CENTILLION
Environment & Recycling

CENTILLION ENVIRONMENT & RECYCLING LIMITED
(Company Registration No. 199206445M)

UNAUDITED RESULTS FOR THE THIRD QUARTER ENDED 31 MARCH 2009

1(a)(i) *STATEMENT OF PROFIT AND LOSS FOR THE THIRD QUARTER ENDED 31 MARCH 2009*

	GROUP			GROUP		
	3 months ended 31/3/09 $'000	**3 months ended 31/3/08** $'000	**+ / (-)** %	**9 months ended 31/3/09** $'000	**9 months ended 31/3/08** $'000	**+ / (-)** %
Revenue	**17,347**	**29,314**	**(40.8)**	**64,659**	**52,557**	**23.0**
Cost of sales	(16,204)	(26,438)	(38.7)	(62,595)	(46,251)	35.3
Gross profit	**1,143**	**2,876**	**(60.3)**	**2,064**	**6,306**	**(67.3)**
Other income	109	1,158	(90.6)	471	2,366	(80.1)
Distribution expenses	(708)	(268)	164.2	(1,892)	(724)	161.3
Administrative expenses	(3,489)	(3,613)	(3.4)	(11,429)	(10,016)	14.1
Other expenses	136	(323)	(142.1)	(12,448)	(12,906)	(3.5)
Results from operating activities	(2,809)	(170)	1,552.4	(23,234)	(14,974)	55.2
Finance expense	(267)	(383)	(30.3)	(741)	(729)	1.6
Loss before income tax	**(3,076)**	**(553)**	**456.2**	**(23,975)**	**(15,703)**	**52.7**
Tax benefit/(expense)	414	(272)	(252.2)	1,604	(667)	(340.5)
Loss for the period	**(2,662)**	**(825)**	**223**	**(22,371)**	**(16,370)**	**36.7**

Note: The Company changed its financial year end from 31 December to 30 June on 16 November 2007.
Unaudited results are announced for the quarter and nine months ended 31 March 2009 covering period from 1 January 2009 to 31 March 2009 and 1 July 2008 to 31 March 2009 respectively. For comparative purpose, the results for the corresponding periods from 1 January 2008 to 31 March 2008 and 1 July 2007 to 31 March 2008 are disclosed.

1(a)(ii) *BREAKDOWN OF TURNOVER AND LOSS AFTER TAXATION*

	GROUP		
	2009 $'000	**2008** $'000	**+ / (-)** %
Turnover reported for first half year	47,312	23,243	103.6
(Loss) after taxation reported for first half year	(19,709)	(15,545)	26.8
Turnover reported for third quarter	17,347	29,314	(40.8)
(Loss) after taxation reported for third quarter	(2,662)	(825)	222.7
Turnover reported for first nine months	64,659	52,557	23.0
(Loss) after taxation reported for first nine months	(22,371)	(16,370)	36.7

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1(a)(iii) ***BREAKDOWN AND EXPLANATORY NOTES TO STATEMENT OF PROFIT AND LOSS***

	GROUP			GROUP		
	3 months ended 31/3/09 $'000	3 months ended 31/3/08 $'000	+ / (-) %	9 months ended 31/3/09 $'000	9 months ended 31/3/08 $'000	+ / (-) %
1.1 Loss before income tax is arrived at after charging the following:						
Depreciation and amortisation	407	456	(10.7)	1,276	1,746	(26.9)
Operating lease expense	700	593	18.0	1,786	852	109.6
Exchange loss/(gain)	(596)	399	(249.4)	589	307	91.9
Allowance for doubtful debts/(written back)	(693)	(103)	572.8	531	(124)	(528.2)
Impairment loss on goodwill	-	-	N.M.	8,634	-	N.M.
Impairment loss on plant & machinery	(450)	-	N.M.	1,066	-	N.M.
Impairment loss/(reversal) on inventory	(31)	223	(113.9)	2	223	(99.1)
Provision for settlement of assertion from a professional service firm	-	-	N.M.	-	12,030	(100.0)
Plant and machinery written off	-	-	N.M.	-	97	(100.0)
Interest expenses on borrowing	231	451	(48.8)	708	777	(8.9)
Finance charges payable under finance lease	36	20	80.0	53	40	32.5
Restructuring Cost	1,517	-		1,517	-	N.M.
1.2 Other income comprises:						
Gain on disposal of non-current assets	-	948	(100.0)	1	1,896	(99.9)
Rental income	127	127	-	382	382	-
Interest income	2	17	(88.2)	7	71	(90.1)

1.3 Deterioration in global economy and commodity prices in general resulted in a significantly lower revenue in the current quarter as compared to that of the previous quarter and that of the comparative quarter. The Group's revenue for current 9 month-period was higher than that of the comparative period principally because of inclusion of Metech's revenue subsequent to its acquisition in October 2007.

1.4 The Group achieved a lower gross profit margin of approximately 6.6% (2008: 9.8%) and 3.2% (2008: 12.0%) for the quarter and 9-month period respectively. Comparatively, these gross profit margins were lower principally due to excesses in US precious metal recovery and UK CRT recycling capacities and steep deterioration of precious metal prices. As precious metal prices stabilised, the Group's overall gross margin improved during the current quarter.

1.5 Arising from the termination of joint venture agreement in respect of Centeonyx in Singapore and cessation of CRT recycling in UK, details of which has been announced by the Company on 11 March 2009 and also in the Company's responses to the SGX-ST queries on 20 March 2009, the Group recognised the following restructuring costs and revisions to allowance for doubtful debts and impairment loss of fixed assets during the quarter in accordance with the disclosures as given in the past announcements and there have been no further material adjustments made since the disclosures made in these announcements:

	$'000
Provision for onerous contract arising from termination of lease by Centeonyx	1,000
Closure costs of Centeonyx	194
Restructuring costs of UK operation	323
	1,517
Allowance for Doubtful Debts written back - Centeonyx	(634)
Impairment loss of plants and machinery written back - Centeonyx	(450)
	(1,084)

Details of termination of joint venture agreement and nature of provision for onerous contract had been previously anounced on 11 March, 20 March and 4 April 2009.

1.6 Due to depreciation of SGD against GBP and USD during the current quarter, all overseas operations recorded foreign exchange gains arising from SGD based loans and liabilities, reversing a loss recorded in the preceding quarter.

1(b)(i) ***BALANCE SHEET***

	GROUP		COMPANY	
	31-Mar-09	**30-Jun-08**	**31-Mar-09**	**30-Jun-08**
	$'000	$'000	$'000	$'000
Current assets				
Cash and cash equivalents	1,675	11,120	86	4,219
Trade receivables	2,367	4,163	138	332
Other receivables	1,807	5,154	4,969	7,037
Inventories	11,825	20,131	-	-
	17,674	40,568	5,193	11,588
Non-current assets held for sale	500	-	-	-
	18,174	40,568	5,193	11,588
Non-current assets				
Property, plant and equipment	32,438	27,188	98	202
Subsidiaries	-	-	40,956	45,028
Joint venture	-	-	-	3,335
Land use right	2,769	2,562	-	-
Goodwill	11,824	16,032	-	-
Deferred tax assets	1,838	-	-	-
Restricted cash held in trust	668	589	-	-
	49,537	46,371	41,054	48,565
Total assets	**67,711**	**86,939**	**46,247**	**60,153**
Current liabilities				
Borrowings	5,096	12,748	-	-
Trade payables	4,435	4,613	5	280
Other payables	14,230	21,281	8,267	16,043
Current portion of finance lease liabilities	-	232	-	-
Income tax payable	403	749	-	-
	24,164	39,623	8,272	16,323
Non-current liabilities				
Borrowings	5,386	966	-	-
Finance lease liabilities	-	148	-	-
	5,386	1,114	-	-
Equity attributable to equity holders of the Company				
Share capital	141,756	131,650	141,756	131,650
Reserves	5,671	1,447	1,327	1,327
Accumulated losses	(109,266)	(86,895)	(105,108)	(89,147)
Total equity	38,161	46,202	37,975	43,830
Total liabilities and equity	**67,711**	**86,939**	**46,247**	**60,153**

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1(b)(i) ***BALANCE SHEET (cont'd)***

Significant changes are discussed below:

(a) Decrease in cash balances of the Group are mainly due to investments in Wuxi plant under construction and acquisition of GRX by the Company on 15 Aug 2008 and repayment of loan by Metech.

(b) Increase in Property, Plant & Equipment were principally due to additions of S$5.9 million in Wuxi plant under construction and unrealised translation foreign exchange gain of approximately S$0.7 million due to appreciation of RMB and USD from 30 June 2008.

(c) The Company recorded a total cost of investment in GRX of S$5.6 million comprising an initial cash payment of S$4.2 million (US$3 million) and an accrual for additional payment of S$1.5 million (US$1 million) payable before end of Dec 2009. The accrual has been included as part of Other Payables of the Company and the Group. The Group recognised a Goodwill of S$4.2 million.

(d) An impairment of goodwill on S$8.6 million was made against US operation due to the downward adjustment of Group's expected return from that region.

(e) In July 2007, Metech successfully refinanced its secured subordinated note via a long term mortgage loan from a bank in USA. The mortgage loan has a principal amount of US$2.88 million (S$3.92 million) and matures on 31 July 2018. This mortgage loan is now reported as borrowings under non current liabilities. Additionally, Metech repaid some US$3.1 million (S$4.5 million) revolving credit due to lower demand to finance its working capital.

(f) In March 2009, China subsidiary successfully secured a term loan of RMB$10 million by pledging its land use right to a bank in China. As at 31 March 2009, Wuxi had drawdown RMB $3 million (S$0.7 million) from this facility.

(g) Other Payables

Reduction in Other Payables were due to an outstanding sum of S$12 million arising from a S$12.9 million (inclusive of GST of $0.8 million) settlement agreement entered into in April 2008 with a professional service firm in respect of its assertion for outstanding fees and applicable GST. The entire amount was converted to 1.198 billion new shares as full settlement of the liabilities amounting to S$10.17 million (inclusive of GST of S$0.67 million) on 24 October 2008.

1(b)(ii) ***GROUP BORROWINGS***

	As at 31-Mar-09 $'000	As at 30-Jun-08 $'000
Amount repayable in one year		
Secured	5,096	12,748
	5,096	**12,748**
Amount repayable after one year		
Secured	5,386	1,114
	5,386	**1,114**

Bank loans amounting to $9.8 million as at 31 March 2009 is secured on property, plant and equipments of US subsidiaries.
Bank loans amounting to $0.7 million as at 31 March 2009 is secured on land right in China subsidiary.
As at 31 March 2009, UK subsidiary repaid its finance lease liabilities of $0.3 million that was secured mainly on certain plant and equipment.

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1(c) ***CASH FLOW STATEMENT FOR THE QUARTER ENDED 31 MARCH 2009***

	GROUP		GROUP	
	3 months ended 31/3/09 $'000	**3 months ended 31/3/08** $'000	**9 months ended 31/3/09** $'000	**9 months ended 31/3/08** $'000
Operating activities				
Loss before income tax	(3,075)	(553)	(23,974)	(15,705)
Adjustments:				
Depreciation and amortisation	407	456	1,276	1,746
(Reversal of) impairment loss on plant and equipment	(452)	-	1,064	-
(Gain) on disposal of property, plant and equipment	-	(948)	(1)	(1,866)
Plant and equipment written off	(26)	3	-	97
(Reversal of) impairment loss on doubtful receivables	(695)	-	368	145
Impairment loss on goodwill	-	-	8,634	-
(Reversal of) allowance for inventories	18	223	2	187
Waiver of creditor balances	-	-	-	(22)
(Gain) on reversal of finance lease liability	-	-	-	(189)
Provision for restructuring cost	1,517	-	1,517	-
Interest income	(2)	(17)	(7)	(71)
Interest expense	267	383	741	729
	(2,041)	(453)	(10,380)	(14,949)
Changes in working capital				
Trade and other receivables	(975)	501	4,827	175
Inventories	(709)	(3,631)	11,745	(4,964)
Trade and other payables	1,904	2,393	(1,852)	14,245
Cash (used in) / from operations	(1,821)	(1,190)	4,340	(5,493)
Interest received	2	17	7	63
Interest paid	(202)	(383)	(659)	(729)
Income tax paid	-	(18)	(15)	(54)
Cash flows (used in) / from operating activities	**(2,021)**	**(1,574)**	**3,673**	**(6,213)**
Investing activities				
Acquisition of a subsidiary, net of cash acquired (Note 1(c)(i))	231	-	(3,916)	(17,213)
Purchase of plant and equipment	(739)	(368)	(6,697)	(3,377)
Proceeds from sale of property, plant and equipment	78	3,150	84	15,714
Cash flows used in investing activities	**(430)**	**2,782**	**(10,529)**	**(4,876)**

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1(c) ***CASH FLOW STATEMENT FOR THE QUARTER ENDED 31 MARCH 2009 (cont'd)***

	GROUP		GROUP	
	3 months ended 31/3/09	**3 months ended 31/3/08**	**9 months ended 31/3/09**	**9 months ended 31/3/08**
Financing activities				
Repayment of borrowings	(854)	(2,412)	(5,072)	(7,508)
Repayment of long term liabilities	-	-	-	(9,840)
Payment of finance lease liabilities	(246)	(83)	(330)	(216)
Proceeds from convertible notes issuance, net of expenses	-	-	(63)	23,876
Exercise of share options to ordinary shares	-	-	-	16,100
Cash flows from / (used in) financing activities	**(1,100)**	**(2,495)**	**(5,465)**	**22,412**
Net increase / (decrease) in cash and cash equivalents	(3,551)	(1,287)	(12,321)	11,323
Cash and cash equivalents at beginning of period	3,796	16,049	11,120	3,336
Effect of exchange rate fluctuation on cash held	1,430	7	2,876	110
Cash and cash equivalents at end of period	1,675	14,769	1,675	14,769

1(c)(i) The effect of acquisition of the subsidiaries on the individual assets and liabilities is set out below:

Property, plant & equipment	250	-	510	7,579
Inventories	83	-	1,400	13,042
Trade and other receivables	430	-	922	4,201
Cash and cash equivalents	231	-	314	534
Trade and other payables	(994)	-	(1,435)	(5,805)
Amount due to bankers	-	-	(150)	(6,262)
Long-term liabilities	-	-	(194)	(9,104)
Net asset acquired	-	-	1,367	4,185
(Negative Goodwill)/ Goodwill on acquisition	-	-	4,273	13,562
Purchase consideration	-	-	5,640	17,747

The acquisition of a subsidiary company, net of cash is represented by:

Purchase consideration	-	-	5,640	17,747
Less: Accrual for purchase consideration	-	-	(1,410)	-
Cash paid	-	-	4,230	17,747
Less: Bank and cash balances acquired	(231)	-	(314)	(534)
Net cash (Inflow)/outflow	(231)	-	3,916	17,213

Analysis of Cash Flow

The Group generated a negative cash flow of S$1.8 million for the current quarter were primarily due to the increase in inventory in US operation.

The Group acquired GRX in Aug 2008 for US$4 million (S$5.6 million), the cash effect of which had been set out above. The Group further invested some S$5.5 million in capital equipment, principally in its plant under construction in Wuxi, China.

During the quarter, UK subsidiary fully repaid approximately S$0.2 million of its remaining hire purchase liabilities.

1(d)(i) ***STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2009***

Group	Share Capital $'000	Currency Translation Reserve $'000	Share Option Reserve $'000	Accumulated Losses $'000	Total Equity $'000
At 1 January 2008	126,042	(280)	1,327	(85,698)	41,391
Translation differences relating to financial statements of foreign subsidiaries	-	(159)	-	-	(159)
Net loss recognised directly in equity	-	(159)	-	-	(159)
Net loss for the period	-	-	-	(825)	(825)
Conversion of convertible notes to ordinary shares	5,650	-	-	-	5,650
At 31 March 2008	131,692	(439)	1,327	(86,523)	46,057
At 1 January 2009	141,756	2,934	1,327	(106,604)	39,413
Translation differences relating to financial statements of foreign subsidiaries	-	1,410	-		1,410
Net gain recognised directly in equity	-	1,410	-	-	1,410
Net loss for the period	-	-	-	(2,662)	(2,662)
At 31 March 2009	141,756	4,344	1,327	(109,266)	38,161
Company					
At 1 January 2008	126,042	-	1,327	(86,344)	41,025
Net loss for the period	-	-	-	(1,538)	(1,538)
Conversion of convertible notes to ordinary shares	5,650	-	-	-	5,650
At 31 March 2008	131,692	-	1,327	(87,882)	45,137
At 1 January 2009	141,756	-	1,327	(102,871)	40,212
Net loss for the period	-	-	-	(2,237)	(2,237)
At 31 March 2009	141,756	-	1,327	(105,108)	37,975

1(d)(ii) ***CHANGES IN COMPANY'S SHARE CAPITAL***

During 3Q 2009, the company did not issue any ordinary shares.

As at 31 March 2009, there were unexercised options for 13,830,000 (31 March 2008: 15,280,000) unissued ordinary shares under the employee share option plan.

1(d)(iii) ***TOTAL NUMBER OF ISSUED SHARES***

As at 31 March 2009, the number of ordinary shares issued were 6,181,488,469 (31 March 2008: 4,983,088,469).

1(d)(iv) ***MOVEMENT IN TREASURY SHARES***

Not applicable.

2 ***AUDIT***

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

3 ***AUDITORS' REPORT***

Not applicable.

4 ***ACCOUNTING POLICIES***

The same accounting policies and methods of computation as in the most recently audited financial statements have been applied except as is disclosed in Section 5.

5 ***CHANGES IN ACCOUNTING POLICIES***

The Group and the Company have not applied the following accounting standards (including its consequential amendments) and interpretations that have been issued as of balance sheet date but are not yet effective:
- FRS 1 (revised 2008): Presentation of Financial Statements
- Amendments to FRS 1 (revised 2008): Amendments relating to puttable financial instruments and obligations arising on liquidation.
- FRS 23 (revised 2007): Borrowing Costs.
- Amendments to FRS 27: Amendments relating to cost of an investment in subsidiary, jointly controlled entity or associate.
- INT FRS 117: Distributions of Non-cash Assets to Owners.
- Amendments to FRS 32: Financial Instruments: Amendments relating to puttable Financial Instruments and Obligations Arising on Liquidation
- Amendments to FRS 39: Amendments relating to eligible hedged items.
- INT FRS 116: Hedges of a Net Investment in a Foreign Operation.
- Amendments to FRS 101: Amendments relating to cost of an investment in a subsidiary, jointly controlled entity or associate.
- Amendments to FRS 102: Amendments relating to vesting conditions and cancellations
- Improvements to FRSs

6 ***EARNING PER ORDINARY SHARE ("EPS")***

	GROUP			
	3 months ended 31/3/09	**3 months ended 31/3/08**	**9 months ended 31/3/09**	**9 months ended 31/3/08**
Loss per share for results from continuing operations attributable to equity holders of the company	Cents	Cents	Cents	Cents
- Basic	(0.05)	(0.02)	(0.39)	(0.42)
- Diluted	(0.05)	(0.02)	(0.39)	(0.42)

7 ***NET ASSET VALUE***

	GROUP		COMPANY	
	31-Mar-09	**30-Jun-08**	**31-Mar-09**	**30-Jun-08**
	Cents	Cents	Cents	Cents
Net asset value per ordinary share based on issued share capital as at the end of the period	0.62	0.93	0.61	0.88

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8 ***REVIEW OF GROUP PERFORMANCE***

(a) **Revenue**

	GROUP			GROUP		
	3 months ended 31/3/09 $'000	**3 months ended 31/3/08** $'000	**+ / (-)** %	**9 months ended 31/3/09** $'000	**9 months ended 31/3/08** $'000	**+ / (-)** %
US	15,844	27,133	-41.6	60,767	46,893	29.6
Singapore	665	1,521	-56.3	1,929	3,019	-36.1
UK	812	660	23	1,919	2,645	-27.4
China	26	-	N.M.	44	-	N.M.
Total	17,347	29,314		64,659	52,557	

US Operation
Continuous deterioration in the global economy and commodity prices in general resulted in a significantly lower revenue in the current quarter as compared to that of the preceding quarter and that of the comparative quarter. Comparing to the comparative quarter, total revenue had decreased by S$11.3 million or 42%, whereby precious metals revenue decreased by approximately 33% and other revenue (including EOL) decreased at a lower rate of 22%.

Singapore Operation
Lower quarter revenue were primarily due to the winding down of Centeonyx activities arising from the termination joint venture agreement in March 2009.

UK Operation
UK recorded significant collection of non-CRT materials and derive revenue from these materials during the quarter. Significant volumes and revenue were derived from Panasonic and a leading secured TV service provider in UK.

Higher revenue in comparative 9-month period was mainly due to fee revenue relating a significant one-time collection of CRT from a failed recycler. However, UK Operation subsequently lost two contracts that were significant in the prior period due to exportation of CRTs by these supplying recyclers. It also experienced significant downward pressure on its treatment fees for CRTs as its competitors continue to lower to their fees to secure volume.

China Operation
After successfully applied for restructuring of its share capital and regularised its corporate compliance obligations in Aug 2008, China Operation started its business with recycling of plastics and non-hazardous scraps and derived a small revenue during the quarter, as it focused in developing the market for recycling manufacturing electronic wastes in surrounding area of Wuxi, Jiangsu Province.

(b) **(Loss) / Profit Before Income Tax**	**GROUP** **3 months ended 31/3/09** $'000	**GROUP** **3 months ended 31/3/08** $'000	**+ / (-)** %	**GROUP** **9 months ended 31/3/09** $'000	**GROUP** **9 months ended 31/3/08** $'000	**+ / (-)** %
US	(946)	885	-206.9	(13,189)	1,848	-813.7
Singapore	(1,517)	(467)	224.8	(7,401)	(15,421)	-52
UK	(119)	(671)	-82.3	(2,001)	(1,212)	65.1
China	(494)	(300)	64.7	(1,384)	(918)	50.8
Total	(3,076)	(553)		(23,975)	(15,703)	

8 ***REVIEW OF GROUP PERFORMANCE (cont'd)***

US Operation

US Operation suffered its operating loss of S$0.9 million during the current quarter as compared to a profit of S$0.9 million in comparative quarter. Significant reduction in revenue from lower volume of precious metals, lower prices of commodities and excess recovery capacities contributed to the loss. However, the stabilisation of precious metals prices narrowed its operating loss as compared to preceding quarter.

Losses for the current 9-month period was due to losses and a S$8.6 million impairment in value of goodwill recognised in the preceding quarter as the Group revised its expected return from US Operation.

Singapore Operation

Higher current quarter's loss as compared to the comparative quarter were primarily due to lower margin contribution as a result of lower revenue. Further, an one-off gain of S$948k on disposing a leasehold property was recorded in the comparative quarter.

UK Operation

UK Operation lowered its operating loss as compared to that of comparative quarter due to improved margin derived from processing non-CRT materials. Although, it recorded a restructuring cost of approximately S$0.3 million in the current quarter, it was offset by unrealised exchange gain of approximately S$0.37 million due to depreciation of SGD relating to its Singapore dollar based loans.

China Operation

The loss in the China operation is largely due to pre-operational costs relating to project administrative costs, payroll and depreciation of non-operating assets. Higher loss in current quarter was mainly due to increase pace and activities.

9 ***SEGMENTED REVENUE AND RESULTS FOR GEOGRAPHICAL SEGMENTS***

See item 8.

10 ***VARIANCE FROM PROSPECT STATEMENT***

No variance from previous prospect statement made.

11 *PROSPECT*

The Group is reviewing the final mandates to appoint professional advisors for purpose of raising fund via a rights issue as previously announced, details of which shall be announced separately.

The Group will continue to be adversely affected by the depressed commodity prices and uncertainty in the global economy.

Since the termination of joint venture agreement, the Group had lost its primary sub-tenant for its leased premise. It is exploring the possibility of subletting vacant area of the said premise. In additions, the Group is evaluating the viability of a reconfigured and scaled-down Singapore operation to service its existing key customers. Excess plant and machineries will be shipped to a subsidiary in China. Given that provisions already recognised for impairment loss on plant & machineries of S$1.1 million and for onerous contract of S$1 million in relation to Singapore Operation, no further impairment will be expected.

The merger of Metech and GRX will streamline its operation in US and should benefit from savings from processing of CRT internally in US after the commissioning of redeployed CRT recycling line by mid June.

China Operation has obtained its Hazardous Wastes Collection License in late December 2008. The Wuxi plant had been successfully commissioned and currently undergoing testing and certification by local authorities until end May. During this period, China Operation is free to procure and process materials.

Barring unforeseen circumstances, the Group expects to incur a loss for the year ending 30 June 2009.

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 results of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies and venues for the sale / distribution of goods and services, shifts in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, and governmental and public 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.

12 *DIVIDENDS*

No dividend for the period ended 31 March 2009 is recommended.

BY ORDER OF THE BOARD

Tan San-Ju
Company Secretary
Date : 13 May 2009

CONFIRMATION BY THE BOARD

We, Chng Weng Wah and Richard Basil Jacob, being two Directors of Centillion Environment & Recycling 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 financial results for the quarter ended 31 March 2009 to be false or misleading in any material aspect.

On behalf of the Board of Directors

CHNG WENG WAH
Chairman

RICHARD BASIL JACOB
Executive Director &

Chief Executive Officer

Date : 13 May 2009