First Quarter * Financial Statement And Dividend Announcement

* Asterisks denote mandatory information

Name of Announcer *	NERATELECOMMUNICATIONS LTD
Company Registration No.	197802690R
Announcement submitted on behalf of	NERATELECOMMUNICATIONS LTD
Announcement is submitted with respect to *	NERATELECOMMUNICATIONS LTD
Announcement is submitted by *	Ang Seong Kang Samuel
Designation *	Director
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>> Announcement Details

The details of the announcement start here ...

For the Financial Period Ended *	31-03-2005

Attachments:

Nera-Tel-1Q2005-Results.pdf
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NERA TELECOMMUNICATIONS LTD

First Quarter Financial Statement For the Period ended 31 March 2005

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

		Group		Increase/
		1 Q 2005	1 Q 2004	(Decrease)
		S$'000	S$'000	%
Turnover		**61,462**	**34,369**	**78.8**
Cost of sales		(49,773)	(24,966)	99.4
Gross profit	1	**11,689**	**9,403**	**24.3**
Other operating income		416	290	43.4
Distribution and selling expenses	2	(5,445)	(4,087)	33.2
Administrative expenses	2, 3	(1,758)	(1,506)	16.7
Other operating expenses	2, 3	(425)	(129)	229.5
Profit from operations		**4,477**	**3,971**	**12.7**
Financial expenses		(86)	(55)	56.4
Financial income		250	235	6.4
Profit after financial items		**4,641**	**4,151**	11.8
Share of results of associated company	4	(113)	(89)	27.0
Profit before taxation		**4,528**	**4,062**	**11.5**
Taxation		(1,361)	(1,249)	9.0
Profit after taxation		**3,167**	**2,813**	**12.6**
Minority interests	5	(460)	(258)	78.3
Net profit attributable to shareholders		**2,707**	**2,555**	**5.9**
Depreciation and amortization		(818)	(707)	15.7
(Provision)/writeback for doubtful debts		(687)	483	NM
(Provision)/writeback for stock obsolesence		(359)	94	NM
Provision for warranty		(568)	(332)	71.1
Gross profit as a percentage of turnover		19.0%	27.4%	(30.5)
Profit after taxation as a percentage of turnover		5.2%	8.2%	(37.0)
Net profit after taxation as a percentage of issued capital and reserves at end of period		3.5%	3.2%	9.4

Notes to the Income statement

1. Group gross profit increased 24.3%, from S$9.4 million to S$11.7 million due to higher turnover for all three business segments. Compared to 1Q2004, higher gross profits were recorded for the Telecom and Contract Manufacturing ("CM") business segments while gross profit for the IT business segment was lower.

   Overall, Group gross profit as a percentage of turnover had declined as compared to 1Q2004, from 27.4% to 19.0% due mainly to lower margins from all three business segments as a result of product/project sales mix, higher costs of sales due to the strong Norwegian kroner and weakening of the US dollar, and higher stock and warranty provisions.

2. Corresponding to the higher turnover, overall Group operating expenses showed an increase of 33.3% or S$1.9 million, due mainly to higher regional business activities and a provision for doubtful debts of S$687,000. Compared to 1Q2004, there was a writeback of provision for doubtful debts of S$483,000.

   Distribution and selling expenses saw a net increase of 33.2% or S$1.4 million, due mainly to the above reasons.

   Administrative and other operating expenses increased 16.7% or S$252,000 and 229.5% or S$296,000 respectively due to higher operating costs arising from higher revenue and business activities.

3. Included in Administrative expenses was share option expense of S$9,000 for 1Q2005 (1Q2004 : S$9,000)

   Arising from the adoption of the Financial Reporting Standard 102 Share-based Payment (FRS 102), the Trinomial Option Pricing Model ("TOPM") in the Bloomberg Executive Option Valuation Module ("BEOVM") has been applied to estimate the fair value of these options.

   Included in Other operating expenses was a prior year foreign exchange gain of S$97,000 now realised in 1Q2005 as a result of the implementation of Financial Reporting Standard FRS 39 Financial Instruments : Recognition and Measurement, which became effective from 1 January 2005. To effect the change of accounting policy, the FY2004 retained earnings of both the Group and the Company had been adjusted and credited with this amount. For the current period under review, the fair value of the hedged forward transactions have been determined pursuant to FRS 39 and the net amount of S$179,000 which had been marked to market at closing was recorded in the accounts as an unrealised exchange loss.

4. This relates to operating loss from an associated company, Nera (Malaysia) Sdn Bhd.

5. The Company has a 68.27% equity interest in Nera Electronics Ltd and the remaining 31.73% relates to the portion of profit attributed to minority shareholders.

NM = Not Meaningful

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

		Group		Company	
Balance Sheet as at		**31/3/2005**	**31/12/2004**	**31/3/2005**	**31/12/2004**
		S$'000	**S$'000**	**S$'000**	**S$'000**
Share capital and reserves					
Share capital		18,000	18,000	18,000	18,000
Share premium		11,383	11,383	11,383	11,383
Capital reserve		4,951	4,951	-	-
Share option reserve	1	83	74	83	74
Revenue reserve		57,884	55,177	32,188	30,414
Translation reserve		(1,316)	(1,428)	-	-
		90,985	88,157	61,654	59,871
Minority interest		13,742	13,282	-	-
		104,727	101,439	61,654	59,871
Fixed assets		9,446	10,080	4,218	4,434
Subsidiaries		-	-	9,580	9,580
Associated companies		2,620	2,720	199	199
Deferred tax asset		1,680	1,630	743	787
Current assets					
Stocks		25,743	32,223	4,501	8,572
Contracts-works-in-progress		18,734	10,631	16,429	10,631
Trade debtors		37,582	38,526	21,972	20,348
Other debtors, deposits and prepayments		4,735	4,235	1,069	925
Due from associated company (trade)		7,164	6,482	7,164	6,482
Due from associated company (non-trade)	2	3,845	3,939	3,845	3,939
Due from related companies (trade)		9,800	8,150	1,744	4,992
Due from subsidiaries (trade)		-	-	3,807	4,052
Due from subsidiary (non-trade)		-	-	1,132	969
Fixed deposits	3	9,000	17,000	9,000	17,000
Cash and bank balances	3	37,445	28,926	12,134	3,720
Total current assets		154,048	150,112	82,797	81,630
Current liabilities					
Trade creditors		31,160	28,797	17,757	14,350
Other creditors and accruals		15,486	17,578	5,673	8,437
Provision for warranty		4,076	3,748	2,368	2,286
Due to subsidiaries (trade)		-	-	558	1,757
Due to associated company (trade)		1,764	1,595	-	-
Due to related companies (trade)		6,044	6,956	5,866	6,895
Provision for taxation		4,484	4,373	3,661	3,034
Lease obligations (current portion)		14	14	-	-
Total current liabilities		63,028	63,061	35,883	36,759
Net current assets		91,020	87,051	46,914	44,871
Non current liability					
Lease obligations		(39)	(42)	-	-
		104,727	101,439	61,654	59,871

Notes:

1. This relates to the share option reserve registered in the accounts in accordance with FRS 102 which became effective on 1 January 2005. The comparative figures for FY2004 for the Group and the Company have been correspondingly restated to show the effect of FRS 102 (see also item 5).

2. This relates to interest bearing advances to an associated company in Malaysia to fund its various projects.

3. The reduction was due mainly to increased fundings for operations and working capital.

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

Amount repayable in one year or less, or on demand

As at 31/3/2005		As at 31/12/2004	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
14	-	14	-

Amount repayable after one year

As at 31/3/2004		As at 31/12/2003	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
39	-	42	-

Details of any collateral

Fixed Assets (stated at net book value) acquired by way of finance lease arrangements as at 31 March 2005 were as follows:

Motor Vehicles : S$60,000

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

	Period ended	
	31/03/2005	31/03/2004
Cash flows from operating activities	S$'000	S$'000
Profit before tax	4,528	4,062
Adjustments for :		
Depreciation of fixed assets	818	707
Gain from disposal of fixed assets	(21)	(5)
Share option expenses	9	9
Provision for stock obsolescence	519	236
Write-back of provision for stock obsolescence	(160)	(330)
Provision for doubtful debts	687	236
Write-back of provision for doubtful debts	-	(719)
Provision for warranty	1,058	731
Write-back of provision for warranty	(490)	(399)
Interest expense	14	10
Interest income	(250)	(235)
Share of losses of associated companies	113	89
Operating profit before working capital changes	6,825	4,392
Decrease/(increase) in :		
Trade debtors	211	(2,479)
Other debtors, deposits and prepayments	(500)	(540)
Stocks	6,121	(923)
Contracts-work-in-progress	(8,103)	(3,305)
Changes in related parties/associate balances	(2,981)	(1,394)
Decrease/(increase) in :		
Trade creditors	2,409	350
Other creditors and accruals	(2,092)	(1,448)
Provision for warranty	(240)	(173)
Cash generated from/(used in) operations	1,650	(5,520)
Income taxes paid	(1,300)	(712)
Interest paid	(14)	(10)
Net cash flows generated from/(used in) operating activities	336	(6,242)
Cash flows from investing activities		
Proceeds from disposal of fixed assets	-	5
Purchase of fixed assets	(184)	(520)
Interest received	250	235
Net cash flows generated from/(used in) investing activities	66	(280)
Cash flows from financing activities		
Repayment of lease obligations	(2)	(123)
Net cash flows used in financing activities	(2)	(123)
Net increase/(decrease) in cash and bank balances	400	(6,645)
Effect of exchange rate changes	119	(23)
Cash and bank balances at beginning of the period	45,926	65,711
Cash and bank balances at end of the period	46,445	59,043

1(d)(i) **A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

For the year ended 31 March 2005	Share Capital	Share Premium	Revenue Reserve	Capital Reserve	Share Option Reserve	Translation Reserve	Total
The Group	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Balance as at 1.1.2005, as restated*	18,000	11,383	55,177	4,951	74	(1,428)	**88,157**
Foreign currency translation difference	-	-	-	-	-	112	112
Share option expense	-	-	-	-	9	-	9
Net profit for the period	-	-	2,707	-	-	-	2,707
Balance as at 31.3.2005	18,000	11,383	57,884	4,951	83	(1,316)	**90,985**
Balance as at 1.1.2004, as restated*	18,000	11,383	49,083	4,951	38	(1,055)	**82,400**
Foreign currency translation difference	-	-	-	-	-	(77)	(77)
Share option expense	-	-	-	-	9	-	9
Net profit for the period	-	-	2,555	-	-	-	2,555
Balance as at 31.3.2004	18,000	11,383	51,638	4,951	47	(1,132)	**84,887**
The Company							
Balance as at 1.1.2005, as restated*	18,000	11,383	30,414	-	74	-	**59,871**
Share option expense	-	-	-	-	9	-	9
Net profit for the period	-	-	1,774	-	-	-	1,774
Balance as at 31.3.2005	18,000	11,383	32,188	-	83	-	**61,654**
Balance as at 1.1.2004, as restated*	18,000	11,383	28,714	-	38	-	**58,135**
Share option expense	-	-	-	-	9	-	9
Net profit for the period	-	-	1,986	-	-	-	1,986
Balance as at 31.3.2004	18,000	11,383	30,700	-	47	-	**60,130**

* Opening retained earnings had been restated to reflect the effect of the change in accounting policies as a result of the adoption of FRS 102 and FRS 39. The details of the change in equity were reported in item 5 of this report.

1(d)(ii) **Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

There were no changes to share capital since 31 December 2004. As at 31 March 2005, there were 4,115,000 unexercised share options granted (2004: 4,128,000).

2. **Whether the figures have been audited, or reviewed and in accordance with which standard or practice [e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard]**

The figures have not been audited or reviewed by the auditors.

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

N.A.

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as in the latest audited annual financial statements except for the changes in accounting policies relating to FRS 102 and FRS 39.

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

With effect from 1 January 2005, the Group changed its accounting policy with respect to the treatment of share options to conform with the requirements of FRS 102 which applies to share options that were granted after 22 November 2002 and had not vested at the effective date of this FRS.

Similarly, the Group adopted Financial Reporting Standard FRS 39 Financial Instruments : Recognition and Measurement, where the fair value hedged accounting of forward foreign exchange transactions have been recorded in the financial statements for the period under review.

The change in accounting policy as a result of the adoption of FRS 102 resulted in a retrospective prior year adjustment to retained earnings as at 1 January 2004 and 1 January 2005 of S$38,000 and S$74,000 for the Group and the Company respectively.

The effect of the change in accounting policy as a result of the adoption of FRS 39 resulted in a prior year adjustment to retained earnings as at January 2005 of S$97,000 for the Group and the Company respectively.

	Group		Company	
	1Q 2005	1 Q 2004	1Q 2005	1 Q 2004
	S$'000	S$'000	S$'000	S$'000
Opening retained earnings as previously reported	55,154	49,121	30,391	28,752
Effect on change in accounting policies - FRS 102	(74)	(38)	(74)	(38)
FRS 39	97	-	97	-
Opening retained earnings as restated	55,177	49,083	30,414	28,714
Profit for the period	2,707	2,555	1,774	1,986
Ending retained earnings	57,884	51,638	32,188	30,700

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

	Group	Group
	Period ended 31 Mar 2005	Period ended 31 Mar 2004
Earnings per Ordinary Share for the year based on net profit attributable to shareholders:	(cents)	(cents)
(i) basic earnings per share	0.75	0.71
(ii) fully diluted earnings per share	0.75	0.71

Basic earnings per ordinary share for the financial period ended 31 March 2005 was calculated based on the weighted average number of shares in issue of 360,000,000 {2004: 360,000,000} ordinary shares of S$0.05 each. Fully diluted earnings per ordinary share for the financial period ended 31 March 2005 was calculated based on the adjusted weighted average number of shares in issue (adjusted for the effects of dilutive options) of 360,981,844 ordinary shares of S$0.05 each {2004 : based on weighted average number of shares in issue of 360,000,000 ordinary shares (adjusted for the effects of dilutive options) of 361,249,216 ordinary shares of S$0.05 each}.

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

	Group & Company	
	31 Mar 2005	31 Dec 2004
	(cents)	(cents)
Net Asset Value per ordinary share based on issued share capital	25.27	24.49

Net asset value per ordinary share as at 31 March 2005 and 31 December 2004 respectively was calculated based on the number of shares in issue of 360,000,000 ordinary shares of S$0.05 each.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

Turnover

Compared to 1Q2004, Group turnover increased significantly by 78.8%, from S$34.3 million to S$61.4 million. All three business segments recorded an increase in turnover.

Telecommunications (Telecom)

Turnover increased 67.6%, from S$15.4 million to S$25.9 million due mainly to delivery of microwave radio transmission equipment to customers in India, Indonesia, Australia, Thailand and the Philippines as well as the Group's PDH Compact IV radios to Nera Networks Norway and Nera USA for customers in the USA and EMEA (Europe, Middle East and Africa) markets. Satellite sales saw a significant improvement with increased sales of satellite terminals to distributors and customers in the region.

Information Technology (IT)

Turnover increased 46.5%, from S$9.7 million to S$14.2 million, due mainly to sales and delivery of IT network infrastructure equipment and DTT (Digital Terrestrial TV) infrastructure equipment to existing customers in Singapore and point-of-sales (POS/EMV) terminals to customers in Malaysia.

Contract Manufacturing (CM)

Significant improvement in turnover of 115.8%, from S$12.3 million to S$26.7 million, due to the high demand from the Telecommunications and Instrumentation (T&I) market segment.

The T&I business saw an increase of 197% in turnover, from S$6.8 million to S$20.2 million. This was due mainly to orders of Compact IV PDH microwave networks transmission equipment, wireless mobile networks equipment, digital test transmission equipment and satellite broadband access router.

Turnover from the Medical and BioScience (M&B) business segment saw a 22% increase in turnover, from S$5.1 million to S$6.2 million due to increase in repeat orders from existing customers.

Gross Profit

Group gross profit increased 24.3%, from S$9.4 million to S$11.7 million due to higher turnover for all the three business segments. Compared to 1Q2004, higher gross profits were recorded for the Telecom and CM business segments while gross profit for the IT business segment was lower.

Overall, Group gross profit as a percentage of turnover had declined as compared to 1Q2004, from 27.4% to 19.0% due mainly to lower margins from all three business segments as a result of product/project mix, higher cost of sales due to strong Norwegian kroner and weakening of the US dollar, and higher stock and warranty provisions.

Operating Expenses

Corresponding to the higher turnover, overall Group operating expenses showed an increase of 33.3% or S$1.9 million, due mainly to higher regional business activities and a provision for doubtful debts of S$687,000. Compared to 1Q2004, there was a writeback of provision for doubtful debts of S$483,000

Distribution and selling expenses saw a net increase of 33.2% or S$1.4 million, due mainly to the above reasons.

Administrative expenses increased 16.8% or S$252,000 and Other operating expenses saw an increase of 229.5% or S$296,000 due mainly to higher operational expenses arising from higher revenues and business activities. The effect of the change in accounting policies as a result of the adoption of FRS 102 and FRS 39 were reported in item 5 of this report.

The Group recognise the importance of expanding into new markets and it will continue with its efforts to constantly review and manage costs in line with potential business opportunities.

Profit Before Taxation (PBT)

With higher turnover, Group PBT increased 11.5%, from S$4.1 million to S$4.5 million. However, as a percentage of turnover, PBT decreased from 11.8% to 7.4%, due mainly to lower margins from all the business segments, higher provisions for doubtful debt, stocks and warranty as well as the effect of the change in accounting policies as compared to 1Q2004.

Cash flow

As at 31 March 2005, the Group managed to maintain a healthy cash balance of S$46 million despite the need for higher working capital to support its increasing sales and marketing activities.

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

N.A.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

Telecommunications (Telecom)

The mobile market, in particular, the cellular infrastructure market remains positive and cellular operators continue to invest in expanding their wireless infrastructure networks, coverage as well as value added services. Some of the mobile operators has also embarked on rolling out 3G networks and services. The Group has managed to secure about S$30 million microwave transmission network and equipment orders from customers in South East Asia, India and Australia, and Compact IV PDH radio products from customers in Asia, Amercias and EMEA.

The increased marketing activities as well as sales efforts towards our distributors and customers had resulted in an increase in Inmarsat terminal orders from various customers and distributors in China, Taiwan, Japan, Korea and India. The Group will continue to increase its sales and marketing efforts on both the land and marine Inmarsat terminals to strengthen its market position. In this quarter, the Group has managed to win a major order from a customer in India for an Inmarsat satellite gateway worth about S$5.5 million and a S$3.2 million order for Inmarsat terminals from a customer in North East Asia. On the DvB RCS business, the Group is working closely with a number of potential customers as well as with its current three DvB RCS satellite service providers to increase the DvB satellite terminal take up rate.

The competition in the Telecom market remains intense and many telecom and satellite operators are demanding lower price and shorter delivery time. This has created challenges on our prices and delivery. The Group will continue to strive to improve its sales and product mix, customer mix, supply chain and operating cost in order to maintain its competitiveness and shorten delivery leadtime.

Information Technology (IT)

The Group has managed to secure repeat orders from its IT network infrastructure customers in South East Asia and this has reinforced the Group's position as a regional IT infrastructure provider.

In the DvB digital TV terrestrial networks business, the Group is in the final stage of deploying a DTT infrastructure to a customer in Singapore. This will further increase the Group's overall competence in deploying DTT infrastructure and will enable the Group to roll out such similar networks to broadcasters in Asia. In the DvB mobile STB market, the Group continues to focus on promoting its range of mobile Dvb STB to customers and distributors in Europe

In the IT POS business, the Group has managed to secure EMV compliance POS terminals business from various financial institutions. In Thailand and the Philippines, the Group has also managed to secure POS maintenance business from new customers. The Group expects the demand for EMV compliance terminals to increase as more and more banks and financial institutions will gradually migrate to such terminals.

Competition and demand for broadband services has driven Telcos and ISPs to increase their IT infrastructure spending and improve their network capabilities and capacity. Corporate IT infrastructure spending remains weak in the short term. However, the Group believes that in the longer term, this will improve as more companies need to upgrade or replace their current IT network to improve their productivity and network security.

Contract Manufacturing (CM)

The outsourcing trend is continuing to grow, evident by the numerous enquiries, visits and approvals for our CM facilities by potential OEM customers. With the Group's marketing activities in place in Europe and USA, the Group is expecting to benefit from the growing outsourcing trend.

The price and delivery demanded by many customers in the CM business has pressured contract manufacturers to operate with lower margins. The Group is actively working to provide more higher value added services, improve its supply chain management and productivity by investing in a new ERP system to improve its margins. At the same time, the Group is also working to increase its new customers base so as not to be overly dependent on any single customer.

The market sentiment in the T&I industry has shown signs of improvement. The demands from the T&I customers are expected to continue to grow and the Group with its focus on developing these new and advance technology customers, is well positioned to gain from this positive development.

For the M&B business segment, the Group is actively working to increase business activities with its existing customers as well as new customers. The Group expects to continue to win repeat orders from its existing M&B customers. However, due to the nature of this business segment and the longer approval cycle, the Group does not expect to increase its customer base significantly.

The Group plans to expand its CM business into the aerospace industry, particularly in the avonics and communications sector. Since the award of the AS9100 certification, the Group is actively offering its manufacturing facilities and capabilities to potential customers in this sector.

The plan to establish a manufacturing facility in India is on track and the Group is expecting the facilities to be ready by the end of 2005. With the new facility, our customers will have the choice of producing their products in a lower cost country.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

12. If no dividend has been declared/recommended, a statement to that effect

N/A

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

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

N/A

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

N/A

15. A breakdown of sales

N/A

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

N/A

17. Aggregate value of interested persons transactions conducted pursuant to a shareholders' general mandate for the year ended 31 March 2005.

Pursuant to Rule 920(1)(a)(ii) of the Listing Manual, the details of the aggregate value of interested person transactions conducted pursuant to a shareholders' general mandate are as follows:

Name of Interested Person	Aggregate value of all interested person transactions conducted under a shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)
	S$'000
Sales	
Nera Networks AS	11,974
Nera Networks, Inc.	1,769
Nera Satcom AS	350
Nera Broadband Satellite	1,030
Purchases	
Nera Networks AS	5,701
Nera Satcom AS	1,669
Nera Broadband Satellite	194

BY ORDER OF THE BOARD
Tan Cher Liang
Julie Koh Ngin Joo
Company Secretaries
15/04/2005