

News Release

OGAWA WORLD BERHAD RETURNS TO THE BLACK IN Q4 2009 *Company is Cautiously Optimistic About Prospects For The Current Year*

KUALA LUMPUR, 25 August 2009 – Ogawa World Berhad (Ogawa), has returned to the black with a pre-tax profit of RM3.72 million for the fourth quarter ended 30 June 2009 compared with a loss of RM7.82 million in the previous corresponding period.

This was achieved on the back of a 9.48 percent jump in revenue to RM42 million while operating expenses fell by a substantial 19.64 per cent.

The Q4 09 results also compare favourably with the RM0.3 million loss in Q3 09

Despite the improved performance in Q4 09, Ogawa posted a pre-tax loss of RM11.18 million for the year ended 30 June 2009 compared with RM8.56 million previously.

“The better results in Q4 09 were due to higher sales and margins, cost controls and partial reversal of provisions for doubtful debts that has since been recovered,” said Louis Chong, Executive Director, Ogawa World Berhad.

“The introduction of a new range of products also helped boost revenue. We will redouble our efforts to come out with innovative new products to cater to a wider segment of customers,” Chong added.

He said the company is cautiously optimistic about prospects and barring unforeseen circumstances the Group expects to improve its performance in the current year. With the global and Malaysian economy improving, the company feels it is timely to embark on expansion plans put on hold because of the global financial crisis.

“The company will continue to explore new market opportunities and pursue a steady but cautious geographical expansion programme to achieve our vision to be a global player,” Chong said.

About Ogawa World Berhad

Listed on the Main Board of Bursa Securities on 18 April 2007, Ogawa World Berhad is a home-grown company principally involved in the design and development, marketing, retailing and distribution, and servicing of health care equipment and supplementary appliances under its own its own trademark-registered brand names, OGAWA and DEKI.

Currently, the Group has 150 outlets throughout Malaysia, Singapore, China and Hong Kong and 38 sole distributors in Indonesia, Australia, Vietnam, Myanmar and the Kingdom of Saudi Arabia.

Its emphasis on innovative product designs and strong brand development has accorded the Group with a number of prestigious awards including Best International Brand Award 2004/2005 and Superbrands Malaysia 2005, as well as being awarded the first overseas accreditation by Superbrands Singapore, under the Consumers' Choice category in 2006.

For more information about Ogawa World Berhad, please visit www.ogawaworld.net.

Issued on behalf of **Ogawa World Berhad** by Quattro Communications Sdn Bhd. Please direct all media queries to Yong Kwai Meng (yong@quattro.com.my) at Tel: 03-7804 3088 or 012-655 9388.
