

29 February 2008
Share Data (29 Feb 2008)
S\$0.075

Issued Capital	570 M
Market Cap.	\$42.8M
12-mth price range	6 – 20 cts
Reuters Code	EUCN.SI
Bloomberg	EUCON SP

Shareholdings Statistics
(As at 31 Dec 2007)
Top 5 shareholders

Wen Yao-Long***	23.26%
<i>(including deemed interest in Sunny Worldwide)</i>	
Europtronic Group Ltd**	9.04%
<i>(including deemed interest from Mr Huang)</i>	
Chen Ming-Hsing***	5.92%
UOB Kay Hian Pte Ltd	3.15%
Huang Shih An*	2.55%
Free Float	56.08%

NB:

*** Directors of Eucon Holding Limited

** Europtronic Group Ltd (including 9.03% held by Europtronic Investment Pte Ltd)

* Director of Europtronic Group Ltd

Company Background

- Founded in **1988** by Chairman & CEO, Mr. Wen Yao-Long, Eucon Holding Limited is an integrated PCB solution provider for PCB manufacturers in China and Taiwan.
- Eucon offers four outsourcing services, namely, PCB operations, Laser drilling, Mechanical drilling and Routing, which are provided through its six subsidiaries – 1 located in Taiwan and 5 in Shanghai, PRC.

Analyst Coverage

	Report Date	Call	Target Price
OCBC Research	10/8/07	N.R.	NA
Phillip Securities	12/1/07	HOLD	S\$0.19
DMG & Partners	15/9/06	BUY	S\$0.48
Westcomb Group	28/7/06	BUY	S\$0.36

Peer Comparison

	Eucon	Jadason	Multi-Chem
Share price on 29 Feb 08 (\$) *	0.075	0.105	0.195
FY07 EPS (cts)	1.27	2.03	4.28
NAV/share as at FY07 #	15.60	13.79	21.17
FY07 Dividend per share (cts)	NA	0.5	0.83
Historical PER	5.91	5.17	4.56
Historical P/NAV	\$0.48	\$0.76	\$0.92
Dividend yield (%)	NA	4.76	4.26

* Taken from ShareInvestor

Taken from Masnet Results Announcement for 2007

FY07 vs FY06

- Group revenue increased by 4% from \$111.8 million in FY06 to \$116.1 million in FY07, driven by the improved sales from mechanical drilling business and PCB manufacturing businesses
- Gross Profit decreased by 46% from \$35.0 million to \$18.7 million due to increase in cost of sales, which comprises of higher depreciation costs as a result of increased machineries and rising costs of raw materials
- Net Profit decreased by 53% from \$15.3 million to \$7.3 million in FY06

4Q07 vs 4Q06

- For Group Revenue, 4Q07 reported an increase of 24% from \$28.5 million previously to \$35.3 million. This is due to increased sales from laser drilling, mechanical drilling and PCB manufacturing businesses
- For Net profit, 4Q07 achieved a \$2.3 million or 180% increase from \$1.3 million to \$3.6 million

Business outlook for 1Q08

- Expects increased sales for laser drilling services due to the increasing demand from existing customers who require higher levels of sophistication in drilling services for their electronic products
- Operations in China have experienced challenges in areas of logistics and transportation due to the severe weather conditions in the beginning of 2008.
 - Customers and business associates have also seen a decrease in business activities

Profit and Loss Statement

S\$ m	4Q07	4Q06	Chg (%)	FY07	FY06	Chg (%)
Revenue	35.3	28.5	24%	116.1	111.8	4%
Gross profit	5.9	5.7	3%	18.7	35.0	-46%
Finance costs	(1.1)	(0.7)	-58%	(3.7)	(2.4)	-56%
Pre-tax profit	3.3	0.8	316%	7.3	16.4	-55%
Tax expense	(0.3)	0.5	-39%	(0.07)	(1.1)	-94%
Net profit	3.6	1.3	180%	7.3	15.3	-53%
EPS (cts)	0.63	0.22	186%	1.27	2.69	-53%
NAV/share (cts)	12.89	11.60	11%	15.60	15.28	2%

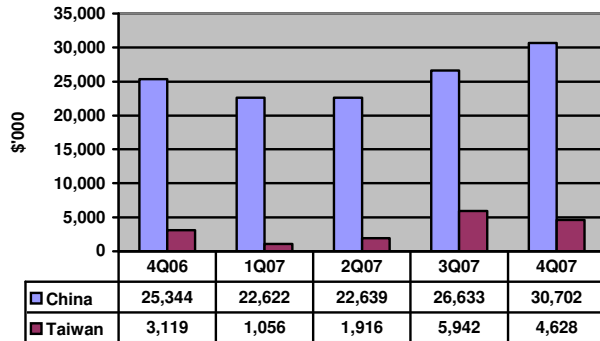
Cash Flow Highlights

S\$ m	FY07	FY06
Cash flows from operating activities	4.8	30.0
Cash flow (used in) investing activities	(30.1)	(27.2)
Cash flow from (used in) financing activities	27.2	(0.2)
Net increase (decrease) in cash & cash equivalents	1.9	2.6
Forex changes on foreign currencies	0.3	1.0
Opening cash & cash equivalents	18.8	15.2
Closing cash & cash equivalents	21.0	18.8

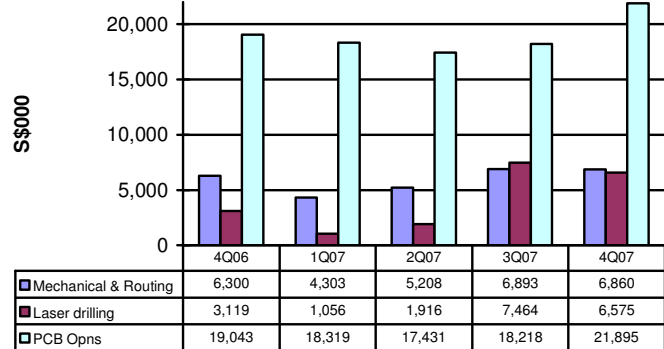
Balance Sheet Highlights

S\$ m	30/12/07	31/12/06
Cash & bank balances including bank deposits	27.0	19.9
Trade receivables	53.2	37.5
Other receivables & prepayments	3.1	2.7
Inventories	10.4	10.2
Land use rights	4.4	-
Property, plant & equipment	129.4	117.3
Trade payables	29.3	23.9
Other payables	14.0	16.1
Bank borrowings & debts	92.2	61.1
Shareholders' equity	92.8	91.0

Revenue by Geographical Market



Segmental Revenue Quarterly Trend



Production Capabilities

Subsidiary	Machines for			Other facilities
	Mechanical Drilling	Laser Drilling	Routing	
LGANG (TW)	-	70	-	-
Shanghai Zeng Kang	45	-	16	-
Shanghai Yaolong	35	-	17	-
Shanghai Zhuo Kai	10	15	-	Outer-layer PCB mfg
Shanghai Eu Ya	-	-	-	Inner-layer PCB mfg, mass lamination
Shanghai Lian Han Xin	66	-	-	-
Total	156	85	33	NA

5-Year Financial Information

Profit and Loss (\$'000)					
	FY03	FY04	FY05	FY06	FY07
Revenue	29,654	41,820	74,740	111,752	116,138
Profit before tax	10,127	10,614	15,144	16,413	7,323
Net Profit	10,035	8,256	12,579	15,333	7,527
Depreciation	5,062	8,320	10,877	13,271	17,001
Amortization of goodwill	221	225	-	-	-
Interest expenses	997	1,439	1,792	2,352	3,673
Pretax profit margin	34.2%	25.4%	20.3%	14.7%	6.3%
Net profit margin	33.8%	19.7%	16.8%	13.7%	6.2%
Net profit growth	+772.6%	-17.7%	+52.4%	+21.9%	-52.7%

Balance Sheet (\$ million)

	FY03	FY04	FY05	FY06	FY07
Cash & bank balances (including deposits)	7.3	9.0	15.3	19.9	27.0
Trade receivables	16.6	12.4	36.8	37.5	53.2
Other receivables & prepayments	1.4	1.4	2.0	2.7	3.1
Inventories	0.8	1.1	4.2	10.2	10.4
Land use rights	-	-	-	-	4.4
Property, plant & equipment	64.5	91.2	90.4	117.3	129.4
Trade payables	3.8	3.9	14.6	23.9	29.3
Other payables	7.9	8.3	8.8	16.1	14.0
Bank borrowings & debts	41.0	37.4	46.8	61.1	92.2
Shareholders' equity	44.2	71.0	83.0	91.0	92.8

Key Financial Ratios

	FY03	FY04	FY05	FY06	FY07
No of shares (in mill)	440	570	570	570	570
EPS (cents)	2.96	1.72	2.21	2.69	1.27
NAV/share (cents)	9.11	11.76	13.87	15.28	15.60
Dividend/share (cents)	15.36	0.50	0.50	0.50	-
ROE (%)	27.3	14.4	16.3	17.6	7.9
ROA (%)	13.0	7.6	9.2	8.9	3.4
Current Ratio	0.78x	0.63x	0.97x	0.79x	0.86x
Net Gearing	0.56x	0.32x	0.31x	0.39x	0.63x

Top 5 Customers for FY2007

PCB Operations

1. Wu's Print Circuit (Kunshan) Co., Ltd
2. Cosmotech Co., Ltd
3. Circuitech (BVI) Ltd
4. All-Yech
5. Gold Enocean

Laser Drilling

1. Unimicron Technology Corp.
2. Nan Ya Printed Circuit Board Corp.
3. Unimicron Technology (Kunshan) Corp.
4. Kinsus Interconnect Technology Corp.
5. ShangHai HanZhan Electronic Technology Co., Ltd

Mechanical Drilling & Routing

1. Shanghai Meadville Electronics Co., Ltd
2. Shanghai Unitech Electronics Co., Ltd
3. ShangHai HanZhan Electronic Technology Co., Ltd
4. Wu's Print Circuit (Kunshan) Co., Ltd
5. Nan Ya Electronic Materials (Kunshan) Corp., Ltd

Contact Information

Eucon Holding Limited
 Ms Carol Leck
 Group Accountant
 Tel: 65-63456078 / Fax: 65-63456079
carol.leck@euconholding.com

Investor Relations Contact
 Aimpact Consultancy Pte Ltd
 Ms Gwen W Ling
 Tel: 65-63417867/ 97245989
pwling@aimpactpr.com