



IDT INTERNATIONAL LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 167)

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED MARCH 31, 2008

IDT INTERNATIONAL LIMITED is a holding company with subsidiaries engaged in the design, development, manufacture, and sales and marketing of innovative consumer electronic products featuring state-of-the-art liquid crystal display and microprocessor technology. Through its global distribution network, the Group fulfills the ever changing lifestyle needs of many global segments. These consumers can enjoy great experiences with the premium and innovative products that it develops.

FINANCIAL HIGHLIGHTS

- The Group turned around its business during the year, recording a profit of HK\$17.5 million compared to a loss of HK\$151.1 million, although turnover had a slight decrease of 4% to HK\$2,112.5 million
- Gross profit margin increased from 34% to 36%
- Total operating expenses decreased by 15% to HK\$738.6 million
- Improving inventory management
- Net cash increased by HK\$45.5 million to HK\$239.1 million

RESULTS

The directors (the “Directors”) of IDT International Limited (the “Company”) are pleased to announce the audited consolidated results of the Company and its subsidiaries (the “Group”) for the year ended March 31, 2008.

CONDENSED CONSOLIDATED INCOME STATEMENT

		Year ended March 31,	
		2008	2007
	<i>Notes</i>	<i>HK\$'m</i>	<i>HK\$'m</i>
		(Audited)	(Audited)
Turnover	3	2,112.5	2,204.0
Cost of goods sold		(1,358.5)	(1,457.6)
		<hr/>	<hr/>
Gross profit		754.0	746.4
Other operating income		71.3	38.7
Research and development costs		(89.0)	(102.9)
Distribution and selling expenses		(415.9)	(488.6)
Administrative expenses		(233.7)	(275.6)
Interest on bank and other borrowings wholly repayable within five years		(24.0)	(22.6)
		<hr/>	<hr/>
Profit/(loss) before taxation		62.7	(104.6)
Taxation	5	(41.5)	(30.6)
		<hr/>	<hr/>
Profit/(loss) for the year		21.2	(135.2)
		<hr/>	<hr/>
Attributable to:			
Equity holders of the Company		17.5	(151.1)
Minority interests		3.7	15.9
		<hr/>	<hr/>
		21.2	(135.2)
		<hr/> <hr/>	<hr/> <hr/>
Profit/(loss) per share	6		
– basic		0.70 cents	(6.29 cents)
		<hr/> <hr/>	<hr/> <hr/>
– diluted		N/A	N/A
		<hr/> <hr/>	<hr/> <hr/>

CONDENSED CONSOLIDATED BALANCE SHEET

	At March 31, 2008 (Audited) <i>HK\$'m</i>	At March 31, 2007 (Audited) <i>HK\$'m</i>
Non-current assets		
Property, plant and equipment	252.9	269.1
Intangible assets	78.1	83.8
Goodwill	34.6	34.0
Long-term bank deposits	–	273.0
Deferred tax assets	49.1	74.6
	414.7	734.5
Current assets		
Inventories	285.7	346.8
Property held for resale	–	5.5
Trade and other receivables	436.9	390.4
Tax reserve certificate	42.9	42.9
Taxation recoverable	1.5	2.1
Current portion of long-term deposit	117.0	–
Bank balances and cash	521.7	282.0
	1,405.7	1,069.7
Current liabilities		
Trade and other payables	323.1	353.9
Bills payables	7.2	4.7
Obligations under finance leases due within one year	3.1	0.4
Forward contract liabilities	0.2	3.2
Taxation payable	17.6	17.2
Bank loans due within one year	301.3	339.4
Bank overdrafts	12.6	17.3
	665.1	736.1
Net current assets	740.6	333.6
Total assets less current liabilities	1,155.3	1,068.1
Non-current liabilities		
Obligations under finance leases due after one year	4.3	0.9
Bank loans due after one year	78.5	–
Deferred tax liabilities	17.9	18.9
	100.7	19.8
Net assets	1,054.6	1,048.3
Capital and reserves		
Share capital	250.2	250.2
Reserves	543.5	533.3
Equity attributable to equity holders of the Company	793.7	783.5
Minority interests	260.9	264.8
Total equity	1,054.6	1,048.3

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Attributable to equity holders of the Company

	Properties		Share		Revenue reserve	Total	Minority interests	Total	
	Share capital	Share premium	revaluation reserve	options reserve					Translation reserve
	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	
	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	HK\$'m	
At April 1, 2006	208.5	69.1	27.9	1.2	0.9	507.9	815.5	256.4	1,071.9
Exchange differences arising from translation of financial statements of foreign operations recognised directly in equity	-	-	-	-	(6.8)	-	(6.8)	0.4	(6.4)
(Loss) / profit for the year	-	-	-	-	-	(151.1)	(151.1)	15.9	(135.2)
Total recognised income and expense for the year	-	-	-	-	(6.8)	(151.1)	(157.9)	16.3	(141.6)
Dividends	-	-	-	-	-	-	-	(7.9)	(7.9)
Issues of shares	41.7	83.4	-	-	-	-	125.1	-	125.1
Expenses incurred in connection with the issue of shares	-	(0.9)	-	-	-	-	(0.9)	-	(0.9)
Recognition of equity-settled share base payments	-	-	-	1.7	-	-	1.7	-	1.7
At March 31 & April 1, 2007	250.2	151.6	27.9	2.9	(5.9)	356.8	783.5	264.8	1,048.3
Exchange differences arising from translation of financial statements of foreign operations recognised directly in equity	-	-	-	-	(7.7)	-	(7.7)	0.6	(7.1)
Profit for the year	-	-	-	-	-	17.5	17.5	3.7	21.2
Total recognised income and expense for the year	-	-	-	-	(7.7)	17.5	9.8	4.3	14.1
Dividends	-	-	-	-	-	-	-	(8.2)	(8.2)
Recognition of equity-settled share base payments	-	-	-	0.4	-	-	0.4	-	0.4
At March 31, 2008	250.2	151.6	27.9	3.3	(13.6)	374.3	793.7	260.9	1,054.6

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Year ended March 31,	
	2008	2007
	(Audited)	(Audited)
	<i>HK\$'m</i>	<i>HK\$'m</i>
Net cash from operating activities	148.3	70.2
Net cash from/(used in) investing activities	84.3	(76.2)
Net cash from/(used in) financing activities	3.8	(65.3)
	<hr/>	<hr/>
Net increase/(decrease) in cash and cash equivalents	236.4	(71.3)
Cash and cash equivalents at April 1	264.7	334.6
Effect of foreign exchange rate changes	8.0	1.4
	<hr/>	<hr/>
Cash and cash equivalents at March 31	509.1	264.7
	<hr/> <hr/>	<hr/> <hr/>
Analysis of the balances of cash and cash equivalents:		
Bank balances and cash	521.7	282.0
Bank overdrafts	(12.6)	(17.3)
	<hr/>	<hr/>
	509.1	264.7
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Notes:

1. Basis of Preparation and Accounting Policies

The consolidated results were prepared in accordance with the Hong Kong Financial Reporting Standards (“HKFRSs”), which also include Hong Kong Accounting Standards (“HKASs”) and Interpretations, including Hong Kong (International Financial Reporting Interpretations Committee) Interpretations (“HK (IFRIC)-INT”), issued by the Hong Kong Institute of Certified Public Accountants (“the HKICPA”), and accounting principles generally accepted in Hong Kong.

2. Application of New and Revised Hong Kong Financial Reporting Standards (“HKFRSs”)

For the current year, the Group applied, for the first time, the following new standards, amendment and interpretations (“new HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”), which are effective for the Group’s financial year beginning 1 April 2007.

HKAS 1 (Amendment)	Capital disclosures
HKFRS 7	Financial instruments: Disclosures
HK(IFRIC) - INT 7	Applying the restatement approach under HKAS 29 Financial Reporting in Hyperinflationary Economies
HK(IFRIC) - Int 8	Scope of HKFRS 2
HK(IFRIC) - Int 9	Reassessment of embedded derivatives
HK(IFRIC) - Int 10	Interim financial reporting and impairment
HK(IFRIC) - Int 11	HKFRS 2: Group and treasury share transactions

The adoption of the new HKFRSs did not have material effect on how the Group’s results and financial position for the current or prior accounting periods were prepared. Accordingly, no prior period adjustment was required.

The Group applied the disclosure requirements under HKAS 1 (Amendment) and HKFRS 7 retrospectively. Certain information presented in prior year under the requirements of HKAS 32 was removed and the relevant comparative information based on the requirements of HKAS 1 (Amendment) and HKFRS 7 are presented the first time for the current year.

The Group had not early applied the following new, amended or revised standards, and interpretations that have been issued but not yet effective.

HKAS 1 (Revised)	Presentation of financial statements
HKAS 23 (Revised)	Borrowing costs
HKAS 27 (Revised)	Consolidated and separate financial statements
HKAS 32 and HKAS1 (Amendments)	Puttable financial instruments and obligations arising on liquidation
HKFRS 2 (Amendment)	Vesting conditions and cancellations
HKFRS 3 (Revised)	Business combinations
HKFRS 8	Operating segments
HK(IFRIC) - Int 12	Service concession arrangements
HK(IFRIC) - Int 13	Customer loyalty programmes
HK(IFRIC) - Int 14	HKAS 19 - The limit on a defined benefit asset, minimum funding requirements and their interaction

3. Segment information

An analysis of the Group's turnover and contribution to profit from operations by each principal business activity is as follows:

	Turnover		Contribution to Profit/(loss) from operations	
	2008 <i>HK\$'m</i>	2007 <i>HK\$'m</i>	2008 <i>HK\$'m</i>	2007 <i>HK\$'m</i>
Sales and manufacture of:				
LCD Consumer Electronic Products	947.2	1,025.6	(7.4)	24.3
Electronic Learning Products	773.7	730.0	131.2	14.1
Telecommunication, Digital Media and Other Consumer Electronic Products	391.6	448.4	(22.3)	(108.1)
	<u>2,112.5</u>	<u>2,204.0</u>	<u>101.5</u>	<u>(69.7)</u>
Interest income			6.3	4.7
Unallocated corporate expense			(21.1)	(17.0)
Finance costs			(24.0)	(22.6)
Profit/(loss) before taxation			62.7	(104.6)
Taxation			(41.5)	(30.6)
Profit/(loss) for the year			<u>21.2</u>	<u>(135.2)</u>

An analysis of the Group's turnover by geographical market is as follows:

	Turnover	
	2008 <i>HK\$'m</i>	2007 <i>HK\$'m</i>
Americas	867.2	966.0
Europe	918.1	889.4
Asia Pacific	327.2	348.6
	<u>2,112.5</u>	<u>2,204.0</u>

4. Profit/(loss) from operations

	2008 <i>HK\$'m</i>	2007 <i>HK\$'m</i>
Profit/(loss) from operations has been arrived at after charging:		
Depreciation of property, plant and equipment	53.0	56.6
Amortisation of product development costs included in research and development costs	42.9	51.9
Loss on disposal of property, plant and equipment	5.1	11.7
and after crediting:		
Interest income	6.3	4.7

5. Taxation

The charge comprises:

	2008 <i>HK\$'m</i>	2007 <i>HK\$'m</i>
Taxation of the Company and its subsidiaries:		
Hong Kong Profits Tax		
- current year	(8.1)	(11.9)
- under provision in prior years	-	(5.3)
Tax in other jurisdictions		
- current year	(5.7)	(1.0)
- over/(under) provision in prior years	0.3	(6.7)
	(13.5)	(24.9)
Deferred taxation	(28.0)	(5.7)
	(41.5)	(30.6)

Hong Kong Profits Tax is calculated at 17.5% (2007: 17.5%) on the estimated assessable profit for the year. Taxation arising in other jurisdictions is calculated at the rates prevailing in respective jurisdictions.

6. Profit/(loss) per share

The calculation of the basic profit/(loss) per share attributable to the equity holders of the Company for the year was based on the following data:

	2008 <i>HK\$m</i>	2007 <i>HK\$m</i>
Net profit/(loss) attributable to shareholders and earnings for the purposes of basic earnings per share	<u><u>17.5</u></u>	<u><u>(151.1)</u></u>
Weighted average number of ordinary shares for the purposes of basic earnings per share	<u><u>2,502,271,088</u></u>	<u><u>2,400,332,230</u></u>

There is no diluted earnings per share as the Group did not have any potential ordinary shares in issue at any time during the year.

7. Dividends

The Directors do not recommend payment of a dividend for the year ended March 31, 2008 (2007: nil).

FINANCIAL REVIEW

TURNOVER

The Group recorded a turnover of HK\$2,112.5 million for the year ended March 31, 2008, 4% less than that in the last financial year. In terms of sales performance, the Group managed to a turn around from decline of 9% in the first half year to growth of 1% in the second half against corresponding periods last year.

The upswing in sales performance was largely the result of the success of the Group in strengthening the Oregon Scientific brand by introducing innovative products and expanding distribution channels for the brand. Sales of Oregon Scientific products had an overall increase of 0.3% to HK\$1,374.3 million, whereas ODM/OEM sales were down by 11% to HK\$738.2 million affected mainly by the economic slow down in the US.

GROSS PROFIT/MARGIN

Despite rising labor cost and material prices, the Group's gross profit increased from HK\$746.4 million to HK\$754.0 million, with gross margin improved by 2 percentage points from 34% to 36%. This was evidenced by the success in streamlining the number of product groups, focusing on the higher margins Oregon Scientific products and ODM/OEM business, and the continuous effort to increase production efficiency.

The Group outsourced part of its production orders to reduce reliance on own manufacturing facilities and improve overall operational efficiency. This converted the Group's fixed costs into variable costs and enhanced its gross profit margins.

OPERATING PROFITS

Operating profits turned around from a loss of HK\$82.0 million in the last financial year to profits of HK\$86.7 million, with an improvement of HK\$168.7 million, contributed by the effective control on operating expenses and increased operational efficiency. Total operating expenses for the year was HK\$738.6 million, 15% or HK\$128.5 million less when compared with last year.

All major operating expenses had decreased:

- Selling expenses decreased by 15% to HK\$415.9 million. Promotional resources were centralized to support new and hero products and royalty payments to licensors were negotiated down
- Administrative expenses was reduced by 15% to HK\$233.7 million, attributable to the streamlined product portfolio
- Research and development efforts continued to facilitate innovation of the Group with total R&D investment amounting to a 4.2% of total sales.

NET PROFITS

As a result of implementing cost efficiency initiatives and profit enhancing measures, the Group's profit attributable to equity holders recorded net profit of HK\$17.5 million, compared to a loss of HK\$151.1 million last year.

BUSINESS REVIEW

After two years of business restructuring, the Group has successfully turned around the business and returned to profitability. The liquidity position and inventory level were also improved. It reflected the success of efforts made by the Group in changing its strategy, business model, and strengthening its operational fundamentals.

OREGON SCIENTIFIC

Sales amounted to HK\$1,374.3 million, a growth of 0.3% compared with last year and accounted for 65% of the Group's total turnover for the year (2007: 62%). This was the result of increasing consumer awareness of the Oregon Scientific brand focusing on promotion of hero products. Sales from Electronic Learning Products surged by 13% to HK\$629.5 million, attributable to the success in innovative products such as Action Camera ATC 2K and Smart Globe. Sales from Telecommunication and Other Products was up 18% to HK\$151.7 million and LCD product sales declined 13% to HK\$593.1 million.

Europe became the major market for Oregon Scientific in terms of sales, accounted for 48% of the total sales of the brand (2007: 43%). Oregon Scientific continued to enjoy strong brand presence in Europe with sales increased by 11% to HK\$657.3 million. As for the Americas, affected by the economic slow down in the US, sales decreased by 9% to HK\$616.0 million. Sales in Asia Pacific remained stable and sales in Hong Kong went up 5% against last year, attributable to the launch of the new Wellness product line.

HEALTHCARE AND WELLNESS PRODUCTS

To grow Oregon Scientific as a premium life style brand and meet the need of consumers who are increasingly health conscious, a new Health and Wellness product collection was introduced during the year. The first wellness product, iBalance was launched in July 2007 through its branded retail stores in Hong Kong and business partners. The initial response was encouraging with more than thirty thousand pieces being sold in the first few months and is one of the bestseller items.

To ride on the momentum generated by the initial launch, the Group is working on a more complete Wellness collection and will also introduce the product line to overseas customers through its sales offices to further strengthen the brand image as well as generate incremental revenue.

LCD CONSUMER ELECTRONIC PRODUCTS

Sales recorded a drop of 8% to HK\$947.2 million, accounted for 45% of the Group's total turnover.

The drop was the result of increased competition from time and weather information devices or services available from various sources such as on mobile phones and from Internet content providers. The intense competition led to price erosion of lower-end products and in turn overall sales was affected. To cope with this challenge, the Group has taken the initiative to review its overall strategies and the business model of this product category.

The ODM/OEM sales increased by 4% to HK\$354.1 million during the year. With its expertise and manufacturing capabilities, the Group offers one-stop service and total solutions to its ODM/OEM customers, making it a preferred vendor to its customers. During the year, it focused on developing new projects for existing key customers as well as new customers to expand its customer portfolio and business.

ELECTRONIC LEARNING PRODUCTS

This product category recorded a 6% increase in sales for the year to HK\$773.7 million, accounted for 37% of the Group's turnover. The growth was driven by the unique design and innovative educational content of the award-winning products such as Action Camera and Smart Globe, which were designed to capture the children and youth markets. Smart Globe was also named the "Educational Toy of the Year" in 2007 by the Toy Industry Association in the United States.

Sales of Oregon Scientific branded product accounted for 81% of the sales of this product category at HK\$629.5 million, 13% higher than in the previous year. In addition to distributing through traditional toy specialist channels, the Group also secured new channels in electronic chain stores to broaden distribution coverage of its youth electronic learning products. The Group successfully solicited another strong license targeting boys in the new financial year, which will further enhance the balance between the boys and girls markets and broaden the product portfolio of the Group. The Group is also diversifying its product category by developing products for children three years old or below.

ODM/OEM sales declined by 16% to HK\$144.2 million which was attributable to the change in business strategy to focus on projects involving premium price products and had higher margins.

TELECOMMUNICATION AND OTHER PRODUCTS

Sales for the year decreased by 13% to HK\$391.6 million, represented 19% of the Group's turnover.

To counter the intense competition in the mobile phone market, the Group reduced production of low margin cordless phones and focused on developing more profitable EMS products including transceivers, high frequency digital radios and broadband related phone products.

During the year, sales from Oregon Scientific branded products grew 18% against last year to HK\$151.7 million, accounted for 39% of the total sales of this product category. This was the result of increasing customers' brand awareness contributed by marketing programmes and B2B sales channels.

ODM/OEM sales decreased 25% to HK\$239.9 million, mainly due to reduced production of low margin cordless phones. The Group's new business strategy and efforts to develop innovative and high margin telecommunication products of unique designs have been well received, as confirmed by new orders from key customers in the United States and Asia Pacific region. These new products are expected to contribute additional revenues in the coming year.

RESEARCH AND DEVELOPMENT

The Group sees investment in R&D as crucial for future success, thus it will continue to invest in product engineering R&D aiming at applying the latest technology in product designs. Action Camera is an outstanding example of such efforts of the Group in meeting consumer needs in a rapidly changing market environment. Apart from undertaking product engineering and development, the R&D team also plays an important role in improving and refining the Group's production processes.

In the year under review, R&D investment of the Group was at 4.2% of its total sales. This reflects the Group's commitment to strengthening its product development and engineering capabilities, which is essential for retaining its leadership in the industry.

The Group believes investment in R&D of new technologies and leveraging the strengths of external partners are essential for driving innovation, and enhancing its competitiveness and market leadership. In addition, the Group continues to invest in market research that allows it to understand new trends and meet market needs in the global target segments.

OUTLOOK

Going forward, the Group anticipates uncertainty in the market, especially a weakening economy in the United States. However, the Group will dedicate its efforts to grow its revenue, profits and improve margins by focusing on its key strategic drivers.

The Group will continue to build and promote Oregon Scientific as a premium lifestyle brand globally by developing innovative and smart design products like the Action Camera. Furthermore, it will invest more resources into growing the Sports and Outdoors category and the Health and Wellness collection.

Innovation has always been a key driver of the Group's business. It will drive innovation in product design and functionality, technological applications, business process and operation model by investing in research and development, leveraging external partnerships and promoting a culture of innovation within the organization. The Group will also invest in market research to understand the latest market trend and gauge consumer feedback to aid product planning and expansion of market coverage. It aims to deliver pioneer products for its core segments of LCD Consumer Electronic Products and Electronic Learning Products. The Group is dedicated to ensuring that every product it creates can fully match the needs of its customers who appreciate the latest technologies, and are health-conscious and eco-friendly.

The Group will drive development of Oregon Scientific business by broadening its strategic distributor network in existing markets such as the United States, United Kingdom, France, Germany, Brazil and Latin America. In addition, the Group will also develop new sales platforms such as e-commerce to complement traditional sales channels and in turn enhance market penetration. It will also consider recruiting new distributors and/or deploying partnership model to expand geographically into new markets such as China with considerable un-tapped potential.

To combat the challenges on increasing material costs and wages that affects the profitability of its manufacturing business, the Group will continue enhancing its supply chain management and implementing lean manufacturing to increase production efficiency. Cost savings achieved through centralising procurement and outsourcing production orders allow the Group to partly offset the pressure from high oil price, rising labour/material costs and inflation in mainland China. Furthermore, the enhanced supply chain will help to strengthen the reliability and control of order forecast, improve manufacturing and delivery lead time and tighten inventory control.

Looking into the future, the pace of change and challenges in all fields are likely to accelerate. The Group will continue to develop innovative life style products and broaden its reach to the global consumer segments with unique experiences. The Group is committed and confident to continue improving its profitability and delivering value to the shareholders by adapting its business models to the changes of the markets.

WORKING CAPITAL AND TREASURY MANAGEMENT

Inventory

The inventory balance as at March 31, 2008 was HK\$285.7 million, which represented a decrease of 18% compared with last year. This was the result of streamlined product portfolio with unprofitable products removed and better management of the supply chain. Inventory turnover improved to 77 days, compared to last year's 87 days.

Trade Debtors

The trade debtors balance as at March 31, 2008 was HK\$365.0 million, 21% more than that of last year. Trade debtors turnover was 63 days (last year at 50 days), which was in line with the customer trade terms though there was an increase in the total balance.

Liquidity

Net cash position as at March 31, 2008 was HK\$239.1 million, an increase of HK\$45.5 million or 23%, against previous year end. During the year, the Group managed to obtain long-term bank loans of HK\$78.5 million (2007: nil). All long-term bank borrowings are repayable in full in 2009.

Exchange Risk Exposure

The Group's exposure to foreign currency stems mainly from net cash flow and net working capital translation of its overseas subsidiaries. Hedging of foreign currency exposures is done through natural hedges and forward contracts. As at March 31, 2008, there were forward contracts in place to hedge against possible exchange risk from future net cash flows. Speculative currency transactions are strictly prohibited. Management of currency risk is the responsibility of the Group's headquarters in Hong Kong.

Capital Expenditure

For the year ended March 31, 2008, the Group invested HK\$42.5 million (2007: HK\$ 37.7 million) in capital expenditure, mainly in purchases of plant and machinery, equipment and computer systems. These capital expenditures were financed primarily by internal resources.

CONTINGENT LIABILITIES

As at March 31, 2008, the Group had no contingent liabilities (2007: nil).

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

There was no purchase, sale or redemption of the Company's listed securities by the Company or any of its subsidiaries during the year ended March 31, 2008.

CORPORATE GOVERNANCE

The Group is committed to achieving high standards of corporate governance. Throughout the year ended March 31, 2008, the Company had applied the principles and complied with the requirements set out in the Code on Corporate Governance Practices ("CG Code") in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, with a major deviation from CG Code provision A.2.1 in respect of the separation of roles of the chairman and chief executive officer. The Group's compliance with the provisions and recommended best practices of the CG Code together with the reasons for any deviations are set out in the Corporate Governance Report contained in the Company's Annual Report.

REVIEW OF ACCOUNTS

The Audit Committee had reviewed with the management and the external auditors the results of the Group for the year ended March 31, 2008.

APPRECIATION

On behalf of the Board of Directors, I wish to express my gratitude to all shareholders and business associates for their continuous support. My thanks also go to the management team and all staff for their hard work and dedication in the past financial year.

On behalf of the board of directors of
IDT International Limited
Dr. Raymond Chan
Chairman & Chief Executive Officer

Hong Kong, July 8, 2008

The Directors of the Company as at the date of this announcement are Dr. Raymond Chan, Mrs. Chan Pau Shiu Yeng, Shirley and Dr. Lam Yee Wah, Eva as Executive Directors; Professor Woo Chia Wei as Non-Executive Director; Mr. Lo Kai Yiu, Anthony, Mr. Kao Ying Lun, Mr. Jack Schmuckli, Dr. Kenichi Ohmae and Professor Yoram (Jerry) Wind as Independent Non-Executive Directors.

Websites: <http://www.idthk.com>
<http://www.irasia.com/listco/hk/idt>