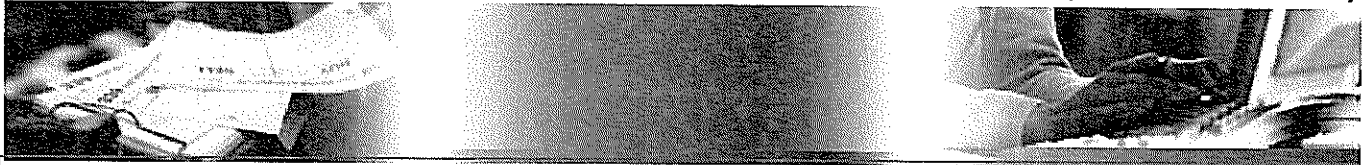




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Announcement Title	SECOND QUARTER FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT
Announcement Category	FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT

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UNAUDITED RESULTS FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2009

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3) HALF YEAR AND FULL YEAR RESULTS

The Directors of Leren Bio-Chem Ltd wish to announce the unaudited results of the Group for the second quarter ended 30 September 2009 ("2Q FY 2010") and half year ("1H FY 2010") ended 30 September 2009

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

Income Statements

	Group		+ / (-) %	Group		+ / (-) %
	2nd Qtr ended	2nd Qtr ended		1st Half Yr ended	1st Half Yr ended	
	30.09.09	30.09.08		30.09.09	30.09.08	
	S\$'000	S\$'000		S\$'000	S\$'000	
Revenue						
Construction income	-	1	NM	-	6	NM
Interest income	-	-	NM	-	1	NM
Other income	67	358	(81)	117	413	(72)
Total revenue	67	359	(81)	117	420	(72)
Items of expenses						
Raw materials and consumables used	-	(1)	NM	-	(5)	NM
Staff costs	(329)	(635)	(48)	(760)	(1,323)	(43)
Share-based payment	(91)	(1,087)	(92)	(1,037)	(2,410)	(57)
Other expenses	(276)	(575)	(52)	(713)	(1,212)	(41)
Finance costs	(30)	(32)	(6)	(61)	(63)	(3)
Share of results of an associated company	(441)	(751)	(41)	(842)	(1,398)	(40)
Loss before taxation	(1,100)	(2,722)	(60)	(3,296)	(5,991)	(45)
Taxation	-	11	NM	-	(25)	NM
Loss for the period	(1,100)	(2,711)	(59)	(3,296)	(6,016)	(45)

Consolidated Statement of Comprehensive Income for the 2nd Quarter and Half year ended 30 September 2009

	Group			Group		
	2nd Qtr ended	2nd Qtr ended		1st Half Yr ended	1st Half Yr ended	
	30.09.09	30.09.08		30.09.09	30.09.08	
	S\$'000	S\$'000		S\$'000	S\$'000	
Loss, net of tax	(1,100)	(2,711)	(59)	(3,296)	(6,016)	(45)
Other comprehensive income (taken directly to equity)						
Exchange (loss)/ gain on foreign translation	(5)	(2)	150	(12)	-	NM
Net value changes on available-for-sale financial assets	190	81	135	297	(46)	NM
Other comprehensive income/(expense) for the period, net of tax	185	79	134	285	(46)	NM
Total comprehensive expense for the period	(915)	(2,632)	(65)	(3,011)	(6,062)	(50)

Notes to Income Statements

The following items were charged/(credited) to the income statements:

	Group		+ / (-) %	Group		+ / (-) %
	2nd Qtr ended	2nd Qtr ended		1st Half Yr ended	1st Half Yr ended	
	30.09.09	30.09.08		30.09.09	30.09.08	
	S\$'000	S\$'000		S\$'000	S\$'000	
Depreciation of property, plant and equipment	20	21	(4)	41	42	(2)
Exchange (gain)/ loss	(2)	15	NM	11	123	(91)
(Over)/underprovision for taxation in respect of previous year	-	(11)	NM	-	25	(100)

NM: Not meaningful.

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

Balance Sheets

	Group		Company	
	Audited		Audited	
	30 Sep 2009	31 Mar 2009	30 Sep 2009	31 Mar 2009
	S\$'000	S\$'000	S\$'000	S\$'000
Non current assets				
Property, plant and equipment	117	158	104	142
Subsidiaries	-	-	842	842
Associated companies	12,655	13,497	17,793	17,793
Other investment	469	172	469	172
Other assets	200	200	200	200
	<u>13,441</u>	<u>14,027</u>	<u>19,408</u>	<u>19,149</u>
Current assets				
Trade receivables	40	30	-	-
Other receivables	122	118	33	62
Prepayments	166	155	41	32
Amounts owing by subsidiaries	-	-	507	604
Amounts owing by associated companies	369	387	369	387
Amounts owing by related parties	820	2,240	7	7
Cash and bank balances	162	209	57	90
	<u>1,679</u>	<u>3,139</u>	<u>1,014</u>	<u>1,182</u>
Current liabilities				
Amounts due to bankers	2,206	2,435	2,206	2,435
Trade payables	333	326	271	271
Other payables	2,266	1,960	2,056	1,848
Provision for warranty and defects	214	218	-	-
Provision for litigation claims	430	430	430	430
Amounts owing to subsidiaries	-	-	643	-
Amounts owing to related parties	303	436	31	31
	<u>5,752</u>	<u>5,805</u>	<u>5,637</u>	<u>5,015</u>
Net current liabilities	(4,073)	(2,666)	(4,623)	(3,833)
Non current liabilities				
Hire purchase creditors	(89)	(108)	(89)	(108)
Net assets	<u>9,279</u>	<u>11,253</u>	<u>14,696</u>	<u>15,208</u>
Equity attributable to equity holders of the parent				
Share capital	23,353	22,316	23,353	22,316
Accumulated losses	(13,549)	(10,253)	(8,120)	(6,274)
Fair value reserve	(537)	(834)	(537)	(834)
Translation reserve	9	21	-	-
	<u>9,276</u>	<u>11,250</u>	<u>14,696</u>	<u>15,208</u>
Minority interest	3	3	-	-
Total equity	<u>9,279</u>	<u>11,253</u>	<u>14,696</u>	<u>15,208</u>

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

Amount repayable in one year or less, or on demand

As At 30 Sep 2009	
Secured	Unsecured
S\$'000	S\$'000
27	2,206

As At 31 Mar 2009	
Secured	Unsecured
S\$'000	S\$'000
15	2,435

Amount repayable after one year

As At 30 Sep 2009	
Secured	Unsecured
S\$'000	S\$'000
89	-

As At 31 Mar 2009	
Secured	Unsecured
S\$'000	S\$'000
108	-

Details of any collateral

The secured borrowings are in relation to assets acquired under hire purchase financing.

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

Cash Flow Statements

	Group		Group	
	2nd Qtr ended 30.09.09 S\$'000	2nd Qtr ended 30.09.08 S\$'000	1st Half Yr ended 30.09.09 S\$'000	1st Half Yr ended 30.09.08 S\$'000
Cash flow from operating activities				
Loss before taxation	(1,100)	(2,722)	(3,296)	(5,991)
Adjustments for:				
Depreciation of property, plant and equipment	20	21	41	42
Share-based payment	91	1,087	1,037	2,410
Interest expense	30	32	61	63
Interest income	-	-	-	(1)
Share of results of an associated company	441	751	842	1,398
Operating loss before change in working capital	(518)	(831)	(1,315)	(2,079)
Decrease/(Increase) in receivables	34	107	(14)	98
Increase in prepayments	(9)	(104)	(11)	(112)
Increase/(decrease) in payables	102	759	309	708
Decrease/(increase) in amount due from associated companies	21	(12)	18	(397)
Decrease in amount due from related parties	545	83	1,287	158
Cash generated from / (used in) operations	175	2	274	(1,624)
Interest received	-	-	-	1
Interest paid	(30)	(32)	(61)	(63)
Income taxes paid	-	-	-	(36)
Net cash generated from / (used in) operating activities	145	(30)	213	(1,722)
Cash flow from investing activities				
Purchase of property, plant and equipment	-	-	-	(1)
Net cash used in Investing activities	-	-	-	(1)
Cash flow from financing activities				
Payments made to bankers and financial institutions	(60)	-	(60)	-
Payment made to hire purchase creditors	(12)	(5)	(19)	(9)
Net cash used in financing activities	(72)	(5)	(79)	(9)
Net increase/ (decrease) in cash and cash equivalents	73	(35)	134	(1,732)
Cash and cash equivalents at beginning of the period	(1,372)	(899)	(1,426)	796
Effect of exchange differences on opening balance	(5)	(2)	(12)	-
Cash and cash equivalents at end of the period	(1,304)	(936)	(1,304)	(936)
Cash and cash equivalents comprise the following:-				
Cash at bank and in hand			162	162
Bank overdraft			(1,466)	(1,798)
Fixed deposits			-	700
			(1,304)	(936)

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

STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2009

Changes in equity - Group (S\$'000)	Attributable to equity holders of the Company				Total	Minority Interest	Total Equity
	Share Capital	Accum. Losses	Fair Value Reserve	Translation Reserve			
As at 1 July 2009	23,262	(12,449)	(727)	14	10,100	3	10,103
Total comprehensive expense for the period	-	(1,100)	190	(5)	(915)	-	(915)
Issue of new ordinary shares	91	-	-	-	91	-	91
As at 30 Sep 2009	23,353	(13,549)	(537)	9	9,276	3	9,279
As at 1 July 2008	125,445	(109,601)	(639)	34	15,239	4	15,243
Total comprehensive expense for the period	-	(2,711)	81	(2)	(2,632)	-	(2,632)
Issue of new ordinary shares	1,041	-	-	-	1,041	-	1,041
Capital reduction	(105,170)	105,170	-	-	-	-	-
As at 30 Sep 2008	21,316	(7,142)	(558)	32	13,648	4	13,652

Changes in equity Company (S\$'000)	Attributable to equity holders of the Company			
	Share Capital	Accum. Losses	Fair Value Reserve	Total
As at 1 July 2009	23,262	(7,633)	(727)	14,902
Total comprehensive expense for the period	-	(487)	190	(297)
Issue of new ordinary shares	91	-	-	91
As at 30 Sep 2009	23,353	(8,120)	(537)	14,696
As at 1 July 2008	125,445	(107,089)	(639)	17,717
Total comprehensive expense for the period	-	(1,409)	81	(1,328)
Issue of new ordinary shares	1,041	-	-	1,041
Capital reduction	(105,170)	105,170	-	-
As at 30 Sep 2008	21,316	(3,328)	(558)	17,430

- 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 or 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.

Shares granted to directors and staff under the Employee Share Award

	3 months ended 30 Sep 2009	3 months ended 30 Sep 2008
Balance at 1 July	2,442,500	9,602,000
Shares granted during the period	10,124,000	32,818,000
Shares issued during the period	(2,821,500)	(30,975,500)
Balance at 30 September	9,745,000	11,444,500

Warrants

	3 months ended 30 Sep 2009	3 months ended 30 Sep 2008
Balance at 1 July	166,084,027	166,084,027
Converted during the period	-	-
Balance at 30 September	166,084,027	166,084,027

Number of ordinary shares

	3 months ended 30 Sep 2009	3 months ended 30 Sep 2008
Balance at 1 July	1,413,620,120	1,353,642,620
Employee Share Awards	2,821,500	30,975,500
Balance at 30 September	1,416,441,620	1,384,618,120

There are no treasury shares in issue.

- 1d(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.

The number of issued shares as at 30 September 2009 was 1,416,441,620 (31 March 2009: 1,404,618,120).

- 1d(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of current financial period reported on.

Not applicable.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to review Financial Statements), or an equivalent standard).

The figures have not been audited or reviewed by the auditors, Messrs Ernst & Young.

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 financial statements have been prepared in compliance with the same accounting policies and method of computation adopted in the audited financial statements of the last financial year.

5. If there are any changes in the accounting policies and methods of computation, including any required by any accounting standard, what has changed, as well as the reasons for, and the effect of, the change

The Group adopted the following new and revised FRS that are mandatory for the financial periods beginning on or after January 2009.
 FRS 1 : Presentation of financial statements - Revised presentation
 FRS 23 : Borrowing Costs
 FRS 108: Operating segments

The adoption of new and revised FRS did not have any impact on the results of the Group for the financial period ended 30 Sept 2009.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

	2nd Qtr ended 30.09.09 Cents	2nd Qtr ended 30.09.08 Cents	1st Half Yr ended 30.09.09 Cents	1st Half Yr ended 30.09.08 Cents
Loss per ordinary share(cent)				
Basic	(0.07)	(0.20)	(0.23)	(0.44)
Diluted	(0.07)	(0.20)	(0.23)	(0.44)
Weighted average number of shares				
Basic	1,411,467,445	1,363,414,802	1,411,467,445	1,363,414,802
Diluted	1,411,467,445	1,363,414,802	1,411,467,445	1,363,414,802

7. Net asset value (for the issuer and the group) per ordinary share based on issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year.

	Group		Company	
	As at	As at	As at	As at
	30 Sep 2009	31 Mar 2009	30 Sep 2009	31 Mar 2009
Net asset value per ordinary share (cents)	0.66	0.80	1.04	1.08

Net asset value per ordinary share for the Group and Company is based on 1,416,441,620 (31 March 2009: 1,404,618,120).

8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

In 2Q FY 2010, the Group registered lower revenue of S\$67,000 as compared to S\$ 359,000 in 2Q FY 2009. However, the various cost control measures taken by the Group have enabled it to reduce the loss for the current period to S\$ 1.100 million compared to the loss of S\$2.711 million incurred for the same period last year. In particular, staff cost was reduced by 48% or S\$0.306 million due to reduction in head count. For balance sheet items, other payables increased from S\$1.960 million for the 2nd quarter last year to S\$2.266 million this year mainly due to accrual of liquidated damages payable for termination of lease for the Jurong Island Biofuel Project and accrual of additional wages payable to a director who became a non-executive director.

For 1H FY 2010, the decrease in revenue was S\$0.303 million with the Group registering a significantly lower loss of S\$3.296 million as compared to the loss of S\$6.016 million incurred for the same period last year. This was mainly due to lower expenses incurred as a result of the various cost control measures taken and the reduced share of losses of associated company.

As at 30th September 2009, as a result of the losses incurred, and the lower amount due from related parties, the net current liabilities were S\$4.073 million and total equity decreased to S\$9.279 million from S\$11.253 million as at 31 March 2009.

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

Not applicable

10. A commentary at the date of the announcement of the 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.

For the period under review, the associated company, Lereno Sdn Bhd ("LSB") secured higher sales and reduced its costs significantly despite difficult market conditions. As a result, the share of losses of associated company for the half year ended 30 September 2009 was lower than the same period last year by S\$556,000 or 40%. The measures taken by LSB will likely continue to improve its performance in the next 12 months.

The Company had announced on 23 September 2009 that its wholly owned Malaysian subsidiary, LBC Estate Holdings Sdn Bhd ("LBCEH") had signed a preliminary agreement to acquire 100% of the share capital of Jarak Nursery Sdn Bhd ("JN") which is in the business of research, cultivation and trading of jatropa seedlings to planters and producers of jatropa crude oil. Due diligence is currently being undertaken. The proposed acquisition is an important step towards realising LBC's stated business plan including the "vertical integration" to secure stable feedstock supplies for the LBC Group's biofuel production facilities and also, at the same time, for the LBC Group to engage in the trading of jatropa and other seedlings and biofuel related products. The proposed acquisition also meets part of the Company's strategy to secure alternative non-edible feedstock for the Group's biofuel production and, hence, to expand its biofuel production capacity and ultimately to increase its revenue.

The Company will also announce today that it has signed an agreement for a renounceable underwritten rights issue of up to 949,515,388 new ordinary shares in the capital of the Company at an issue price of S\$0.005 for each Rights Share, with up to 237,378,847 free warrants ("New Warrants"), each New Warrant carrying the right to subscribe for one (1) new ordinary share in the capital of the Company, on the basis of 3 Rights Shares for every 5 existing ordinary shares in the capital of the Company with one (1) New Warrant for every four (4) Rights Shares subscribed. Each New Warrant will carry the right to subscribe for one (1) New Share at an exercise price of S\$0.03 for each New Share. Mr Ong Puay Koon and Bin Tai Holdings Private Limited have given irrevocable undertakings to subscribe for their full rights entitlements ("Undertaken Shares"). The Rights Issue will be fully underwritten by the underwriter (less the Undertaken Shares). This Rights Issue is subject to approvals by SGX and other relevant authorities.

The Company intends to use the net proceeds from the Rights Issue and the eventual exercise of the New Warrants, if any, for the Group's working capital purposes such as repayment of bank borrowings and to support trading operations.

The Directors are of the opinion that after taking into consideration the present bank facilities and the net proceeds of the Rights Issue, the working capital available to the Group is sufficient to meet its requirements for the foreseeable future.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended 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/recommended, a statement to that effect

No dividend has been declared/recommended for the second quarter.

13. Interested Person Transactions

The aggregate value of interested person transactions is as follows:-

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transaction conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S100,000)
	2Q10 S\$'000	2Q10 S\$'000
<u>Costs and expenses</u> Office rental billed by Sun Continental Investment & Trading Pte Ltd	-	80

14. Review by Catalyst Sponsor

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Collins Stewart Pte. Limited for compliance with the relevant rules of the SGX-ST. Collins Stewart Pte. Limited has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Alex Tan, Managing Director, Corporate Finance, Collins Stewart Pte. Limited at 77 Robinson Road #21-02 Singapore 068896, Telephone No. : (65) 6854 8160.

BY ORDER OF THE BOARD

ONG PUAY KOON
Managing Director and Chief Executive Officer
LERENO BIO-CHEM LTD
9 November 2009

Confirmation pursuant to Rule 705(5) of the SGX Listing Manual

We, ONG PUAY KOON and ONG CHOON LUI, being two directors of Lereno Bio-Chem Ltd ("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 second quarter and half year ended 30 September 2009 unaudited financial results to be false or misleading.

On behalf of the Board of Directors

ONG PUAY KOON
Managing Director and Chief Executive Officer
9 November 2009

ONG CHOON LUI
Executive Director