Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

KB

KINGBOARD CHEMICAL HOLDINGS LIMITED

建滔化工集團*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 148)

ANNOUNCEMENT
RESULTS OF A SUBSIDIARY

[illegible] 69.10% [illegible] 30 [illegible] 2010 [illegible] 2 [illegible] 2010.

[illegible] 705 [illegible] 920 (1)( )( ) [illegible] (**SGX**), [illegible] (**EEIC** [illegible] **Company**), [illegible] 69.10% [illegible] (**Kingboard**), [illegible] **Group**) [illegible] 30 [illegible] 2010 [illegible] 2 [illegible] 2010. [illegible]

[illegible] 13.09(2) [illegible] EEIC:

* *For identification purpose only*

ELEC & ELTEK INTERNATIONAL COMPANY LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration Number 199300005H)

UNAUDITED FINANCIAL STATEMENT FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2010

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

(I) [illegible] (**3QCY10**) [illegible] (**YTD 3QCY10**) [illegible] 30 [illegible] 2010 [illegible] (**3QCY09**) [illegible] (**YTD 3QCY09**) [illegible] 30 [illegible] 2009.

US$'000	**3QCY10**	**3QCY09**	**% Change**	**YTD 3QCY10**	**YTD 3QCY09**	**% Change**
[illegible]	159,669	119,767	33.3%	450,916	307,390	46.7%
[illegible]	(125,963)	(97,376)	29.4%	(351,340)	(253,440)	38.6%
Gross profit	33,706	22,391	50.5%	99,576	53,950	84.6%
Gross profit margin	*21.1%*	*18.7%*		*22.1%*	*17.6%*	
[illegible]	137	67	104.5%	452	259	74.5%
[illegible]	(3,176)	(2,103)	51.0%	(9,935)	(7,890)	25.9%
[illegible]	(7,521)	(5,479)	37.3%	(21,834)	(16,700)	30.7%
[illegible]	471	276	70.7%	1,444	504	186.5%
[illegible]	(356)	(385)	-7.5%	(950)	(1,375)	-30.9%
[illegible]		551	[illegible]		1,307	[illegible]
Profit before taxation	23,261	15,318	51.9%	68,753	30,055	128.8%
[illegible]	(1,592)	(1,092)	45.8%	(4,493)	(2,145)	109.5%
Profit for the financial period	21,669	14,226	52.3%	64,260	27,910	130.2%
[illegible]:						
[illegible]	21,443	14,158	51.5%	63,605	27,913	127.9%
- [illegible]	226	68	[illegible]	655	(3)	[illegible]
	21,669	14,226	52.3%	64,260	27,910	130.2%

n/m – percentage not meaningful

(II) I[illegible] 2[illegible] G[illegible] 3[illegible] C[illegible] 10 [illegible] 30 [illegible] 2010 (**2QCY10**).

US$'000	3QCY10	2QCY10	% Change
[illegible]	159,669	155,955	2.4%
C[illegible]	(125,963)	(119,773)	5.2%
Gross profit	33,706	36,182	-6.8%
Gross profit margin	*21.1%*	*23.2%*	
I[illegible]	137	162	-15.4%
D[illegible] & [illegible]	(3,176)	(3,407)	-6.8%
A[illegible]	(7,521)	(7,224)	4.1%
[illegible]	471	667	-29.4%
F[illegible]	(356)	(322)	10.6%
Profit before taxation	23,261	26,058	-10.7%
I[illegible]	(1,592)	(1,745)	-8.8%
Profit for the financial period	21,669	24,313	-10.9%
[illegible]:			
2[illegible] C[illegible]	21,443	24,105	-11.0%
S[illegible]	226	208	8.7%
	21,669	24,313	-10.9%

(III) [illegible] I [illegible] 2 [illegible] :

US$'000	3QCY10	3QCY09	% Change	YTD 3QCY10	YTD 3QCY09	% Change
D[illegible]	12,233	11,790	3.8%	36,122	35,392	2.1%
A[illegible]	180	322	-44.1%	229	333	-31.2%
A[illegible] / ([illegible]) [illegible]	67	(215)	n/m	(614)	(176)	n/m
(G[illegible]) / [illegible]	(109)	86	n/m	(82)	46	n/m

US$'000	3QCY10	2QCY10	% Change
D[illegible]	12,233	12,128	0.9%
A[illegible] / ([illegible]) [illegible]	180	(6)	n/m
A[illegible] / ([illegible]) [illegible]	67	(438)	n/m
G[illegible]	(109)	(126)	-13.5%

n/m – percentage not meaningful

Explanatory Notes to Income Statement

1. Gross profit

G[illegible] 2$11.3 [illegible] 50.5% [illegible] - [illegible] 2$33.7 [illegible]

9. Non-controlling interests

[illegible] 2$0.2 [illegible] 3 C 10 [illegible] C [illegible]

1(b)(i)

US$'000	GROUP 30.9.2010	GROUP 30.6.2010	GROUP 31.12.2009	COMPANY 30.9.2010	COMPANY 30.6.2010	COMPANY 31.12.2009
LIABILITIES AND EQUITY						
Current liabilities						
B k [illegible]	60,004	51,014	53,532	-	-	-
[illegible]	113,747	115,314	84,573	-	-	-
B [illegible]	2,029	1,504	1,588	-	-	-
[illegible]	30,740	34,405	30,089	315	295	371
A [illegible]						
[illegible]	-	-	-	172,336	170,305	199,507
[illegible]	2,519	2,268	2,044	-	-	-
Total current liabilities	209,039	204,505	171,826	172,651	170,600	199,878
Non-current liabilities						
B k [illegible]	77,849	63,060	63,920	-	-	-
D [illegible]	2,157	1,802	2,416	-	-	-
Total non-current liabilities	80,006	64,862	66,336	-	-	-
Total liabilities	289,045	269,367	238,162	172,651	170,600	199,878
Capital, reserves and non-controlling interests						
[illegible]	114,479	113,599	98,656	114,479	113,599	98,656
S [illegible]	(1,356)	(1,356)	(1,356)	(1,356)	(1,356)	(1,356)
[illegible]	262,804	270,032	270,765	87,330	115,666	53,110
E [illegible]						
[illegible] C [illegible]	375,927	382,275	368,065	200,453	227,909	150,410
[illegible]	9,480	9,358	9,264	-	-	-
	385,407	391,633	377,329	200,453	227,909	150,410
Total liabilities and equity	**674,452**	**661,000**	**615,491**	**373,104**	**398,509**	**350,288**

Financial Position Analysis

[illegible] G[illegible] [illegible] 2$674.5 [illegible] 30 [illegible] 2010 [illegible] 2$661.0 [illegible]

[illegible] G[illegible] [illegible] 2$289.0 [illegible] 30 [illegible] 2010 [illegible] 2$269.4 [illegible] 30 [illegible] 2010 [illegible]

[illegible] G[illegible] [illegible] 2$375.9 [illegible] 30 [illegible] 2010 [illegible] A[illegible] 2010 [illegible] 2010 [illegible]

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

A[illegible]

As at 30.9.2010		As at 31.12.2009	
Secured	**Unsecured**	**Secured**	**Unsecured**
US$'000	*US$'000*	*US$'000*	*US$'000*
[illegible]	60,004	[illegible]	53,532

A[illegible]

As at 30.9.2010		As at 31.12.2009	
Secured	**Unsecured**	**Secured**	**Unsecured**
US$'000	*US$'000*	*US$'000*	*US$'000*
[illegible]	77,849	[illegible]	63,920

D[illegible]

[illegible]

[illegible]

US$'000	As at 30.9.2010	As at 30.6.2010	As at 31.12.2009
B[illegible]k [illegible]	137,853	114,074	117,452
[illegible]: C[illegible]k [illegible]	(75,632)	(68,856)	(60,054)
[illegible]	62,221	45,218	57,398

[illegible] S$137.9 [illegible] 2010 [illegible] 16.1% [illegible] 30 [illegible] 2010 [illegible] 11.5% [illegible] 30 [illegible] 2010.

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

US$'000	3QCY10	3QCY09	YTD 3QCY10	YTD 3QCY09
Operating activities:				
[illegible]	23,261	15,318	68,753	30,055
A[illegible]				
A[illegible]	180	322	229	333
D[illegible]	12,233	11,790	36,122	35,392
F[illegible]	356	385	950	1,375
[illegible]	121	8	514	70
G[illegible]	(96)	-	(96)	-
A[illegible] / ([illegible])	67	(215)	(614)	(176)
[illegible]	9	43	28	140
I[illegible]	(137)	(67)	(452)	(259)
[illegible]	-	(551)	-	(1,307)
[illegible]	35,994	27,033	105,434	65,623
D[illegible] / ([illegible])	2,640	963	(14,206)	1,880
I[illegible]	(8,252)	(13,047)	(30,212)	(4,075)
(D[illegible]) / [illegible]	(4,707)	(1,776)	30,266	(25,705)
[illegible]	25,675	13,173	91,282	37,723
I[illegible]	137	67	452	259
I[illegible]	(356)	(385)	(950)	(1,375)
I[illegible]	(866)	(274)	(3,064)	(548)
Net cash from operating activities	24,590	12,581	87,720	36,059

US$'000	3QCY10	3QCY09	YTD 3QCY10	YTD 3QCY09
Investing activities:				
[illegible]	12	6	153	26
[illegible]	(7,980)	(4,511)	(28,428)	(13,820)
[illegible]	(6,749)	(351)	(6,189)	857
[illegible]	-	-	-	(1,718)
[illegible]	-	-	-	401
[illegible]	(48)	-	(48)	-
Net cash used in investing activities	(14,765)	(4,856)	(34,512)	(14,254)
Financing activities:				
[illegible]	38,712	25,489	73,803	26,323
[illegible]	(14,933)	(28,461)	(53,402)	(59,642)
[illegible]	880	-	15,823	-
[illegible]	(27,990)	-	(74,450)	(18,783)
[illegible]	(5)	(251)	(392)	(454)
Net cash used in financing activities	(3,336)	(3,223)	(38,618)	(52,556)

C [illegible] :

US$'000	YTD 3QCY10	YTD 3QCY09
C [illegible]	75,632	40,692
B [illegible]		(73)
	75,632	40,619

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

US$'000	3QCY10	3QCY09	YTD 3QCY10	YTD 3QCY09
Profit for the financial period	21,669	14,226	64,260	27,910
Other comprehensive (expense)/ income:				
E [illegible]	(741)	(1,233)	2,857	1,233
[illegible]	(741)	(1,233)	2,857	1,233
Total comprehensive income for the financial period	20,928	12,993	67,117	29,143
[illegible] :				
[illegible]	20,753	12,848	66,461	29,195
[illegible]	175	145	656	(52)
	20,928	12,993	67,117	29,143

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 capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

US$'000	Share capital	Treasury shares	Capital reserve	Statutory reserve	Revaluation reserve	Other reserve	Retained earnings	Foreign currency translation reserve	Share option reserve	Total	Non-controlling interests	Total equity
	Attributable to shareholders of the Company											
GROUP												
3QCY10												
B[illegible] 30.6.2010	113,599	(1,356)	4,301	3,799	2,167	166	242,128	17,247	224	382,275	9,358	391,633
Changes in equity for 3QCY10												
[illegible]							21,443	(690)		20,753	175	20,928
[illegible]	880									880		880
[illegible]			112						(112)			
A[illegible] (2[illegible])									9	9		9
[illegible]							11		(11)			
[illegible]			(2,597)	2,597								
[illegible]				2			(2)					
A[illegible]											(48)	(48)
D[illegible]											(5)	(5)
[illegible]							(27,990)			(27,990)		(27,990)

	Attributable to shareholders of the Company											
US$'000	Share capital	Treasury shares	Capital reserve	Statutory reserve	Revaluation reserve	Other reserve	Retained earnings	Foreign currency translation reserve	Share option reserve	Total	Non-controlling interests	Total equity
GROUP												
YTD 3QCY10												
B[illegible] 31.12.2009	98,656	(1,356)	2,702	3,612	2,167	166	246,498	13,701	1,919	368,065	9,264	377,329
Changes in equity for YTD 3QCY10												
[illegible]							63,605	2,856		66,461	656	67,117
[illegible]	15,823									15,823		15,823
[illegible]			1,711						(1,711)			
[illegible]									28	28		28
[illegible]							126		(126)			
[illegible]			(2,597)	2,597								
[illegible]				189			(189)					
[illegible]											(48)	(48)
D[illegible]							(46,460)			(46,460)	(392)	(46,852)
[illegible]							(27,990)			(27,990)		(27,990)
B[illegible] 30.9.2010	114,479	(1,356)	1,816	6,398	2,167	166	235,590	16,557	110	375,927	9,480	385,407
YTD 3QCY09												
B[illegible] 31.12.2008	98,656	(1,356)	2,702	3,606	1,447	166	219,582	13,303	1,764	339,870	9,606	349,476
Changes in equity for YTD 3QCY09												
[illegible]							27,913	1,282		29,195	(52)	29,143
[illegible]				6			(6)					
[illegible]									140	140		140
[illegible]							28		(28)			
D[illegible]							(18,783)			(18,783)	(454)	(19,237)
B[illegible] 30.9.2009	98,656	(1,356)	2,702	3,612	1,447	166	228,734	14,585	1,876	350,422	9,100	359,522

US$'000	Share capital	Treasury shares	Capital reserves	Retained earnings	Share option reserve	Total equity
COMPANY						
3QCY10						
B[illegible] 30.6.2010	113,599	(1,356)	1,049	114,611	6	227,909
Changes in equity for 3QCY10						
[illegible]				(346)		(346)
[illegible]	880					880
[illegible]			6		(6)	
D[illegible]				(27,990)		(27,990)
B[illegible] 30.9.2010	114,479	(1,356)	1,055	86,275		200,453
3QCY09						
B[illegible] 30.6.2009	98,656	(1,356)		25,213	1,021	123,534
Changes in equity for 3QCY09						
[illegible]				(297)		(297)
A[illegible]					21	21
B[illegible] 30.9.2009	98,656	(1,356)		24,916	1,042	123,258

US$'000	Share capital	Treasury shares	Capital reserves	Retained earnings	Share option reserve	Total equity
COMPANY						
YTD 3QCY10						
B[illegible] 31.12.2009	98,656	(1,356)		52,048	1,062	150,410
Changes in equity for YTD 3QCY10						
[illegible]				108,665		108,665
[illegible]	15,823					15,823
[illegible]			1,055		(1,055)	
A[illegible] ([illegible])					5	5
[illegible]				12	(12)	
D[illegible]				(46,460)		(46,460)
D[illegible]				(27,990)		(27,990)
B[illegible] 30.9.2010	114,479	(1,356)	1,055	86,275		200,453
YTD 3QCY09						
B[illegible] 31.12.2008	98,656	(1,356)		29,095	979	127,374
Changes in equity for YTD 3QCY09						
[illegible]				14,604		14,604
A[illegible] ([illegible])					63	63
D[illegible]				(18,783)		(18,783)
B[illegible] 30.9.2009	98,656	(1,356)		24,916	1,042	123,258

1(e)(ii) Details of any changes in the company's share capital arising from rights issue,

[illegible] 1 [illegible] 2010 [illegible] 30 [illegible] 2010 [illegible]:

Date of grant	Subscription price per share (US$)	Outstanding balance as at 1.7.2010	Lapsed	Exercised	Outstanding balance as at 30.9.2010	Expiry date
29 [illegible] 2005	2.375	60,000	-	(60,000)	-	4 [illegible] 2010
12 D[illegible] 2006	2.400	706,000	(15,000)	(307,500)	383,500	12 [illegible] 2011
TOTAL		**766,000**	**(15,000)**	**(367,500)**	**383,500**	

[illegible] 3 C 10 [illegible] 2008 [illegible] 9 [illegible] 2008.

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

[illegible] 3 C 10 [illegible].

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

[illegible].

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

[illegible] 31 D[illegible] 2009.

5. 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.

United States cents		3QCY10	3QCY09	YTD 3QCY10	YTD 3QCY09
E[illegible]					
5.1	B[illegible]	11.50	7.91	34.59	15.60
	E[illegible] ('000)	186,467	178,887	183,898	178,887
5.2	[illegible]	11.50	7.91	34.52	15.60
	A[illegible] ('000)	186,526	178,887	184,256	178,887

6. 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	
US$	**30.9.2010**	**31.12.2009**	**30.9.2010**	**31.12.2009**
[illegible] *	2.07	2.11	1.07	0.84

* B[illegible] 186,604,562 [illegible] 30 S[illegible] 2010 (31 D[illegible] 2009: 178,887,062 [illegible]).

7. **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.**

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

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

[illegible]

9. 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.

[illegible]

[illegible]

[illegible]

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economics conditions, shifts in customer demands, customers and partners, and government and policy changes. You are cautioned not to place undue reliance on these forward-looking statements which are based on current view of management on future events.

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

[illegible]

11. Interested Persons Transactions

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (including transactions less than S$100,000 and excluding transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (including transactions less than S$100,000)	
US$'000	YTD 3QCY10	YTD 3QCY09	YTD 3QCY10	YTD 3QCY09
Purchases of goods and services				
[illegible]	-	-	41,093	19,056
[illegible]	2,713	-	54,035	37,365
[illegible]	491	351	-	-
[illegible]	-	-	3,799	6,998
[illegible]	-	-	5,389	898
[illegible]	-	-	438	138
[illegible]	-	-	30	18
[illegible]	2,092	1,261	-	-
[illegible]	531	255	-	-
[illegible]	10	-	-	-
[illegible]	-	-	4	25
[illegible]	-	-	68	1,556
	5,837	1,867	104,856	66,054
Provision of goods and services				
[illegible]	-	-	577	-
[illegible]	15	14	-	-
[illegible]	-	-	3,984	-
[illegible]	-	-	537	-
[illegible]	-	-	5,408	2,662
[illegible]	-	-	85	61
[illegible]	-	-	3,233	365
[illegible]	-	-	4,783	669
	15	14	18,607	3,757

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

[illegible] (**Company**) [illegible] (**Board**) [illegible] 30 [illegible] 2010 [illegible].

[illegible]

Chadwick Mok Cham Hung — *Vice-Chairman*

Chan Wing Kwan — *Director"*

[illegible]
Kingboard Chemical Holdings Limited
Chan Wing Kwan
Managing Director

[illegible], 2 [illegible] 2010

As at the date of this announcement, the board of directors of Kingboard consists of Messrs. Cheung Kwok Wing, Chan Wing Kwan, Chang Wing Yiu, Cheung Kwong Kwan, Ho Yin Sang, Cheung Wai Lin, Stephanie and Mok Cham Hung, Chadwick, being the executive directors, and Messrs. Cheng Wai Chee, Christopher, Henry Tan, Lai Chung Wing, Robert and Tse Kam Hung, being the independent non-executive directors.