Unaudited First Quarter Financial Statements And Dividend Announcement for the Three Months / First Quarter Ended 31 March 2011

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), 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.

CONSOLIDATED INCOME STATEMENT
For the period ended 31 March 2011

		Three months / first quarter ended 31 March		
	Note	2011 US$'000	2010 US$'000	% Increase/ (Decrease)
Revenue		38,737	25,377	52.6%
Cost of sales		(30,735)	(18,537)	65.8%
Gross profit		8,002	6,840	17.0%
Other operating income		321	195	64.6%
Distribution expenses		(520)	(465)	11.8%
Administrative expenses		(5,783)	(5,246)	10.2%
Finance costs		(80)	(81)	(1.2%)
Profit before income tax	(1)	1,940	1,243	56.1%
Income tax expense		(899)	(441)	103.9%
Profit after income tax		1,041	802	29.8%
Profit attributable to:				
Owners of the Company		1,030	802	28.4%
Non-controlling interests		11	-	N/A
		1,041	802	29.8%

Note (1)

Profit before income tax has been arrived at after charging/(crediting):

	Three months / first quarter ended 31 March	
	2011 US$'000	2010 US$'000
Depreciation	852	866
Interest income	(67)	(37)
Net foreign exchange (gain)/loss (Note a)	(67)	78
Allowance for inventories	416	169
Loss on disposal of property, plant and equipment	33	13
Change in fair value of derivative financial instruments	6	(32)
Impairment loss on available-for-sale investment	-	(22)

Note a: The foreign currency exchange gain for the three months ended 31 March 2011 comprised mainly unrealised gain net of unrealised loss on translating monetary assets less monetary liabilities in foreign currencies, mainly United States dollars and Japanese yen, to functional currency at each Group entity and realised gain net of realised loss on payments denominated in foreign currencies other than the functional currency in each Group entity.

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

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
As at 31 March 2011

	The Group		The Company	
	As at 31 March 2011 US$'000	As at 31 December 2010 US$'000	As at 31 March 2011 US$'000	As at 31 December 2010 US$'000
ASSETS				
Current Assets:				
Cash and bank balances	37,173	37,716	82	79
Trade receivables	24,189	23,594	-	-
Other receivables and prepayments	2,037	1,809	23	27
Prepaid lease payments	9	9	-	-
Income tax recoverable	7	7	-	-
Inventories	12,056	10,169	-	-
Derivative financial instruments	-	2	-	-
Pledged bank deposits (Note b)	764	764	-	-
Total current assets	76,235	74,070	105	106
Non-current assets				
Goodwill	1,516	1,516	-	-
Available-for-sale investments	878	867	-	-
Held-to-maturity investment	977	980	-	-
Other assets	597	604	-	-
Amount due from a subsidiary	-	-	19,028	18,625
Prepaid lease payments	458	456	-	-
Property, plant and equipment	22,287	22,417	-	-
Subsidiaries	-	-	10,735	10,735
Total non-current assets	26,713	26,840	29,763	29,360
Total assets	102,948	100,910	29,868	29,466
LIABILITIES AND EQUITY				
Current liabilities				
Bank and other borrowings	7,565	8,591	-	-
Trade payables	24,417	23,207	-	-
Other payables and accruals	4,740	4,353	462	110
Current portion of obligation under finance leases	218	257	-	-
Income tax payable	1,117	383	-	-
Derivative financial instruments	4	-	-	-
Total current liabilities	38,061	36,791	462	110
Non-current liabilities				
Bank and other borrowings	5,979	6,597	-	-
Obligation under finance leases	378	431	-	-
Retirement benefit obligations	773	750	-	-
Deferred tax liabilities	997	845	-	-
Total non-current liabilities	8,127	8,623	-	-
Capital, reserves and non-controlling interests				
Issued capital	10,087	10,087	10,087	10,087
Reserves	46,634	45,381	19,319	19,269
Equity attributable to owners of the Company	56,721	55,468	29,406	29,356
Non-controlling interests	39	28	-	-
Total equity	56,760	55,496	29,406	29,356
Total liabilities and equity	102,948	100,910	29,868	29,466

Note b: As at 31 March 2011, the Group's bank deposits of approximately US$764,000 (31 December 2010: US$764,000) were pledged to financial institutions to secure banking facilities granted to the Group.

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 March 2011		As at 31 December 2010	
	Secured US$'000	Unsecured US$'000	Secured US$'000	Unsecured US$'000
Bank and other borrowings	-	7,565	-	8,591
Obligation under finance leases	218	-	257	-
Total	218	7,565	257	8,591

Amount repayable after one year

	As at 31 March 2011		As at 31 December 2010	
	Secured US$'000	Unsecured US$'000	Secured US$'000	Unsecured US$'000
Bank and other borrowings	-	5,979	-	6,597
Obligation under finance leases	378	-	431	-
Total	378	5,979	431	6,597

Details of collateral

As at 31 March 2011, the Group's bank deposits of approximately US$764,000 (31 December 2010: US$764,000) were pledged to financial institutions to secure banking facilities granted to the Group. The Group did not utilize any such banking facilities as at 31 March 2011 and 31 December 2010. The carrying amount of the Group's property, plant and equipment includes an amount of US$1,161,000 (31 December 2010: US$1,240,000) in respect of assets held under finance leases which are secured by the lessor's title to the leased assets.

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

CONSOLIDATED CASH FLOW STATEMENT
For the period ended 31 March 2011

	The Group	
	Three months / first quarter ended 31 March	
	2011 US$'000	2010 US$'000
OPERATING ACTIVITIES		
Profit before income tax	1,940	1,243
Adjustments for		
Allowance for inventories	416	169
Depreciation	852	866
Amortization of prepaid lease payments	3	3
Interest income	(67)	(37)
Interest expenses	315	81
Loss on disposal of property, plant and equipment	33	13
Impairment loss on available-for-sale investment	-	(22)
Retirement benefit obligations	38	57
Change in fair value of derivative financial instruments	6	(32)
Operating cash flows before movements in working capital	3,536	2,341
Trade receivables, other receivables and prepayments	(825)	1,585
Inventories	(2,303)	(160)
Trade payables, other payables and accruals	1,598	(5,843)
Cash from/(used in) operations	2,006	(2,077)
Income tax paid	(9)	(297)
Interest paid	(315)	(81)
Net cash from/(used in) operating activities	1,682	(2,455)
INVESTING ACTIVITIES		
Proceeds from repayment of a loan receivable	-	129
Proceeds from disposal of property, plant and equipment	94	24
Decrease in other assets	18	1
Additional investment in available-for-sale investments	(4)	(3)
Purchase of property, plant and equipment (Note c)	(772)	(241)
Amount paid for investment purpose (unauthorized) (Note d)	-	(13,671)
Repayment of amount paid for investment purpose (unauthorized) (Note d)	-	13,671
Interest income received	67	37
Net cash used in investing activities	(597)	(53)
FINANCING ACTIVITIES		
Increase in pledged bank deposits	-	(26)
Proceeds from bank and other borrowings	20,647	13,012
Repayment of obligation under finance leases	(86)	(65)
Repayment of bank and other borrowings	(22,224)	(14,478)
Net cash used in financing activities	(1,663)	(1,557)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(578)	(4,065)
NET EFFECT OF CURRENCY TRANSLATION DIFFERENCES	35	(17)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	37,716	35,828
CASH AND CASH EQUIVALENTS AT END OF PERIOD	37,173	31,746

Note c: In the first quarter ended 31 March 2011, the Group acquired property, plant and equipment with aggregate cost of approximately US$772,000 (1Q 2010: US$241,000). Cash payment of approximately US$772,000 (1Q 2010: US$241,000) was made to purchase property, plant and equipment.

d: The investing activities in the cash flow statement for the period ended 31 March 2010 was restated to include the cash flows related to certain unauthorised bank transfers for investment purposes and repayment of such transfers.

1(d) A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediate preceding financial year.

	Three months / first quarter ended 31 March		
	2011 US$'000	**2010 US$'000**	**% Increase/ (Decrease)**
Profit after income tax	1,041	802	29.8%
Other comprehensive income:			
Deferred tax liability arising on revaluation of available-for-sale investment	(3)	-	N/A
Exchange difference on translation of foreign operations	198	(27)	(833.3%)
Available-for-sale investment			
Gain arising during the periods	28	-	N/A
Other comprehensive income for the period, net of tax	223	(27)	(925.9%)
Total comprehensive income for the period, net of tax	1,264	775	63.1%
Total comprehensive income attributable to:			
Owners of the Company	1,253	775	61.7%
Non-controlling interests	11	-	N/A
	1,264	775	63.1%

1(e)(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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

The group's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows:

	Share capital US$'000	Share premium of the Company US$'000	Treasury shares US$'000	Share option reserve US$'000	Merger reserve US$'000	Reserve Fund US$'000	Enterprise Expansion Fund US$'000	Other Reserves US$'000	Revaluation reserve US$'000	Currency translation reserve US$'000	Retained earnings US$'000	Attributable to equity holders of the Company US$'000	Attributable to non-controlling interests US$'000	Total US$'000
Balance as at 1 January 2011	10,087	18,994	(33)	266	(7,020)	4,858	313	1,173	21	11,760	15,049	55,468	28	55,496
Total comprehensive income for the period	-	-	-	-	-	-	-	-	25	198	1,030	1,253	11	1,264
Balance as at 31 March 2011	10,087	18,994	(33)	266	(7,020)	4,858	313	1,173	46	11,958	16,079	56,721	39	56,760

	Share capital US$'000	Share premium of the Company US$'000	Treasury shares US$'000	Share option reserve US$'000	Merger reserve US$'000	Reserve Fund US$'000	Enterprise Expansion Fund US$'000	Other Reserves US$'000	Revaluation reserve US$'000	Currency translation reserve US$'000	Retained earnings US$'000	Attributable to equity holders of the Company US$'000	Attributable to non-controlling interests US$'000	Total US$'000
Balance as at 1 January 2010	10,087	18,994	(33)	286	(7,020)	4,692	310	1,170	56	9,052	14,775	52,369	-	52,369
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	(27)	802	775	-	775
Balance as at 31 March 2010	10,087	18,994	(33)	286	(7,020)	4,692	310	1,170	56	9,025	15,577	53,144	-	53,144

The issuer's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows:

	Share capital US$'000	Share premium of the Company US$'000	Treasury shares US$'000	Share option reserve US$'000	Retained earnings US$'000	Total US$'000
Balance as at 1 January 2011	10,087	18,994	(33)	266	42	29,356
Total comprehensive income for the period	-	-	-	-	50	50
Balance as at 31 March 2011	10,087	18,994	(33)	266	92	29,406

	Share capital US$'000	Share premium of the Company US$'000	Treasury shares US$'000	Share option reserve US$'000	Retained earnings US$'000	Total US$'000
Balance as at 1 January 2010	10,087	18,994	(33)	286	161	29,495
Total comprehensive income for the period	-	-	-	-	(124)	(124)
Balance as at 31 March 2010	10,087	18,994	(33)	286	37	29,371

1(e)(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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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.

Share Capital

As at 31 December 2010, the Company's issued and fully paid up share capital was US$10,087,084 represented by 503,534,221 ordinary shares (excluding treasury shares) and 820,000 treasury shares.

During the quarter ended 31 March 2011, the Company did not purchase any shares under the Shares Purchase Mandate. As at 31 March 2011, the Company's issued and fully paid up share capital was US$10,087,084 represented by 503,534,221 ordinary shares (excluding treasury shares) and 820,000 treasury shares.

Treasury shares

	The Company			
	2011		2010	
	Number of shares	US$'000	Number of shares	US$'000
Balance as at 1 January	820,000	33	820,000	33
Purchased during the first quarter ended 31 March	-	-	-	-
Balance as at 31 March	820,000	33	820,000	33

Share Options

On 9 March 2007, the Chief Executive Officer of the Company proposed to grant options to three executive directors and ten senior executives (the "2007 Participants") to subscribe for a total of 20,496,000 ordinary shares of US$0.02 each in the capital of the Company. This proposal was adopted by the Remuneration Committee and options granted were accepted by the 2007 Participants in April 2007. The option will be exercisable at S$0.13 per share with an exercise period commencing from 9 March 2008 to 8 March 2012 (both days inclusive).

On 23 May 2008, the Remuneration Committee which was duly authorized and appointed by the Company's board of directors to administer the CDW Holding Share Option Scheme (the "Scheme") resolved that the unexercised share options shall lapse and be cancelled on the ground that the objectives of the Scheme have not been met. The resolution was subsequently accepted by the majority of 2007 Participants and 19,032,000 share options granted were cancelled prior to 30 June 2008. The remaining unexercised 1,464,000 share options were lapsed in 2010.

On 11 June 2008, the Chief Executive Officer of the Company proposed to grant options to four executive directors and eight senior executives (the "2008 Participants") to subscribe for a total 19,032,000 ordinary share of US$0.02 each in the capital of the Company. This proposal was adopted by the Remuneration Committee and options granted were accepted by the 2008 Participants in June 2008. The option will be exercisable at S$0.07 per share with an exercise period commencing from 11 June 2009 to 10 June 2013 (both days inclusive).

The number of outstanding share options as at 31 March 2011 was 19,032,000 (31 December 2010: 19,032,000).

1(e)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	The Company	
	As at 31 March 2011	As at 31 December 2010
Issued shares	504,354,221	504,354,221
Less: Treasury shares	(820,000)	(820,000)
Total number of issued shares excluding treasury shares	503,534,221	503,534,221

1(e)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

There were no sales, transfers, disposal, cancellation and/or use of treasury shares during the current financial period reported on.

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

The figures have not been audited or reviewed by any independent auditors.

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

Not applicable.

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

The Group has adopted the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the most recently audited annual financial statements for the year ended 31 December 2010 except for the adoption of the new and revised Financial Reporting Standards which came into effect this financial year from 1 January 2011. The adoption of these new accounting policies did not give rise to any significant change to the financial statements.

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

Not applicable.

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

Profit per ordinary share for the periods based on profit attributable to owners of the company on 1(a) above

	Three months / first quarter ended 31 March	
	2011	2010
Based on weighted average number of ordinary shares in issue (US cents)		
- Basic	0.20	0.16
- Fully diluted	0.20	0.16
Weighted average number of ordinary shares for the purpose of basic earnings per ordinary share (Note e)	503,534,221	503,534,221
Effect of dilutive share options	2,429,210	2,955,736
Weighted average number of ordinary shares for the purpose of diluted earnings per ordinary share	505,963,431	506,489,957

Note e: The weighted average number of ordinary shares was computed after adjusting for the effect of treasury shares held by the Company.

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

	31 March 2011	31 December 2010
Net asset value per ordinary share, excluding treasury shares (US cents)		
- The Group	11.27	11.02
- The Company	5.84	5.83

The calculation of the net asset value per ordinary share was based on the total number of ordinary shares (excluding treasury shares) of 503,534,221 (31 December 2010: 503,534,221).

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.

Income Statement

During the current quarter, the Group achieved a 52.6% increase in revenue to US$38.7 million as compared to the revenue of US$25.4 million in the corresponding period of the previous year. This was mainly due to robust sales in LCD Backlight Units, the Group's largest segment.

The Group's gross profits grew by US$1.2 million over the corresponding period of the previous year from US$6.8 million to US$8.0 million in the current quarter. Administrative expenses were increased by 10.2% or about US$0.5 million to US$5.8 million while other operating income rose by US$0.1 million from US$0.2 million to US$0.3 million with additional sales of moulds and scrap materials. Included in the administrative expenses was the provision of US$0.3 million directly attributable to the investigation on some unusual bank transfers previously announced on 1 March, 3 March and 22 April 2011.

Against this backdrop of increased revenue, there was an increase of US$0.2 million in resultant net profits to US$1.0 million in the current quarter from US$0.8 million in the corresponding period of the previous year. Net margin slightly reduced from 3.2% in the current quarter to 2.7% in the corresponding period in the previous period on account of higher administrative expenses.

LCD Backlight Units

Comprising about half of the Group's total revenue, LCD Backlight Unit sales surged by 103.6% or about US$12.1 million over the current quarter on the back of launching a new gamesets model. Revenue for this segment was US$23.8 million.

With increasing economies of scale in the Group's largest segment, the Group was able to realise cost efficiencies and the segment's operating margin improved by about 3.9 percentage points to 7.3% as a result.

During the current quarter, we manufactured a total of 1.8 million LCD backlight units for handsets and 9.4 million LCD backlight units for gamesets. In the corresponding period in the previous year, the quantity of LCD backlight units we manufactured for handsets and gamesets were 0.9 million and 4.9 million respectively.

Office Automation

Sales in this segment slightly increased to US$6.2 million, compared with US$5.9 million in the corresponding period in the previous year. The weak demand in the operation in Japan generated lower revenue which was compensated by the growth in demand in the PRC. Such weak demand in Japan also caused the operating margin to drop from 19.0% in the corresponding period in the previous year to 3.6% in the current quarter. Nevertheless, the order flow in this segment during the current quarter was stable.

LCD Parts and Accessories

There was a marginal growth in revenue of this segment to US$8.7 million in the current quarter from US$7.8 million in the corresponding period in the previous year. Operating margin improved to 9.3% in the current quarter as compared to 4.4% in the corresponding period in the previous year due to higher utilisation in the Suzhou plant of the metal frame division.

Statement of Financial Position

As of 31 March 2011, total assets and liabilities stood at US$102.9 million and US$46.2 million respectively.

Total current assets were up by US$2.2 million over the current quarter to about US$76.2 million as at 31 March 2011. The global launch of a new gamesets model early this year has increased the sales of backlight unit for this model for the current quarter as well as the trade receivable at the period end. Likewise, the inventory was also lifted by the sales orders of LCD backlight unit for this model in the coming months.

For trade receivables, the Group debtor turnover days in general were around 55 days. There is no change in the credit terms to customers.

Other receivables included mainly utility deposits, prepaid expenses and VAT recoverable.

Non-current assets totaled US$26.7 million and remained stable over the three months. Included in property, plant and equipment was the newly purchased production equipment during the current quarter amounting to US$0.8 million which was net off by the depreciation charge for the same period.

Total liabilities increased by US$0.8 million to US$46.2 million as of 31 March 2011. During the current quarter under review, the Group continued to repay bank loans and other borrowings according to its repayment schedule.

For trade payables, the increase in balance was consistent to the rise in the revenue. There was no change in the credit terms from our suppliers.

Other payables and accruals comprised accruals for expenses and wage payable. The increase in other payables and accruals was attributable to the costs provided for in the current quarter in relation to the investigation on some unusual bank transfers as mentioned above.

The income tax on profit for the current quarter was provided and adjusted under tax rules of different jurisdictions which led to an increase in income tax payable.

Cash Flow Statement

The Group had net cash from operating activities amounting to US$1.7 million for the current quarter as compared to US$2.5 million net cash used in operating activities in the corresponding period in the previous year. The increase in operating cash flow was due to the increase in profit before tax and the increase in non-cash adjustments including allowance for inventories for discontinued models and interest expenses.

For investing activities, the Group purchased property, plant and equipment as stated above in the current quarter.

For financial activities, during the current quarter, the Group recorded net cash outflow from bank loans less the repayment amounting to US$1.7 million.

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

Not applicable.

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

The Group is operating in a highly competitive environment; the outlook for this business is contingent upon pricing and consumer demand for the end-products. The Group has been focusing on higher margin and more popular gamesets products which have bolstered sales and strengthened the Group’s order book. The Group continues to benefit in the coming quarter from the global launch of a new gamesets model early this year.

The Group’s operation was not affected by the recent Japanese earthquake, tsunami and ongoing nuclear radiation fall-outs in March this year. This tragedy has disrupted power supplies in the country. Such prolonged supply disruption may affect the supply of crucial Japanese-made raw materials and parts for the Group’s production. The situation is being closely monitoring in this regard.

In the announcements released on 1 March, 3 March and 22 April 2011, the Company has concluded the investigation on some unusual bank transfers in one of the subsidiaries. The total costs directly attributable to this investigation are estimated to be US$0.8 million in which US$0.3 million has been provided for in the first quarter of the year. We envisage the remaining costs will be charged to profit and loss account in the second quarter of the year.

In the other business segments, LCD parts and accessories and office automation, the Group has been facing pricing pressures with the increasing production costs. The Group has invested in new production equipment to boost our efficiency and decrease unit labour costs as moving ahead.

In the PRC, a robust economy has resulted in rising inflation and RMB appreciation, and increased labour and raw material costs in the period under review. These will likely lead to increased operating costs in the Group's operations in the PRC.

As an international business, our Group remains exposed to country and currency risks. For currency risks, the fluctuation of the US Dollar against the Japanese Yen remains a concern to the Group, as purchases of Japanese made raw materials are denominated in Japanese Yen while sales are denominated in US Dollars. The Group will continue actively mitigating currency risks through forward contracts and options.

Nonetheless, CDW continues to actively manage costs by (i) controlling and reducing administrative expenses wherever possible; (ii) lowering production cost per unit through production process re-engineering and investing in more efficient production facilities; and (iii) improving inventory management through reducing inventory turnover days and synchronizing raw material supply levels with customer orders.

11. Dividend

(a) Current Financial Period Reported On

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

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3, Q4 or Half Year and Full 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.

CDW Holding Limited

Business segment for the three months / first quarter ended 31 March 2011

The Group is organized into three reportable operating segments as follows:

i) LCD backlight units – Manufacturing of LCD backlight units for LCD module
ii) Office automation – Manufacturing and trading of parts and precision accessories for office equipment and electrical appliances
iii) LCD parts and accessories – Manufacturing and trading of parts and precision accessories for LCD module

	LCD backlight units	Office automation	LCD parts and accessories	Eliminations	Consolidated
	US$'000	US$'000	US$'000	US$'000	US$'000
Revenue					
External sales	23,840	6,235	8,662	-	38,737
Inter-segment sales	-	1,081	771	(1,852)	-
Total revenue	23,840	7,316	9,433	(1,852)	38,737
Results					
Segment result	1,741	225	806		2,772
Unallocated corporate expense					(819)
Operating profit					1,953
Interest income					67
Interest expenses					(80)
Profit before income tax					1,940
Income tax expense					(899)
Profit after income tax					1,041
Assets					
Segment assets	38,774	19,054	42,642	(1,601)	98,869
Unallocated assets					4,079
Consolidated total assets					102,948
Liabilities					
Segment liabilities	10,822	5,685	13,600	(1,601)	28,506
Bank and other borrowings and obligation under finance leases					14,140
Unallocated liabilities					3,542
Consolidated total liabilities					46,188
Other information					
Capital expenditure	18	513	241		772
Depreciation of property, plant and equipment	182	148	522		852

Business segment for the three months / first quarter ended 31 March 2010

	LCD backlight units	Office automation	LCD parts and accessories	Eliminations	Consolidated
	US$'000	US$'000	US$'000	US$'000	US$'000
Revenue					
External sales	11,711	5,907	7,759	-	25,377
Inter-segment sales	8	1,825	894	(2,727)	-
Total revenue	11,719	7,732	8,653	(2,727)	25,377
Results					
Segment result	451	1,123	342		1,916
Unallocated corporate expense					(629)
Operating profit					1,287
Interest income					37
Interest expenses					(81)
Profit before income tax					1,243
Income tax expense					(441)
Profit after income tax					802
Assets					
Segment assets	25,363	18,287	40,951	(2,065)	82,536
Unallocated assets					4,784
Consolidated total assets					87,320
Liabilities					
Segment liabilities	6,130	5,828	7,086	(2,065)	16,979
Bank and other borrowings and obligation under finance leases					14,713
Unallocated liabilities					2,484
Consolidated total liabilities					34,176
Other information					
Capital expenditure	19	15	207		241
Depreciation of property, plant and equipment	236	102	528		866

Geographical Segment for the Three months / first quarter ended 31 March 2011 and 2010

	Turnover		Non-Current Assets		Capital Expenditure	
	Three months / first quarter ended 31 March		Three months / first quarter ended 31 March		Three months / first quarter ended 31 March	
	2011 US$'000	2010 US$'000	2011 US$'000	2010 US$'000	2011 US$'000	2010 US$'000
Hong Kong	12,249	9,069	1,158	1,293	26	18
PRC	21,962	10,673	17,586	17,523	737	196
Japan	4,525	5,615	6,005	5,951	9	27
Others	1	20	-	-	-	-
Total	38,737	25,377	24,749	24,767	772	241

Non-current assets are mainly comprised of goodwill, prepaid lease payment and property, plant, equipment and deposits.

Information about major customer

Revenue from one key customer which has transactions with all segments accounted for 82% (1Q 2010: 68%) of total revenue for 1Q2011.

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.

Please refer to paragraph 8 for the factors leading to any material changes in contribution to revenue and earnings by business segments. In terms of geographical segments, the Group was generating revenue in Hong Kong, PRC and Japan. Revenue in Hong Kong, PRC and Japan accounted for 31.6%, 56.7% and 11.7% of the total revenue respectively. Total revenue increased by 52.6% to US$38.7 million for the current quarter as compared to the corresponding period in the previous year.

As at 31 March 2011, non-current assets located in Hong Kong, PRC and Japan accounted for 4.7%, 71.1% and 24.2% of the total non-current of the Group assets respectively. During this quarter, the Group invested a total capital expenditure of US$0.8 million for the purchase of equipment in Hong Kong, PRC and Japan.

15. A breakdown of sales

	Three months / first quarter ended 31 March		
	2011 US$'000	**2010 US$'000**	**% Increase/ (Decrease)**
Sales reported for the first quarter	38,737	25,377	52.6%
Operating profit after income tax for the first quarter	1,041	802	29.8%

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

Annual Dividend (in US$'000)	**Year ended 31 December 2010**	**Year ended 31 December 2009**
Ordinary dividend		
- Interim	1,510	1,008
- Final	1,511	1,511
Total	3,021	2,519

17. Interested person transactions for the three months / first quarter ended 31 March 2011

Nil

CONFIRMATION BY THE BOARD

We, Yoshimi Kunikazu and Dy Mo Hua Cheung, Philip, being two directors of CDW Holding Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of knowledge, nothing has come to the attention of the board of the directors of the Company which may render the financial results for the three months / first quarter ended 31 March 2011 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

YOSHIMI Kunikazu
Executive Director
15 May 2011

DY MO Hua Cheung, Philip
Executive Director