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Half Year * Financial Statement And Dividend Announcement	
* Asterisks denote mandatory information	
Name of Announcer *	FIRSTLINK INV CORP LTD
Company Registration No.	197802562E
Announcement submitted on behalf of	FIRSTLINK INV CORP LTD
Announcement is submitted with respect to *	FIRSTLINK INV CORP LTD
Announcement is submitted by *	LING YEW KONG
Designation *	CHAIRMAN/MANAGING DIRECTOR
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>> Announcement Details

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For the Financial Period Ended *	30-06-2008
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FIRSTLINK INVESTMENTS CORPORATION LIMITED

Co. Reg. No. 197802562E

Half Year Financial Statements for the Period Ended 30/06/2008**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.

	<u>Group</u>		
	1H 2008	1H 2007	+ / (-)
	\$'000	\$'000	%
Continuing Operations			
Revenue	-	100	NM
Cost of sales	-	(98)	NM
Gross profit	-	2	NM
Other operating income	386	496	(22.2)
Administrative expenses	(999)	(1,636)	(38.9)
Other operating expenses	(138)	(520)	(73.5)
Loss from operations	(751)	(1,658)	(54.7)
Finance income	285	442	(35.5)
Finance costs	(418)	-	NM
Loss before tax	(884)	(1,216)	(27.3)
Income tax (expense)/credit	(1)	5	NM
Loss from continuing operations	(885)	(1,211)	(26.9)
Discontinued operations			
Loss from discontinued operations	(146)	(254)	(42.5)
Total loss	(1,031)	(1,465)	(29.6)
Attributable to:			
Shareholders of the Company	(1,031)	(1,391)	(25.9)
Minority interests	-	(74)	NM
	(1,031)	(1,465)	(29.6)

NM - Not Meaningful

Notes:

- i) Loss before tax is arrived at after crediting / (charging) :

	<u>Group</u>		<u>+ / (-)</u>
	1H 2008	1H 2007	%
	\$'000	\$'000	
Dividend income	2	-	NM
Interest income	363	482	(24.7)
Interest on borrowings	(2)	(2)	-
Depreciation	(36)	(166)	(78.3)
Net foreign exchange (loss)/gain	(381)	47	NM
Share-based payment expense	(29)	(258)	(88.8)
Inventories written off	(14)	-	NM
Property, plant and equipment written off	(14)	-	NM
Gain on disposal of available-for-sale investments	-	386	NM

- ii) Income tax

The income tax for the Group does not contain any adjustment for tax in respect of prior years (2007: \$5,000 overprovision)

- iii) Comparatives

Comparatives have been reclassified to reflect the discontinued operations presented in the income statement.

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

	<u>Group</u>		<u>Company</u>	
	30.06.2008	31.12.2007	30.06.2008	31.12.2007
	\$'000	\$'000	\$'000	\$'000
ASSETS				
Current assets				
Cash and cash equivalents	4,647	7,867	3,867	7,083
Convertible loans	-	2,000	-	-
Loan to a subsidiary	7,286	7,464	7,286	7,464
Other current assets	2,244	1,673	2,063	1,864
Disposal group classified as held for sale	20	148	-	-
	<u>14,197</u>	<u>19,152</u>	<u>13,216</u>	<u>16,411</u>
Non-current assets				
Other receivables	270	-	4,339	2,669
Non-convertible bonds	1,638	-	-	-
Investments in subsidiaries	59,925	59,925	60,481	60,513
Available-for-sale investments	3,385	862	143	166
Property, plant and equipment	370	134	370	134
	<u>65,588</u>	<u>60,921</u>	<u>65,333</u>	<u>63,482</u>
Total assets	<u>79,785</u>	<u>80,073</u>	<u>78,549</u>	<u>79,893</u>
LIABILITIES AND EQUITY				
Current liabilities				
Trade and other payables	988	1,265	557	891
Finance lease liabilities	24	-	24	-
Liabilities directly associated with disposal group classified as held for sale	10	50	-	-
	<u>1,022</u>	<u>1,315</u>	<u>581</u>	<u>891</u>
Non-current liabilities				
Finance lease liabilities	174	-	174	-
Deferred tax liabilities	249	86	-	-
	<u>423</u>	<u>86</u>	<u>174</u>	<u>-</u>
Total liabilities	<u>1,445</u>	<u>1,401</u>	<u>755</u>	<u>891</u>
Share capital and reserves				
Share capital	130,921	130,936	130,921	130,936
Capital reserves	2,442	1,695	1,700	1,695
Accumulated losses	(54,900)	(53,869)	(54,827)	(53,629)
Currency translation reserve	(123)	(90)	-	-
Shareholders' equity	<u>78,340</u>	<u>78,672</u>	<u>77,794</u>	<u>79,002</u>
Total liabilities and equity	<u>79,785</u>	<u>80,073</u>	<u>78,549</u>	<u>79,893</u>

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

Amount repayable in one year or less, or on demand

As at 30.06.2008		As at 31.12.2007	
<u>Secured</u> \$'000	<u>Unsecured</u> \$'000	<u>Secured</u> \$'000	<u>Unsecured</u> \$'000
27	-	41	-

Amount repayable after one year

As at 30.06.2008		As at 31.12.2007	
<u>Secured</u> \$'000	<u>Unsecured</u> \$'000	<u>Secured</u> \$'000	<u>Unsecured</u> \$'000
174	-	-	-

Details of any collateral

A motor vehicle of the Company was acquired under finance lease which was secured by the leased asset.

Certain plant & machinery of a subsidiary was acquired under finance lease which was secured by the leased asset and corporate guarantee. This was reflected in the balance sheet under " Liabilities directly associated with disposal group classified as held for sale".

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

	Group	
	1H 2008	1H 2007
	\$'000	\$'000
Cash flows from operating activities		
Loss after tax	(1,031)	(1,465)
Adjustments for :		
Income tax	1	(5)
Depreciation of property, plant and equipment	36	166
Share-based payment expense	29	258
Loss on disposal of property, plant and equipment	1	-
Gain on disposal of available-for-sale investments	-	(386)
Inventories written off	14	-
Property, plant and equipment written off	14	-
Interest expense	2	2
Interest income	(363)	(482)
Dividend income	(2)	-
Translation differences	1	5
Operating cash flow before working capital changes	<u>(1,298)</u>	<u>(1,907)</u>
Change in operating assets and liabilities		
Inventories	6	(75)
Receivables	35	(752)
Payables	(279)	(27)
Cash used in operations	<u>(1,536)</u>	<u>(2,761)</u>
Income tax (paid)/refund	(1)	5
Net cash used in operating activities	<u>(1,537)</u>	<u>(2,756)</u>
Cash flows from investing activities		
Interest income received	71	31
Dividends received	2	-
Repayment/(advancement) of convertible loans	1,000	(2,000)
Advancement of loan	(400)	-
Purchase of non-convertible bonds	(1,600)	-
Proceeds from sale of available-for-sale investments	-	6,181
Proceeds from sale of property, plant and equipment	51	-
Purchase of property, plant and equipment	(69)	(175)
Purchase of available-for-sale investments	(642)	(5,705)
Net cash used in investing activities	<u>(1,587)</u>	<u>(1,668)</u>
Cash flows from financing activities		
Net proceeds from issue of shares	-	5,052
Net proceeds from issue of warrants	-	775
Rights issue expenses	(15)	-
Interest paid	(2)	(2)
Repayment of finance lease liabilities	(43)	(16)
Net cash (used in)/generated from financing activities	<u>(60)</u>	<u>5,809</u>
Net (decrease)/increase in cash and cash equivalent held	<u>(3,184)</u>	<u>1,385</u>
Cash and cash equivalent at the beginning of the financial period	7,867	1,175
Effects of exchange rate changes on cash and cash equivalent	(36)	9
Cash and cash equivalents at the end of the financial period	<u>4,647</u>	<u>2,569</u>
Cash flows from discontinued operations are as follows:-		
Operating cash flows	(70)	(292)
Investing cash flows	51	(23)
Financing cash flows	52	267
Total cash flows	<u>33</u>	<u>(48)</u>

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

Group	<u>Share capital</u> \$'000	<u>Capital reserves</u> \$'000	<u>Accumulated losses</u> \$'000	<u>Currency translation reserve</u> \$'000	<u>Shareholders' equity</u> \$'000	<u>Minority interests</u> \$'000	<u>Total equity</u> \$'000
Balance at 1 January 2008	130,936	1,695	(53,869)	(90)	78,672	-	78,672
Currency translation differences	-	-	-	(33)	(33)	-	(33)
Fair value changes on available-for-sale investments	-	718	-	-	718	-	718
Net gain recognised directly in equity	-	718	-	(33)	685	-	685
Net loss for the financial period	-	-	(1,031)	-	(1,031)	-	(1,031)
Total recognised gains/(losses)	-	718	(1,031)	(33)	(346)	-	(346)
Share-based payment	-	29	-	-	29	-	29
Rights issue expenses	(15)	-	-	-	(15)	-	(15)
Balance at 30 June 2008	130,921	2,442	(54,900)	(123)	78,340	-	78,340
Balance at 1 January 2007	119,068	731	(50,783)	(98)	68,918	111	69,029
Currency translation differences	-	-	-	14	14	-	14
Fair value changes on available-for-sale investments	-	104	-	-	104	-	104
Net gain recognised directly in equity	-	104	-	14	118	-	118
Net loss for the financial period	-	-	(1,391)	-	(1,391)	(74)	(1,465)
Total recognised gains/(losses)	-	104	(1,391)	14	(1,273)	(74)	(1,347)
Share-based payment	-	238	-	-	238	-	238
Issue of shares	5,072	-	-	-	5,072	-	5,072
Issue of warrants	-	775	-	-	775	-	775
Balance at 30 June 2007	124,140	1,848	(52,174)	(84)	73,730	37	73,767

Company	Share capital	Capital reserves	Accumulated losses	Total
	\$'000	\$'000	\$'000	\$'000
Balance at 1 January 2008	130,936	1,695	(53,629)	79,002
Fair value changes on available-for-sale-investments	-	(24)	-	(24)
Net gain recognised directly in equity	-	(24)	-	(24)
Net loss for the financial period	-	-	(1,198)	(1,198)
Share-based payment	-	29	-	29
Rights issue expenses	(15)	-	-	(15)
Balance at 30 June 2008	130,921	1,700	(54,827)	77,794

Balance at 1 January 2007	119,068	731	(49,993)	69,806
Fair value changes on available-for-sale-investments	-	104	-	104
Net gain recognised directly in equity	-	104	-	104
Net loss for the financial period	-	-	(1,121)	(1,121)
Share-based payment	-	238	-	238
Issue of shares	5,072	-	-	5,072
Issue of warrants	-	775	-	775
Balance at 30 June 2007	124,140	1,848	(51,114)	74,874

Capital Reserves

	Group		Company	
	30.6.08	31.12.07	30.6.08	31.12.07
	\$'000	\$'000	\$'000	\$'000
Share option reserve	943	914	943	914
Fair Value reserve	738	20	(4)	20
Warrants reserve	761	761	761	761
	2,442	1,695	1,700	1,695

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 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.

Since 31 December 2007, the Company issued the following ordinary shares and warrants:

- 1) 740 ordinary shares upon the exercise of Warrants 12/07
- 2) 56,950 Warrants 06/07 pursuant to the mandate obtained at the Annual General Meeting held on 28 April 2008.

The number of shares that may be issued on conversion of all outstanding share options and warrants is as follows:

	<u>30.06.2008</u>	<u>30.06.2007</u>
Outstanding number of share options	42,582,582	42,510,000
Outstanding number of Warrants 06/07	81,142,700	80,900,000
Outstanding number of Warrants 12/07	8,204,431	-

1(d)(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.

	<u>30.06.2008</u>	<u>31.12.2007</u>
Total number of issued shares excluding treasury shares	492,311,241	492,310,501

1(d)(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.

The Company does not have any treasury shares.

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 the 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 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 compared with those of the audited financial statements as at 31 December 2007.

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.

	Continuing Operations		Discontinued Operations	
	1H 2008	1H 2007	1H 2008	1H 2007
Loss per share of the Group based on net loss attributable to shareholders :				
i) Based on the weighted average number of ordinary shares in issue	(0.18) cents	(0.29) cents	(0.03) cents	(0.07) cents
Weighted average number of shares	492,311,011	388,771,680	492,311,011	388,771,680
ii) On a fully diluted basis	(0.18) cents	(0.29) cents	(0.03) cents	(0.07) cents
There were no dilutive potential ordinary shares as the Group was in a net loss position.				

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.

	Group		Company	
	30.6.2008	31.12.2007	30.6.2008	31.12.2007
Net asset value per share based on issued shares at the end of the period	15.91 cents	15.98 cents	15.80 cents	16.05 cents

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

Basis of Preparation

Non-consolidation of a subsidiary

The Company holds a 56.22% interest in Green Salt Group Ltd ("GSGL") which became a subsidiary of the Group in May 2004. Though the Company holds more than half of the voting power in GSGL, the Company does not have the power to govern the financial and operating policies of GSGL by virtue of a Shareholders' Agreement purportedly executed by an ex-director of the Company in April 2005 without the consent of the Board of Directors. The Shareholders' Agreement effectively cedes management control to the minority shareholder notwithstanding that the Company is the majority shareholder.

In October 2005, the Company commenced legal proceedings to declare the purported Shareholders' Agreement null and void. As the legal proceedings are still ongoing and in compliance with Financial Reporting Standard 27: Consolidated and Separate Financial Statements, the Directors deem it appropriate not to consolidate the financial statements of GSGL in the preparation and presentation of the Group's consolidated financial statements.

Review of Group Income Statement

Continuing Operations

Revenue and Gross Profit

The absence of revenue and gross profit in 1H2008 was due to the cessation of operations relating to the design and sale of industrial and consumer electrical devices in the second half of 2007.

Other Operating Income

The decrease in other operating income of \$110,000 was mainly due to a fee income of \$270,000 generated in 1H2008 from arranging a loan as compared to a gain of \$386,000 registered in 1H2007 from the sale of quoted equity investments.

Administrative Expenses

Administrative expenses decreased by \$637,000 to \$999,000, primarily due to reduced legal and financial advisory fees incurred as well as lower depreciation charges and share-based payment expense.

Other Operating Expenses

Other operating expenses reduced by \$382,000 to \$138,000. This was mainly due to the cessation of business activities relating to the design and sale of industrial and consumer electrical devices.

Finance Income

Finance income of \$285,000 comprised mainly interest receivable on the US\$3.5 million loan advanced to GSGL and the non-convertible bonds of \$1.6 million.

Finance Costs

Finance costs of \$418,000 comprised exchange loss arising from the revaluation of the US\$3.5 million loan (including the interest) advanced to GSGL.

Discontinued Operations

With the cessation of the Group's business activities relating to the packaging and distribution of salt and food products in 1H2008, the results arising from these operations are hence presented separately in the income statement as "Discontinued Operations".

Review of Group Balance Sheet

In 2007, Firstlink Capital Pte Ltd ("FLC"), a wholly-owned subsidiary of the Group, advanced two convertible loans of \$1 million each to Biofuel Industries Pte Ltd ("BFI") and Van Der Horst Biodiesel Pte Ltd ("VDH"). The loan to BFI was fully repaid in 1H2008 whereas the loan to VDH was converted into 9,090,909 new ordinary shares in the capital of Van Der Horst Energy Ltd ("VDHE"), a company listed on the Singapore Exchange.

During 1H2008, the Group acquired additional quoted equity investments of \$642,000. Together with the aforesaid loan conversion into VDHE shares plus their fair value changes during the period under review, the available-for-sale investments increased from \$0.862 million at end of last year to \$3.385 million as at 30 June 2008.

In April 2008, Singatronics Investment Pte Ltd ("SIPL"), a wholly-owned subsidiary of the Group, entered into an agreement to subscribe for \$1.6 million of non-convertible bonds of Azec Holdings and Realty Pte Ltd, a boutique property developer in Singapore. The bonds mature in October 2009, 18 months from the date of issue. They bear a fixed interest of \$340,000 and an origination fee of \$300,000, both payable on maturity date or earlier redemption of the bonds. The origination fee receivable is carried at amortized cost in the balance sheet as at 30 June 2008 as reflected under "Other receivables". SIPL is also granted an option to purchase one of the properties developed at a discount.

In June 2008, SIPL entered into an agreement to grant a short-term loan of \$400,000 to TienRui Design & Construction Pte Ltd, a local contractor and builder. The loan carries an interest of \$65,000 and is to be repaid in 6 months. The loan plus the accrued interest resulted mainly in the increase in current assets from \$1.673 million as at 31 December 2007 to \$2.244 million as at 30 June 2008.

The cash outlay of the aforementioned loan and non-convertible bonds, the purchase of additional quoted equity investments and general working capital expenses accounted largely for the decrease of \$3.22 million in cash reserve from \$7.867 as of last year to \$4.647 million as at 30 June 2008.

The loan to a subsidiary represented the US\$3.5 million loan (including interest) advanced to GSGL. The investments in subsidiaries represent mainly the cost of investment in GSGL. Because of the uncertainty surrounding the future of the Group's interest in GSGL, it is not possible to estimate with any degree of certainty the future cash flows attributable to the Group's investment in GSGL. Hence it is not possible to estimate the fair value of this investment, nor is it possible to determine the quantum, if any, of any potential impairment losses. Accordingly, the investment in GSGL has been included in the balance sheet at cost. For the same reason, it is not possible to assess the recoverability of the loan to GSGL which is therefore carried at cost plus attributable accrued interest.

The decrease in trade and other payables of \$277,000 was mainly due to lower accrued expenses.

The increase in deferred tax liabilities was due to the tax effect of fair value gains recognised in equity.

Review of Group Cash Flow Statement

Net cash used in operating activities was \$1.537 million compared to \$2.756 million in the previous corresponding period. This was mainly due to decrease in net loss incurred and positive working capital changes.

Net cash used in investing activities was \$1.587 million. This was mainly attributed to subscription of non-convertible bonds, advancement of loan and purchase of quoted equity investments partially offset by repayment of convertible loan.

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

No forecast or prospect statement had been previously issued for the period under review.

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.

As announced by the Company on 17 June 2008, it had entered into a Settlement Deed with Asiacorp Development Ltd and Green Salt Group Ltd for the purpose of resolving all claims and disputes between them in an amicable manner.

Upon completion of the proposed settlement, GSGL will cease to be a subsidiary of the Group and the Group will instead hold a direct interest of 27.82% in Qinghai Province Salt Industry Limited which principal asset is its mining rights in 2 salt mines located in Qinghai province, PRC. As explained in item 8, the loan to and investment in GSGL are carried at cost. Any adjustment to these amounts arising from the proposed settlement would have a consequential effect on the Group's bottom line and net assets.

11. Dividend

(a) Current Financial Period Report 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/recommendeded, a statement to that effect.

The directors do not recommend an interim dividend for the current financial period.

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.**

Not applicable

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.**

Not applicable

15. **A breakdown of sales.**

Not applicable

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

Not applicable

17. **Interested Person Transactions**

There were no interested person transactions exceeding \$100,000 in aggregate entered into by the Group for 1H2008

BY ORDER OF THE BOARD

Ling Yew Kong
Chairman/Managing Director
13 August 2008

CONFIRMATION BY THE BOARD

We, LING YEOW KONG and LEE YUEN WAI, being two directors of Firstlink Investments Corporation Limited ("the Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the first half year 2008 financial statements to be false or misleading in any material aspect.

On behalf of the board of directors

Mr Ling Yew Kong
Chairman/Managing Director

Mr Lee Yuen Wai
Deputy Chairman

13 August 2008