporting

Business Segments

	Wafer Fab Solutions		Test & Advanced Packaging Solutions		Fabless Solutions		Eliminations		Consolidated	
	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<i>Revenue and Expense</i>										
Total revenue from external customers	73,924	64,966	7,063	4,578	37,289	-	-	-	118,276	69,544
Inter-segment revenue	-	1,671	106	-	-	-	(106)	(1,671)	-	-
	<u>73,924</u>	<u>66,637</u>	<u>7,169</u>	<u>4,578</u>	<u>37,289</u>	<u>-</u>	<u>(106)</u>	<u>(1,671)</u>	<u>118,276</u>	<u>69,544</u>
Segment results	<u>4,113</u>	<u>1,488</u>	<u>7,443</u>	<u>6,597</u>	<u>6,025</u>	<u>(15)</u>	<u>-</u>	<u>-</u>	<u>17,581</u>	<u>8,070</u>
<i>Unallocated corporate results</i>										
Share of results of associates and a jointly-controlled entity	168	286	-	-	(194)	(245)	-	-	(733)	652
Profit from ordinary activities before interest income/(expense) and taxation									(26)	41
Interest income									16,822	8,763
Interest expense									437	120
Income taxes									(591)	(146)
Minority interests									(2,860)	(479)
Net profit for the year									<u>(2,738)</u>	<u>(62)</u>
									<u>11,070</u>	<u>8,196</u>
<i>Assets and Liabilities</i>										
Segment assets	58,171	48,504	13,203	7,982	39,466	20	(597)	(828)	110,243	55,678
Unallocated corporate assets									19,176	40,042
Investment in associates	867	978	-	-	617	3,223	-	-	1,484	4,201
Investment in a jointly-controlled entity	-	-	-	-	236	372	-	-	236	372
Tax receivables									1,049	1,122

Ellipsiz Ltd and its Subsidiaries
Notes to the financial statements
Year ended 30 June 2005

	Wafer Fab Solutions		Test & Advanced Packaging Solutions		Fabless Solutions		Eliminations		Consolidated	
	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Deferred tax assets									186	310
Total assets									132,374	101,725
Segment liabilities	14,775	12,693	1,323	3,299	6,397	10	(1,290)	(172)	21,205	15,830
Unallocated corporate liabilities									2,356	2,900
Interest-bearing borrowings									9,580	7,435
Income tax liabilities									2,841	1,596
Total liabilities									35,982	27,761
<i>Capital Expenditure</i>										
Capital expenditure Corporate	2,755	1,093	22,080	-	3,144	-	-	-	27,979	1,093
Depreciation of property, plant and equipment:									26	-
- allocated to business segments									28,005	1,093
- unallocated corporate expenses	2,470	1,566	706	15	2,140	3	(50)	-	5,266	1,584
Reversal of impairment losses for property, plant and equipment									37	150
(Gain)/loss on disposal of property, plant and equipment	(44)	5	(2,768)	-	51	-	-	-	(2,761)	5
Amortisation of negative goodwill	-	(336)	-	-	-	-	-	-	-	(336)
Amortisation of intangible assets:										
- allocated to business segments	-	61	2	-	100	-	-	-	102	61

Ellipsiz Ltd and its Subsidiaries
Notes to the financial statements
Year ended 30 June 2005

	Wafer Fab Solutions		Test & Advanced Packaging Solutions		Fabless Solutions		Eliminations		Consolidated					
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000				
- unallocated corporate expenses									1	243				
									103	304				
Reversal of allowance for doubtful loan to an associate	-	(475)	-	-	-	-	-	-	-	(475)				
(Gain)/loss on disposal of subsidiaries	(1,037)	-	(2,383)	-	74	-	1,483	-	(1,863)	-				
Loss on disposal of associate	-	-	-	-	-	-	30	-	30	-				
(Gain)/loss on liquidation of associate	(1)	4	-	-	-	-	-	-	(1)	4				
Grant income	-	(98)	(8)	(93)	-	-	-	-	(8)	(191)				
Geographical Segments														
	Singapore		Other Asean Countries		China & Taiwan		USA		Other Regions		Eliminations		Consolidated	
	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000	2005 \$'000	2004 \$'000
Total revenue from external customers	40,375	34,085	16,171	12,587	35,057	19,708	23,389	1,354	3,284	1,810			118,276	69,544
Segment assets	67,589	70,003	11,675	6,188	17,364	18,895	24,267	334	8,524	300			129,419	95,720
Investment in associates	867	3,575	-	-	617	626	-	-	-	-			1,484	4,201
Investment in a jointly-controlled entity	-	-	-	-	236	372	-	-	-	-			236	372
Tax receivables													1,049	1,122
Deferred tax assets													186	310
	68,456	73,578	11,675	6,188	18,217	19,893	24,267	334	8,524	300			132,374	101,725
Capital expenditure	23,105	342	1,502	10	2,630	741	768	-	-	-			28,005	1,093

31 Subsequent Events

- 31.1 In July 2005, the Company entered into a Sale and Purchase Agreement to acquire 51% equity interest in iNETest Resources Pte Ltd (iNETest), and its subsidiaries (iNETest Group) for \$6,500,000.

The purchase consideration of \$6,500,000 for the acquisition is satisfied by \$3,250,000 in cash and remaining \$3,250,000 by issuing 9,285,714 new shares of the Company at a premium of \$0.10 per share which is determined by reference to the average closing prices of the Company's shares for the 5 trading days preceding the date of the Sale and Purchase Agreement credited as fully paid.

The principal activities of iNETest Group are general trading and engineering services, as well as an outsourced engineering services and functional test solutions provider. It also trades and distributes wide range of manufacturing test and inspection equipment and environmental simulation equipment.

The acquisition is accounted for under the purchase method.

Management is in the process of ascertaining the fair values of the net assets acquired, following which the goodwill arising from the acquisition will be determined.

Additional consideration up to a maximum of \$830,000 in cash and \$830,000 in the form of equity shares, may become payable for the acquisition of the 51% equity interest in iNETest Group. The payment of the additional consideration is dependent on the financial performance of iNETest Group from the period 1 April 2005 to 30 June 2008. The contingent consideration has not been included in the cost of investment.

If the Company does not or is not able to allot and issue new shares of the Company for any reason, the additional consideration will be satisfied in cash.

The acquisition was completed on 8 July 2005.

- 31.2 In July 2005, the Group incorporated SV Probe Technology Taiwan Co., Ltd with a paid up capital of NTD5,000,000 (\$265,000). The principal activities of the new subsidiary is to carry out manufacturing and trading of probe cards, sales and after sales support of probe cards and equipment distribution.

- 31.3 Subsequent to the balance sheet date, the directors proposed a final dividend of 0.5 cents (2004: 0.6875 cents) per share less tax at 20% (2004: 20%) amounting to a net final dividend of approximately \$956,000 (2004: \$1,308,000). The proposed dividends have not been provided for.

Statistics of Shareholders

as at 7 September 2005

Authorised Share Capital	:	S\$1,000,000,000
Issued and Paid Up Capital	:	S\$59,743,053.25
Class of Shares	:	Ordinary Shares of S\$0.25 each
Voting Rights	:	On shows of hands : 1 vote
		On a poll : 1 vote for each ordinary share

Distribution of Shareholders as at 7 September 2005

Range of Shareholdings	Number of shareholders	% of shareholders	Number of shares	% of issued share capital
1 to 999	19	0.44	6,678	0.00
1,000 to 10,000	2,860	65.40	13,298,836	5.57
10,001 to 1,000,000	1,472	33.66	73,409,077	30.72
1,000,001 and above	22	0.50	152,257,622	63.71
TOTAL	4,373	100.00	238,972,213	100.00

Based on information available to the Company as at 7 September 2005, approximately 66.05% of the issued share capital of the Company is held in the hands of the public and Rule 723 of the Listing Manual is complied with.

Top 20 Shareholders as at 7 September 2005

No.	Name of shareholders	Number of shares	% of issued share capital
1	CHONG FOOK CHOY	28,677,710	12.00
2	HSBC (SINGAPORE) NOMINEES PTE LTD	21,130,000	8.84
3	3I GROUP PLC	14,521,920	6.08
4	HAY SOOK ANN	14,436,412	6.04
5	WATERWORTH PTE LTD	9,000,000	3.77
6	CITIBANK NOMINEES SINGAPORE PTE LTD	7,191,000	3.01
7	DBS NOMINEES PTE LTD	6,960,000	2.91
8	RAFFLES NOMINEES PTE LTD	5,870,000	2.46
9	NG BENG SOON	5,791,216	2.42
10	PHILLIP SECURITIES PTE LTD	5,106,000	2.14
11	KIM ENG SECURITIES PTE LTD	4,719,000	1.97
12	UNITED OVERSEAS BANK NOMINEES PTE LTD	4,494,000	1.88
13	PAO NING YU	4,390,416	1.84
14	UOB KAY HIAN PTE LTD	3,794,000	1.59
15	HAY SIOK HUA	2,808,000	1.17
16	3I APTECH NOMINEES LIMITED	2,612,140	1.09
17	DBS VICKERS SECURITIES (S) PTE LTD	2,316,000	0.97
18	SUMMERLIGHT PTE LTD	2,000,000	0.84
19	OCBC SECURITIES PRIVATE LTD	1,987,000	0.83
20	PLE INVESTMENTS PTE LTD	1,877,168	0.79
TOTAL		149,681,982	62.64

Substantial Shareholders as at 7 September 2005

Name of shareholders	Shareholdings registered in the name of the substantial shareholders	Shareholdings held by the substantial shareholders in the name of nominees	Shareholdings in which the substantial shareholders are deemed to be interested	Total	% of issued share capital
^(a) CHONG FOOK CHOY	28,677,710	—	—	28,677,710	12.00
AEGIS PORTFOLIO MANAGERS PTE LTD	—	19,060,000	—	19,060,000	7.98
3I GROUP PLC	14,521,920	—	2,612,140	17,134,060	7.17
HAY SOOK ANN	14,436,412	—	—	14,436,412	6.04

^(a) Chong Fook Choy has options to subscribe for 240,000 shares and awards for 55,610 shares granted pursuant to the Ellipsiz Share Option Plan and the Ellipsiz Restricted Stock Plan respectively. Please refer to page 49 of the Annual Report.

Notice of Annual General Meeting

Ellipsiz Ltd (Incorporated in the Republic of Singapore)
Registration No. 199408329R
(the “Company”)

NOTICE IS HEREBY GIVEN that the 10th Annual General Meeting of the Company will be held at 29 Woodlands Industrial Park E1, Lobby 1, #04-01/06, NorthTech, Singapore 757716 on Thursday, 20 October 2005 at 4.00 p.m, to transact the following businesses.

As Ordinary Business

1. To receive and adopt the Directors’ Report and Audited Accounts of the Company and its subsidiaries for the financial year ended 30 June 2005, together with the Auditors’ Report thereon.

(Resolution 1)

2. To declare a first and final dividend of 0.5 cents per ordinary share of S\$0.25 each, less income tax of 20% in respect of the financial year ended 30 June 2005.

(Resolution 2)

3. To re-elect the following Directors, who are retiring in accordance with Article 91 of the Company’s Articles of Association, and who, being eligible, offer themselves for re-election:

(i) Mr. Phoon Wai Meng (Independent Director/Non-Executive Director); and

(Resolution 3)

(ii) Ms. Lim May Lan (Executive Director).

(Resolution 4)

4. To re-elect Mr. Rick Kenneth Hodgman (Independent Director/Non-Executive Director), who was first appointed by the board of directors of the Company on 31 May 2005, in accordance with Article 97 of the Company’s Articles of Association.

(Resolution 5)

5. To approve Directors’ fees of S\$281,250.00 for the financial year ended 30 June 2005 (2004: S\$135,416.67).

(Resolution 6)

6. To appoint KPMG as the Company’s Auditors and to authorise the Directors to fix their remuneration.

(Resolution 7)

As Special Business

To consider and, if thought fit, to pass with or without modifications, the following resolutions as Ordinary Resolutions:

7. “That the Directors be and are hereby authorised pursuant to the provisions of Section 161 of the Companies Act, Cap. 50, and subject to the Company’s Articles of Association and the rules and regulations of the Singapore Exchange Securities Trading Limited, to allot and issue shares and convertible securities in the capital of the Company on such terms and conditions and with such rights or restrictions as they may, in their absolute discretion, deem fit PROVIDED ALWAYS THAT the aggregate number of shares and convertible securities to be issued pursuant to this resolution shall not exceed fifty per cent (50%) of the Company’s issued share capital at the time of the passing of this resolution, of which the aggregate number of shares and convertible securities to be issued other than on a pro-rata basis to shareholders of the Company does not exceed twenty per cent (20%) of the Company’s issued share capital and that such authority shall, unless revoked or varied by the Company in general meeting, continue in force until the conclusion of the next Annual General Meeting of the Company or the date by which such Annual General Meeting is required by law to be held, whichever is the earlier.”

[See Explanatory note(i)]

(Resolution 8)

Notice of Annual General Meeting

Ellipsiz Ltd (Incorporated in the Republic of Singapore)
Registration No. 199408329R
(the “Company”)

8. “That pursuant to Section 161 of the Companies Act, Cap. 50, the Directors be empowered to (i) grant options and to allot and issue shares in the capital of the Company to the holders of options upon the exercise of such options pursuant to and in accordance with the terms and conditions of the Ellipsiz Share Option Plan (“ESOP”) and (ii) grant awards and to allot and issue shares in the capital of the Company to employees and executive directors of the Company upon the vesting of such awards in accordance with the terms and conditions of the Ellipsiz Restricted Stock Plan (“ERSP”) provided always that the aggregate number of additional ordinary shares to be allotted and issued pursuant to the ESOP and ERSP shall not exceed fifteen per centum (15%) of the issued share capital of the Company for the time being.”

[See Explanatory note(ii)]

(Resolution 9)

Any Other Business

9. To transact any other ordinary business that may be transacted at an Annual General Meeting.

Dated: 4 October 2005

By Order of the Board

Anne Choo and Chan Yuen Leng

Joint Company Secretaries
Singapore

NOTICE OF CLOSURE OF BOOKS

NOTICE IS HEREBY GIVEN that the Transfer Books and the Register of Members of the Company will be closed from 5.00 p.m., 8 November 2005 to 10 November 2005 (both days inclusive) for the preparation of dividend warrants. The final dividend, if approved by the 10th Annual General Meeting, will be paid on 23 November 2005 to members on the Register as at 5.00 p.m., 8 November 2005. In respect of shares in securities accounts with the The Central Depository (Pte) Limited (“CDP”), the said final dividend will be paid by the Company to CDP which will in turn distribute the dividend entitlements to holders of shares in accordance with its practice.

Duly completed transfers received by the Share Registrar, M&C Services Private Limited, at 138 Robinson Road, #17-00, The Corporate Office, Singapore 068906, up to 5.00 p.m., 8 November 2005, will be registered to determine shareholders’ entitlements to the final dividend.

Notice of Annual General Meeting

Ellipsiz Ltd (Incorporated in the Republic of Singapore)
Registration No. 199408329R
(the “Company”)

Notes:

A member of the Company entitled to attend and vote at this meeting is entitled to appoint not more than two proxies to attend and vote in his stead. A proxy need not be a member of the Company. Where a member appoints two proxies, he shall specify on each instrument of proxy the number of shares in respect of which the appointment is made, failing which the appointment shall be deemed to be in the alternative. A member of the Company which is a corporation is entitled to appoint its authorised representative or proxy to vote on its behalf. If the member is a corporation, the instrument appointing the proxy or representative must be under seal or the hand of an officer or attorney duly authorised. The instrument appointing a proxy must be deposited at the registered office of the Company at 29 Woodlands Industrial Park E1, Lobby 1, #04-01/06, NorthTech, Singapore 757716 not less than 48 hours before the time appointed for the Meeting.

Explanatory Notes on Special Business to be transacted:

- (i) The Ordinary Resolution 8 proposed in item 7 above, if passed, will empower the Directors from the date of the above meeting until the next Annual General Meeting to allot and issue shares and convertible securities of the Company. The number of shares and convertible securities that the Directors may allot and issue under this resolution would not exceed 50 per cent of the total issued share capital of the Company at the time of the passing of this resolution. For issue of shares and convertible securities other than on a pro rata basis to all shareholders, the aggregate number of shares and convertible securities to be issued shall not exceed 20 per cent of the issued share capital of the Company. This authority will, unless previously revoked or varied at a general meeting, expire at the next Annual General Meeting of the Company or such time when the next Annual General Meeting is required to be held under the Companies Act, Cap. 50.

The percentage of issued capital is based on the Company's issued capital at the time this proposed Ordinary Resolution is passed after adjusting for (a) new shares arising from the conversion of convertible securities or employee share options on issue at the time this proposed resolution is passed and (b) any subsequent consolidations or subdivision of shares.

- (ii) The Ordinary Resolution 9 proposed in item 8 above, if passed, will empower the Directors of the Company, from the date of the above meeting until the next Annual General Meeting, to grant options, and to allot and issue shares in the Company of up to a number not exceeding in total fifteen per centum (15%) of the issued share capital of the Company from time to time pursuant to the exercise of the options under the ESOP and the vesting of awards under the ERSP.

This page has been intentionally left blank

This page has been intentionally left blank

Proxy Form - 10th Annual General Meeting

Ellipsiz Ltd (Incorporated in the Republic of Singapore)

Registration No. 199408329R

IMPORTANT

1. For investors who have used their CPF monies to buy shares in the capital of Ellipsiz Ltd, this Proxy Form is forwarded to them at the request of their CPF Approved Nominees and is sent solely FOR INFORMATION ONLY.
2. This Proxy Form is not valid for use by CPF Investors and shall be ineffective for all intents and purposes if used or purported to be used by them.

I/We, _____ NRIC No. _____ of _____ being *a member/members of **ELLIPSIZ LTD** (the "Company"), hereby appoint:

Name	Address	NRIC/Passport Number	Proportion of Shareholdings (%)

and/or (delete as appropriate)

Name	Address	NRIC/Passport Number	Proportion of Shareholdings (%)

or failing him/her or both of the persons mentioned above, the Chairman of the Meeting, as my/our proxy/proxies to attend and to vote for me/us on my/our behalf and, if necessary, to demand a poll, at the 10th Annual General Meeting of the Company to be held at 29 Woodlands Industrial Park E1, Lobby 1, #04-01/06, NorthTech, Singapore 757716 on Thursday, 20 October 2005 at 4.00 p.m. and at any adjournment thereof.

(Please indicate with an "X" in the spaces provided whether you wish your vote(s) to be cast for or against the resolutions as set out in the Notice of 10th Annual General Meeting. In the absence of specific directions, your proxy/proxies will vote or abstain from voting as he/they may think fit at his/their discretion, as he/they will on any other matters arising at the 10th Annual General Meeting and any adjournment thereof).

No.	Resolution	For	Against
Ordinary Business			
1.	Adoption of the Directors' Report and Audited Accounts of the Company and its subsidiaries for the financial year ended 30 June 2005, together with the Auditors' Report thereon.		
2.	Approval of first and final dividend of 0.5 cents per ordinary share of S\$0.25 each, less income tax of 20% in respect of the financial year ended 30 June 2005.		
3.	Re-election of Mr Phoon Wai Meng as Director under Article 91.		
4.	Re-election of Miss Lim May Lan as Director under Article 91.		
5.	Re-election of Mr Rick Kenneth Hodgman as Director under Article 97.		
6.	Approval of Directors' fees of S\$281,250.00 for the financial year ended 30 June 2005.		
7.	Re-appointment of KPMG as Auditors and to authorise the Directors to fix their remuneration.		
Special Business			
8.	Authority to allot and issue new shares and convertible securities.		
9.	Authority to grant options and issue shares under the Ellipsiz Share Option Plan and to grant awards and issue shares under the Ellipsiz Restricted Stock Plan.		
Total Number of Ordinary Shares held:			
(a) CDP Register			
(b) Register of Members			

Dated this _____ day of _____ 2005.

Signature(s) of Member(s) or Common Seal

* delete as appropriate

IMPORTANT: PLEASE READ NOTES OVERLEAF

Proxy Form - 10th Annual General Meeting

Ellipsiz Ltd (Incorporated in the Republic of Singapore)
Registration No. 199408329R

Notes:

1. If you have Ordinary Shares entered against your name in the Depository Register (as defined in Section 130A of the Companies Act, Cap. 50 of Singapore), you should insert that number of Ordinary Shares. If you have Ordinary Shares registered in your name in the Register of Members, you should insert that number of Ordinary Shares. If you have Ordinary Shares entered against your name in the Depository Register and Ordinary Shares registered in your name in the Register of Members, you should insert the aggregate number of Ordinary Shares entered against your name in the Depository Register and registered in your name in the Register of Members. If no number is inserted, the instrument appointing a proxy or proxies shall be deemed to relate to all the Ordinary Shares in the capital of the Company held by you.
2. A member of the Company entitled to attend and vote at the Annual General Meeting is entitled to appoint one or two proxies to attend and vote in his stead. A proxy need not be a member.
3. Where a member appoints two proxies, he shall specify the proportion of his shareholding (expressed as a percentage of the whole) to be represented by each proxy. If no such proportion is specified, the first named proxy shall be treated as representing 100 per cent of the shareholding and any second named proxy as an alternative to the first named.
4. The instrument appointing a proxy or proxies (together with the power of attorney, if any, under which it is signed or a certified copy thereof) must be deposited at the registered office of the Company at 29 Woodlands Industrial Park E1, Lobby 1, #04-01/06, NorthTech, Singapore 757716 not later than 48 hours before the time fixed for holding the Annual General Meeting.
5. This instrument appointing a proxy or proxies must be under the hand of the appointor or his attorney duly authorised in writing. Where the instrument appointing a proxy or proxies is executed by a corporation, it must be executed either under its seal or under the hand of any officer or attorney duly authorised.
6. A corporation which is a member may also authorise by resolution of its directors or other governing body, such person as it thinks fit to act as its representative at the Annual General Meeting in accordance with Section 179 of the Companies Act, Cap. 50 of Singapore.
7. The Company shall be entitled to reject this instrument appointing a proxy or proxies if it is incomplete, improperly completed or illegible or where the true intentions of the appointor are not ascertainable from the instructions of the appointor specified in the instrument appointing a proxy or proxies.
8. In the case of members whose Ordinary Shares are entered against their names in the Depository Register, the Company may reject any instrument appointing a proxy or proxies lodged if such members are not shown to have Ordinary Shares entered against their names in the Depository Register as at 48 hours before the time fixed for holding the Annual General Meeting as certified by the CDP to the Company.

Corporate Directory

SINGAPORE

Ellipsiz Ltd - Corporate Office
(Reg. No. 199408329R)
29 Woodlands Industrial Park E1
#04-01/06
NorthTech Lobby 1
Singapore 757716
Tel: (65) 6311 8500
Fax: (65) 6269 2628

Ellipsiz Singapore Pte Ltd
29 Woodlands Industrial Park E1
#04-01/06
NorthTech Lobby 1
Singapore 757716
Tel: (65) 6311 8500
Fax: (65) 6269 0838

Ellipsiz MicroFab Pte Ltd
29 Woodlands Industrial Park E1
#04-01/06
NorthTech Lobby 1
Singapore 757716
Tel: (65) 6311 8500
Fax: (65) 6269 2628

Ellipsiz ISP Pte Ltd
12 Joo Koon Crescent
Singapore 629013
Tel: (65) 6863 1500
Fax: (65) 6863 1700

Ellipsiz Ventures Pte Ltd
29 Woodlands Industrial Park E1
#04-01/06
NorthTech Lobby 1
Singapore 757716
Tel: (65) 6311 8500
Fax: (65) 6269 2628

SV Probe Pte Ltd
29 Woodlands Industrial Park E1
#04-01/06 NorthTech Lobby 1
Singapore 757716
Tel: (65) 6769 8233
Fax: (65) 6765 8183

iNETest Resources Pte Ltd
1003 Bukit Merah Central
#07-06 Technopreneur Centre
Singapore 159836
Tel: (65) 6376 2268
Fax: (65) 6376 2269

FMB Industries Pte Ltd
58A Sungei Kadut Loop
Ryobi Industrial Building
Singapore 729505
Tel: (65) 6365 1555
Fax: (65) 6365 5541

QRA International Pte Ltd
1003 Bukit Merah Central
#07-06 Technopreneur Centre
Singapore 159836
Tel: (65) 6276 9876
Fax: (65) 6376 2269

MALAYSIA

Ellipsiz Malaysia Sdn Bhd
(Penang - Malaysia head office)
25, 1st Floor, Lorong Helang 2
Sungai Dua, 11700 Gelugor
Penang, Malaysia
Tel: (60) 4 659 2035
Fax: (60) 4 659 0175

Ellipsiz Malaysia Sdn Bhd
(Kuala Lumpur - Malaysia branch office)
15B, Jalan Kenari 8, Puchong Jaya
47100 Puchong, Selangor Darul Ehsan
Malaysia
Tel: (60) 3 8075 2035
Fax: (60) 3 8075 3104

Factech Semiconductors Sdn Bhd
Lot 9707, 1st Floor
Section 64 KTL D
Jalan Pending
93450 Kuching
Sarawak, Malaysia
Tel: (60) 82 484922
Fax: (60) 82 484966

iNETest Resources Pte Ltd
(Penang Branch)
50-1, Persiaran Bayan Indah,
Bayan Bay 11900, Penang, Malaysia
Tel : (60) 4 644 8572
Fax : (60) 4 645 2059

CHINA

Ellipsiz (Shanghai) International Ltd
Room 401, 4/F, Bio-Tech Bld, 149 Chun Xiao Rd,
Zhangjiang Hi-Tech Park, Pudong
Shanghai 201203
P.R. China
Tel: (86) 21 5027 0969
Fax: (86) 21 5027 0968

iNETest Resources (Shanghai) Co., Ltd
Unit K, 19F, Hua Min Empire Plaza
No. 726 Yan An Road (W)
Shanghai 200050, China
Tel: (86) 21 5238 3300
Fax: (86) 21 5238 3301

Ellipsiz SemiLab (Shanghai) Co., Ltd
1st Floor, Main Building
149 Chun Xiao Road
Shanghai 201203
P.R. China
Tel: (86) 21 5027 3118
Fax: (86) 21 5027 3116

SV Probe China Co., Ltd
4/F Bio Tech Building
149 Chun Xiao Road
Zhang Jiang Hi-Tech Park,
Pudong, Shanghai, China 201203
Tel: (86) 5027 1608
Fax: (86) 5027 1609

iNETest Resources (Shanghai) Co., Ltd
(Shenzhen Branch)
212B2, Phase 1, Tian An High-Tech Plaza,
Tian An Cyber Park Fu Tian District, Shenzhen,
Guang Dong, China
Post Code 518104
Tel: (86) 755 8343 9855
Fax: (86) 755 8343 4429

Suzhou Silicon Information Technologies Co., Ltd
C4035 - C4036 Pioneering Park
No.209 Zhuyuan Rd., S.N.D.
P.C.: 215011
Tel: 86 512 6841 6851
Fax: 86 512 6841 6855

iNETest Resources (Suzhou) Co., Ltd
Unit 13-14, 3F Building A, 5 Xing Han Street
Suzhou,
China 215021
Tel: (86) 512 6762 3789
Fax: (86) 512 6762 3790

TAIWAN

Ellipsiz Taiwan Second Source Inc.
No. 251 Jen-Ru Road
Junan, Miaoli Hsien
Taiwan 350, R.O.C.
Tel: (886) 37 461080
Fax: (886) 37 463360

Ellipsiz Taiwan Inc.
No. 251 Jen-Ru Road
Junan, Miaoli Hsien
Taiwan 350, R.O.C.
Tel: (886) 37 461080
Fax: (886) 37 463360

SV Probe Technology Taiwan Co., Ltd
No. 3, Lane 902, Sec. 2, Guangfu Rd
Hsin-Chu 300, Taiwan R.O.C.
Tel: (886) 3 562 5370
Fax: (886) 3 562 1836

VIETNAM

SV Probe Vietnam Co., Ltd
No. 18 Dai Lo Doc Lap
Vietnam Singapore Industrial Park
Thuan An Dist, Binh Duong Province, Vietnam
Tel: (84) 650 784301/2/3
Fax: (84) 650 784304

U.S.A

SV Probe, Inc
6680 Via Del Oro
San Jose, CA 95119
Tel: (1) 408 360 9455
Fax: (1) 408 360 9726

SV Probe, Inc
Arizona Facility
2330 W. University Drive, Suite 5
Tempe, AZ 85281
Tel: (1) 480 598 2025
Fax: (1) 480 598 8559



Ellipsiz Ltd

(Reg. No. 199408329R)

29 Woodlands Industrial Park E1

#04-01/06 NorthTech Lobby 1

Singapore 757716

Tel : (65) 6311 8500

Fax : (65) 6269 2628

Email : information@ellipsiz.com

Website : www.ellipsiz.com