



FULL YEAR 2008 FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT

Further to our full year 2008 Financial Statements and Dividend Announcement on 25 February 2009 ("Results Announcement") and clarification announcement on 2 March 2009, the Board of Directors of Gallant Venture Ltd advise further clarification requested by the Singapore Exchange and our reply as follows:

On Page 12, Paragraph 14, please provide a disclosure by sectors as required under Paragraph 14 of the results announcement.

The review of the Group's performance by business segments is as follows:

Industrial Parks

Net income from Industrial Parks operations reduced from S\$15.2 million in FY 2007 to FY 2008's S\$8.8 million. This was mainly due to:

- Approximately S\$4.5 million was due to changes in the proportion of common cost allocation, as recommended by subsidiary's auditor, between Industrial Parks and Utility business segment; and
- Approximately S\$2.4 million of one-time fair value accounting gain, recognised in FY2007, on customers' deposits.

Utilities

Net income from Utilities operations increased from S\$24.3 million in FY 2007 to S\$30.3 million in FY 2008. This was mainly due to:

- Higher utility revenue of approximately S\$4.4 million; and
- Approximately S\$4.5 million was due to changes in the proportion of common cost allocation between business segments as explained above.

Resort Operations

Net loss from Resort Operations increased from S\$7.0 million in FY 2007 to S\$9.5 million in FY 2008. The variance was mainly due to a lower resorts rental income of approximately S\$1.9 million.

Property Development

Contribution from Property Development division reduced from a profit of S\$4.7 million in FY 2007 to net loss of S\$6.3 million in FY 2008. This was mainly due to:

GALLANT VENTURE LTD

Registration Number: 200303179Z

991A Alexandra Road #02-06/07
Singapore 119969

Tel +65 63893535

Fax +65 63967758

www.gallantventure.com



- Lower land sale revenue of S\$0.5 million as compared to S\$13.9 million in FY2007;
- Higher operating expenses with the commencement of Lagoi Bay Development project; and
- Higher marketing expenses due to the launch of Lagoi Bay Development project.

Corporate

Net loss from corporate division increased from S\$1.8 million in FY 2007 to S\$2.6 million in FY 2008. This was mainly due to higher office rentals and other office related expenses, and higher marketing and corporate communications expenses.

BY THE ORDER OF THE BOARD

CHOO KOK KIONG
COMPANY SECRETARY
3 March 2009