

**PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY ( Q1 , Q2 & Q3 ) ,  
HALF YEAR and FULL YEAR RESULTS**

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

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
*For the Second Quarter ended 30 June 2016*

Group	Note	Quarter Ended 30-Jun		Change %	6 months Ended 30-Jun		Change %
		2016 S\$'000	2015 S\$'000		2016 S\$'000	2015 S\$'000	
<b>Revenue</b>		<b>50,638</b>	<b>57,590</b>	<b>(12.1)</b>	<b>103,599</b>	<b>113,288</b>	<b>(8.6)</b>
Cost of sales	1(a)(i)(a)	(42,172)	(55,187)	(23.6)	(87,106)	(107,153)	(18.7)
<b>Gross Profit</b>		<b>8,466</b>	<b>2,403</b>	<b>252.3</b>	<b>16,493</b>	<b>6,135</b>	<b>168.8</b>
<b>Other items of expense</b>							
Selling and distribution		(1,420)	(1,258)	12.9	(2,310)	(2,397)	(3.6)
Administrative expense	1(a)(i)(b)	(5,898)	(7,308)	(19.3)	(12,064)	(14,458)	(16.6)
Finance cost		(47)	(51)	(7.8)	(83)	(113)	(26.5)
Share of joint venture's results	1(b)(i)(A)	(53)	(26)	103.8	13	(26)	NM
Other expenses	1(a)(i)(c)	(241)	(591)	(59.2)	(1,386)	(144)	862.5
Total other item of expenses		(7,659)	(9,234)	(17.1)	(15,830)	(17,138)	(7.6)
<b>Other items of income</b>							
Interest income		75	67	11.9	134	154	(13.0)
Other income	1(a)(i)(d)	1,611	1,886	(14.6)	1,509	3,436	(56.1)
Total other items of Income		1,686	1,953	(13.7)	1,643	3,590	(54.2)
<b>Profit/(Loss) before taxation</b>		<b>2,493</b>	<b>(4,878)</b>	<b>NM</b>	<b>2,306</b>	<b>(7,413)</b>	<b>NM</b>
Tax expense		(190)	(133)	42.9	(511)	(172)	197.1
<b>Profit/(Loss) , net of tax</b>		<b>2,303</b>	<b>(5,011)</b>	<b>NM</b>	<b>1,795</b>	<b>(7,585)</b>	<b>NM</b>
<b>Other comprehensive income :</b>							
Foreign currency translation		(2,712)	(1,817)	49.3	(5,437)	1,486	NM
Realisation of fair value gain on disposal of available-for-sale financial assets		-	(113)	NM	-	(167)	NM
Net loss on fair value changes of available-for-sale financial assets		-	(13)	NM	-	(239)	NM
<b>Other comprehensive income , net of tax</b>		<b>(2,712)</b>	<b>(1,943)</b>	<b>39.6</b>	<b>(5,437)</b>	<b>1,080</b>	<b>NM</b>
<b>Total comprehensive income for the period</b>		<b>(409)</b>	<b>(6,954)</b>	<b>(94.1)</b>	<b>(3,642)</b>	<b>(6,505)</b>	<b>(44.0)</b>
<b>Profit/(Loss) attributable to :</b>							
<b>Owners of the parent</b>		<b>2,303</b>	<b>(5,011)</b>	<b>NM</b>	<b>1,795</b>	<b>(7,585)</b>	<b>NM</b>
<b>Non-controlling interests</b>		<b>-</b>	<b>-</b>	<b>NM</b>	<b>-</b>	<b>-</b>	<b>NM</b>
<b>Profit/(Loss) , net of tax</b>		<b>2,303</b>	<b>(5,011)</b>	<b>NM</b>	<b>1,795</b>	<b>(7,585)</b>	<b>(123.7)</b>
<b>Total comprehensive income attributable to :</b>							
<b>Owners of the parent</b>		<b>(409)</b>	<b>(6,954)</b>	<b>(94.1)</b>	<b>(3,642)</b>	<b>(6,505)</b>	<b>(44.0)</b>
<b>Non-controlling interests</b>		<b>-</b>	<b>-</b>	<b>NM</b>	<b>-</b>	<b>-</b>	<b>NM</b>
<b>Total comprehensive income for the period</b>		<b>(409)</b>	<b>(6,954)</b>	<b>(94.1)</b>	<b>(3,642)</b>	<b>(6,505)</b>	<b>(44.0)</b>
<b>Earning/(loss) per share (cents)</b>							
<b>Basic</b>	Para 6	<b>1.03</b>	<b>(2.24)</b>	<b>NM</b>	<b>0.80</b>	<b>(3.39)</b>	<b>NM</b>
<b>Diluted</b>	Para 6	<b>1.03</b>	<b>(2.24)</b>	<b>NM</b>	<b>0.80</b>	<b>(3.39)</b>	<b>NM</b>
NM denotes Not Meaningful							

## **Notes to Group Consolidated Statement of Comprehensive Income**

**1(a) (i)** Profit/(Loss) for the period is arrived at after (charging) / crediting the following items:

	Note	Quarter Ended 30-Jun		6 Months Ended 30-Jun	
		2016	2015	2016	2015
		S\$'000	S\$'000	S\$'000	S\$'000
(a) Included in cost of sales are :					
- Inventories recognised as an expense in cost of sales		(20,157)	(25,070)	(41,451)	(50,359)
- (Provision) / write-back for inventory obsolescence		(75)	(704)	119	(778)
- Depreciation of property, plant and equipment ("PPE")	1(a)(i)(e)	(1,185)	(1,709)	(2,494)	(3,515)
- Wages and salaries	1(a)(i)(f)	(11,886)	(13,562)	(23,509)	(27,033)
(b) Included in administrative expenses are :					
- Depreciation of property, plant and equipment ("PPE")	1(a)(i)(g)	(312)	(638)	(619)	(1,293)
- Amortisation of prepaid land lease payments		(22)	(23)	(45)	(46)
- Amortisation of intangible assets		(65)	(111)	(142)	(224)
- Wages and salaries	1(a)(i)(h)	(2,583)	(3,188)	(5,529)	(6,413)
(c) Included in other expenses are :					
- Loss on disposal of held for trading investments	1(a)(i)(i)	-	-	(28)	-
- Net fair value loss on held for trading investments	1(a)(i)(j)	-	(117)	(482)	-
- Loss on derivative	1(a)(i)(n)	(242)	(59)	-	-
- Foreign currency loss	1(a)(i)(k)	-	(270)	(876)	-
- Allowance for doubtful debts		-	(147)	-	(143)
(d) Included in other income are :					
- Write-back of allowance for doubtful debts		180	-	214	-
- Property rental income	1(a)(i)(l)	368	342	675	660
- Dividend income from investment securities	1(a)(i)(m)	53	105	99	298
- Gain on disposal of PPE and intangible assets		117	912	146	918
- Gain on derivative	1(a)(i)(n)	-	-	4	4
- Gain on disposal of held for trading investments	1(a)(i)(i)	108	234	-	183
- Net fair value gain on held for trading investments	1(a)(i)(j)	42	-	-	617
- Gain on disposal of other investments	1(a)(i)(m)	-	79	-	107
- Foreign currency gain	1(a)(i)(k)	553	-	-	220

## **Notes to Group Consolidated Statement of Comprehensive Income (Cont'd)**

- (e) Depreciation for Q2'16 was lower than Q2'15 due mainly to the impairment provision for PPE of a stamping component segment subsidiary and a subassembly segment subsidiary in December 2015.
- (f) Q2'16 wages and salaries were lower mainly due to a decrease in direct and indirect labor headcount (June 2016: 2,983, June 2015: 4,258) and reduction of overtime expenses. Retrenchment cost was S\$1.0 million for Q2'16 and S\$1.2 million for 1H'16.
- (g) Lower depreciation mainly due to the impairment of leasehold improvements for unoccupied space from a subassembly segment subsidiary provided in December 2015.
- (h) Q2'16 wages and salaries were lower mainly due to lower G&A headcount (June 2016: 317, June 2015: 374) and reduction of overtime expense. Retrenchment cost for Q2'16 was S\$0.1 million and S\$0.3 million for 1H'16.
- (i) This relates to loss or gain on disposal of investment securities under investment portfolio managed by an investment bank.
- (j) This relates to fair value gain or (loss) from investment securities under investment portfolio managed by an investment bank.
- (k) The foreign currency gain in Q2'16 was mainly due to the strengthening of the HK\$ vs RMB in Q2'16 (mainly from Suns Mansfield's HK\$ intercompany receivable from Mansfield HK) while 1H'16 loss was mainly due to the weakening of the HK\$ vs S\$ from the S\$ loans extended to Mansfield Manufacturing.
- (l) This relates to the investment property which was rented out by Magix.
- (m) Reduction in Q2'16 dividend income following the complete disposal of shares in Sabana Reit in Q2'15. Q2'16 dividend income relates to dividend from equities under the Group's Portfolio Management only. The gain from disposal of Sabana Reit was reflected in the gain on disposal of other investments amounting to S\$79,000 in Q2'15 and the proceeds from the disposal of 5,048,000 Sabana Reit shares in Q2'15 at an average price of S\$0.89 was reflected in the Consolidated Cash Flow Statement.
- (n) This relates to an unrealized fair value gain or loss on forward contracts under an investment portfolio managed by an investment bank.

**1(b) (i) A balance sheet (for the issuer and the Group), together with a comparative statement as at the end of the immediately preceding financial year**

**Balance Sheets (Unaudited)**

	Note	Group		Company	
		As at 30-Jun-16 S\$'000	As at 31-Dec-15 S\$'000	As at 30-Jun-16 S\$'000	As at 31-Dec-15 S\$'000
<b>Non-current Assets</b>					
Property, plant and equipment ("PPE")		36,887	42,259	15	20
Investment property		17,011	18,243	-	-
Prepaid land lease payment		3,343	3,631	-	-
Intangible assets		223	370	31	25
Investment in subsidiary		-	-	47,061	47,061
Investment in joint venture	A	1,454	1,092	-	-
Deposit paid for purchases of property, plant and equipment		386	154	-	-
Other receivables	B	1,452	1,684	-	-
Deferred tax assets		3,383	3,559	-	-
		64,139	70,992	47,107	47,106
<b>Current Assets</b>					
Inventories		21,828	21,564	-	-
Trade and other receivables	C	55,064	68,213	2,660	2,390
Tax recoverables		41	43	-	-
Prepayments		866	790	24	56
Loan to subsidiary		-	-	25,854	24,141
Held for trading financial assets	D	10,068	15,106	10,068	15,106
Derivatives	E	17	19	17	19
Cash and bank balances	F	30,303	25,180	7,959	6,242
		118,187	130,915	46,582	47,954
<b>Total Assets</b>		182,326	201,907	93,689	95,060
<b>Current Liabilities</b>					
Loans and borrowings	1(b)(ii)	2,792	5,288	-	-
Trade and other payables		61,736	75,058	556	753
Provisions	G	298	318	-	-
Derivatives	E	20	26	20	26
Tax payable		2,079	2,042	10	10
		66,925	82,732	586	789
<b>Net Current Assets</b>		51,262	48,183	45,996	47,165
<b>Non-current Liabilities</b>					
Provisions	G	658	690	-	-
Deferred tax liabilities		2,123	2,259	241	241
		2,781	2,949	241	241
<b>Total Liabilities</b>		69,706	85,681	827	1,030
<b>Net Assets</b>		112,620	116,226	92,862	94,030
Share capital		98,021	98,021	98,021	98,021
Treasury shares		(13,164)	(13,164)	(13,164)	(13,164)
Share option reserve		111	75	111	75
Retained earnings		30,450	28,655	7,894	9,098
Translation reserves		(2,798)	2,639	-	-
<b>Total Equity</b>		112,620	116,226	92,862	94,030

## Notes to Group Balance Sheet

- A This relates to the joint venture (“JV”) of the Group’s wholly-owned subsidiary, Mansfield Manufacturing Company Limited, together with Shenzhen Konka Precision Mould Manufactory Co. Ltd. Anhui KM Technology which was incorporated with a registered share capital of RMB20 million in which Mansfield holds a 49%-stake. As at 31 March 2016, the Group had completed its injection of RMB9.8 million (31 December 2015 RMB7.5 million) capital into the Joint Venture (JV). The Group recognized its share of the profit of S\$13,000 from the JV for the 6 months ended 30 June 2016.
- B These are mainly long-term rental and utilities deposit for PRC factory facilities.
- C Decrease mainly due to reduction in stamping and tooling sales in Q2’16 compared to Q4’15. In addition, Magix was able to negotiate with a major customer for reduction in credit term from 120 days to 90 days. As a result, Magix receivable did not increase significantly in relation to its sales.
- D These are quoted equities, trusts and bonds held for trading and managed by an investment bank in Singapore. The fair value was computed based on the last transacted bid prices on the stock exchange or in active markets at the end of the reporting period.  
The Board has approved to change the Mandate towards a higher mix for bonds in Q2’16 to reduce financial risk due to the volatility of the global equity markets. Equities were liquidated resulting in reduction in Held for trading investments as at 30 June 2016 and an increase in cash and short-term deposits.
- E These derivatives are the unrealized fair value gains or losses from forward contracts under the portfolio investment managed by the investment bank.
- F Increase in cash and short-term deposit were mainly due to liquidation of equities into cash in the investment portfolio account managed by the investment bank.
- G This includes provision for long-service payment and a warranty provision relating to the Option Agreement with Alliance Manufacturing Sdn. Bhd. for the disposal of Exerion Precision Technology Holding B.V. in 2012.

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

	As at 30-Jun-16 S\$'000	As at 31-Dec-15 S\$'000
<b>Amount repayable in one year or less, on demand</b>		
- Secured	2,792	5,288
- Unsecured	-	-
	2,792	5,288
<b>Amount repayable after one year</b>		
- Secured	-	-
- Unsecured	-	-
	-	-
<b>Total</b>	<b>2,792</b>	<b>5,288</b>

#### Details of any collateral

Total borrowings as at 30 June 2016 amounted to S\$2.8 million mainly due to invoice factoring (31 December 2015: S\$5.3 million) from a PRC bank which is secured by trade receivables.

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

**CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)**

GROUP	Note	Quarter Ended 30-Jun		6 Months Ended 30-Jun	
		2016 S\$'000	2015 S\$'000	2016 S\$'000	2015 S\$'000
<b>Cash flows from operating activities :</b>					
Profit/(Loss) before tax		2,493	(4,878)	2,306	(7,413)
Adjustment items	I	(1,280)	257	(2,715)	5,313
<b>Cash flows from/(used in) operations before reinvesting in working capital</b>					
Working capital changes , excluding changes relating to cash		1,213	(4,621)	(409)	(2,100)
		(2,326)	(4,359)	177	(3,109)
<b>Cash used in operating activities</b>					
Net interest and income tax paid		(1,113)	(8,980)	(232)	(5,209)
		(54)	(51)	(283)	(362)
<b>Net cash used in operating activities</b>					
		(1,167)	(9,031)	(515)	(5,571)
<b>Cash flows from investing activities :</b>					
Purchase of property, plant and equipment ("PPE")		(296)	(1,603)	(506)	(2,318)
Deposit paid/(refund) for property, plant and equipment		(290)	28	(232)	532
Proceeds from sale of PPE		138	2,276	182	2,276
Additions to intangible assets		11	-	-	(18)
Proceed from sales of Sabana Reit	1(a)(i)(m)	-	4,496	-	5,574
Proceed from sale of intangible assets		-	-	-	71
Proceeds from sale of investment securities		11,647	9,883	14,730	13,493
Acquisition of Investment securities under portfolio management		(6,498)	(2,979)	(10,208)	(6,871)
Dividend from investment securities		53	105	99	298
Investment in joint venture		-	-	(507)	(988)
Increase in bank balance under portfolio investment management		(5,372)	(502)	(4,772)	(181)
Decrease in pledged time deposits		998	177	295	226
Decrease in restricted cash		-	(108)	-	807
Effect of exchange rate changes	J	1,710	1,648	4,365	(1,318)
<b>Net cash generated from investing activities</b>					
		2,101	13,421	3,446	11,583
<b>Cash flows from financing activities :</b>					
Decrease in short term financing		(2,908)	(1,506)	(2,605)	(104)
Effect of exchange rate changes		134	42	110	(4)
<b>Net cash used in financing activities</b>					
		(2,774)	(1,464)	(2,495)	(108)
<b>Net change in cash and cash equivalents</b>					
		(1,840)	2,926	436	5,904
<b>Effect of exchange rate changes on cash and cash equivalents</b>					
		(99)	117	210	113
<b>Cash and cash equivalents as at beginning of period</b>					
		25,368	22,536	22,783	19,562
<b>Cash and cash equivalents as at end of period</b>					
	K	23,429	25,579	23,429	25,579

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)**

**I Details of adjustment items as follows:**

GROUP	Note	Quarter Ended 30-Jun		6 Months Ended 30-Jun	
		2016 S\$'000	2015 S\$'000	2016 S\$'000	2015 S\$'000
Depreciation of property, plant and equipment (PPE)		1,497	2,347	3,113	4,808
Amortisation of intangible assets		65	111	142	224
Amortisation of prepaid land lease payments		22	23	45	46
Gain on disposal of PPE and intangible assets		(117)	(912)	(146)	(918)
Loss/(Gain) on disposal of held for trading investments	1(a)(i)(i)	(108)	(234)	28	(183)
Gain on disposal of other investments	1(a)(i)(m)	-	(79)	-	(107)
Share option expense		18	41	36	41
Allowance/(write-back of allowance) for doubtful debts		(180)	147	(214)	143
Net fair value loss/(gain) on held for trading investments	1(a)(i)(j)	(42)	117	482	(617)
Net fair value loss/(gain) on derivatives	1(a)(i)(n)	242	59	(4)	(4)
Interest expense		47	51	83	113
Interest income		(75)	(67)	(134)	(154)
(Write-back) / provision for inventory obsolescence		75	704	(119)	778
Effect of exchange rate changes		(2,770)	(1,975)	(5,964)	1,409
Share of results of joint venture		53	26	(13)	26
Provision for severance benefits and restructuring expenses		46	3	49	6
Dividend income from investment securities		(53)	(105)	(99)	(298)
<b>Total</b>		<b>(1,280)</b>	<b>257</b>	<b>(2,715)</b>	<b>5,313</b>

**J** This mainly came from fixed assets and investment property translation loss resulting from the change in HK\$/S\$ exchange rate in December 2015 and June 2016.

**K** For the purpose of the consolidated cash flow statement, cash and cash equivalents comprise:

GROUP	As at 30 June	
	2016 S\$'000	2015 S\$'000
Cash and bank balances	21,786	17,878
Cash and bank balance under portfolio investment management	5,861	1,043
Fixed deposits	2,656	9,869
Total cash and bank balance per balance sheet	30,303	28,790
Less : Cash and bank balance under portfolio investment management	(5,861)	(1,043)
Less: Pledged fixed deposit and restricted cash	(1,013)	(2,168)
<b>Cash and cash equivalents at end of period</b>	<b>23,429</b>	<b>25,579</b>

\* The decrease in cash and cash equivalents from 30 June 2015 to 30 June 2016 was mainly due to repayment of short-term financing offset by decrease in pledged time deposits.

- 1(d)(i) A statement ( for the issuer and the Group ) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders , together with a comparative statement for the corresponding period of the immediately preceding financial year

**Statement of changes in equity**

GROUP	Attributable to owners of the parents							Equity attributable to owners of the parent, total S\$'000	Non-controlling Interest S\$'000	Total Equity S\$'000
	Share Capital S\$'000	Treasury Shares S\$'000	Retained earnings S\$'000	Share Option Reserve S\$'000	Foreign Currency Translation Reserve S\$'000	Fair value adjustment reserve S\$'000	Total other Reserve S\$'000			
	<b>2016</b>									
<b>Balance at 1 January 2016</b>	<b>98,021</b>	<b>(13,164)</b>	<b>28,655</b>	<b>75</b>	<b>2,639</b>	<b>-</b>	<b>2,714</b>	<b>116,226</b>	<b>-</b>	<b>116,226</b>
Loss for Q1'16	-	-	(508)	-	-	-	-	(508)	-	(508)
Other Comprehensive Income										
Foreign currency translation	-	-	-	-	(2,725)	-	(2,725)	(2,725)	-	(2,725)
<b>Total comprehensive Income</b>	<b>-</b>	<b>-</b>	<b>(508)</b>	<b>-</b>	<b>(2,725)</b>	<b>-</b>	<b>(2,725)</b>	<b>(3,233)</b>	<b>-</b>	<b>(3,233)</b>
Contribution by and distribution to owners										
Share Option expense	-	-	-	18	-	-	18	18	-	18
<b>Total contribution by and distribution to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18</b>	<b>-</b>	<b>-</b>	<b>18</b>	<b>18</b>	<b>-</b>	<b>18</b>
<b>Balance at 31 March 2016</b>	<b>98,021</b>	<b>(13,164)</b>	<b>28,147</b>	<b>93</b>	<b>(86)</b>	<b>-</b>	<b>7</b>	<b>113,011</b>	<b>-</b>	<b>113,011</b>
Profit for Q2'16	-	-	2,303	-	-	-	-	2,303	-	2,303
Other Comprehensive Income										
Foreign currency translation	-	-	-	-	(2,712)	-	(2,712)	(2,712)	-	(2,712)
<b>Total comprehensive Income</b>	<b>-</b>	<b>-</b>	<b>2,303</b>	<b>-</b>	<b>(2,712)</b>	<b>-</b>	<b>(2,712)</b>	<b>(409)</b>	<b>-</b>	<b>(409)</b>
Contribution by and distribution to owners										
Share Option expense	-	-	-	18	-	-	18	18	-	18
<b>Total contribution by and distribution to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18</b>	<b>-</b>	<b>-</b>	<b>18</b>	<b>18</b>	<b>-</b>	<b>18</b>
<b>Balance at 31 June 2016</b>	<b>98,021</b>	<b>(13,164)</b>	<b>30,450</b>	<b>111</b>	<b>(2,798)</b>	<b>-</b>	<b>(2,687)</b>	<b>112,620</b>	<b>-</b>	<b>112,620</b>



**Statement of changes in equity (Cont'd)**

GROUP	Attributable to owners of the parents							Equity attributable to owners of the parent, total S\$'000	Non-controlling Interest S\$'000	Total Equity S\$'000
	Share Capital S\$'000	Treasury Shares S\$'000	Retained earnings S\$'000	Share Option Reserve S\$'000	Foreign Currency Translation Reserve S\$'000	Fair value adjustment reserve S\$'000	Total other Reserve S\$'000			
	<b>2015</b>									
<b>Balance at 1 January 2015</b>	<b>98,021</b>	<b>(13,164)</b>	<b>44,911</b>	<b>83</b>	<b>960</b>	<b>406</b>	<b>1,449</b>	<b>131,217</b>	<b>-</b>	<b>131,217</b>
Loss for Q1'15	-	-	(2,574)	-	-	-	-	(2,574)	-	(2,574)
<u>Other Comprehensive Income</u>										
Foreign currency translation	-	-	-	-	3,303	-	3,303	3,303	-	3,303
Realisation of fair value gain on disposal of available-for-sale financial assets	-	-	-	-	-	(54)	(54)	(54)	-	(54)
Net loss on fair value changes of available-for-sale financial assets	-	-	-	-	-	(226)	(226)	(226)	-	(226)
Other comprehensive income	-	-	-	-	3,303	(280)	3,023	3,023	-	3,023
<b>Total comprehensive Income</b>	<b>-</b>	<b>-</b>	<b>(2,574)</b>	<b>-</b>	<b>3,303</b>	<b>(280)</b>	<b>3,023</b>	<b>449</b>	<b>-</b>	<b>449</b>
<b>Balance at 31 March 2015</b>	<b>98,021</b>	<b>(13,164)</b>	<b>42,337</b>	<b>83</b>	<b>4,263</b>	<b>126</b>	<b>4,472</b>	<b>131,666</b>	<b>-</b>	<b>131,666</b>
Loss for Q2'15	-	-	(5,011)	-	-	-	-	(5,011)	-	(5,011)
<u>Other Comprehensive Income</u>										
Foreign currency translation	-	-	-	-	(1,817)	-	(1,817)	(1,817)	-	(1,817)
Realisation of fair value gain on disposal of available-for-sale financial assets	-	-	-	-	-	(113)	(113)	(113)	-	(113)
Net loss on fair value changes of available-for-sale financial assets	-	-	-	-	-	(13)	(13)	(13)	-	(13)
Other comprehensive income	-	-	-	-	(1,817)	(126)	(1,943)	(1,943)	-	(1,943)
<b>Total comprehensive Income</b>	<b>-</b>	<b>-</b>	<b>(5,011)</b>	<b>-</b>	<b>(1,817)</b>	<b>(126)</b>	<b>(1,943)</b>	<b>(6,954)</b>	<b>-</b>	<b>(6,954)</b>
<u>Contribution by and distribution to owners</u>										
Share Option expense	-	-	-	41	-	-	41	41	-	41
Expiry of employee share options	-	-	6	(6)	-	-	(6)	-	-	-
<b>Total contribution by and distribution to owners</b>	<b>-</b>	<b>-</b>	<b>6</b>	<b>35</b>	<b>-</b>	<b>-</b>	<b>35</b>	<b>41</b>	<b>-</b>	<b>41</b>
<b>Balance at 30 June 2015</b>	<b>98,021</b>	<b>(13,164)</b>	<b>37,332</b>	<b>118</b>	<b>2,446</b>	<b>-</b>	<b>2,564</b>	<b>124,753</b>	<b>-</b>	<b>124,753</b>

**Statement of changes in equity (Cont'd)**

COMPANY	Attributable to owners of the parents						Total equity S\$'000
	Issued Capital	Treasury Shares	Retained earnings	Share Option Reserve	Fair Value Adjustment Reserve	Total Other reserves	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
<b>2016</b>							
<b>Balance at 1 January 2016</b>	<b>98,021</b>	<b>(13,164)</b>	<b>9,098</b>	<b>75</b>	<b>-</b>	<b>75</b>	<b>94,030</b>
Loss for Q1'16	-	-	(1,056)	-	-	-	(1,056)
Total comprehensive income for Q1'16	-	-	(1,056)	-	-	-	(1,056)
Contributions by and distribution to owners							
Share option expense	-	-	-	18	-	18	18
Total transactions with owners in their capacity as owners	-	-	-	18	-	18	18
<b>Balance at 31 March 2016</b>	<b>98,021</b>	<b>(13,164)</b>	<b>8,042</b>	<b>93</b>	<b>-</b>	<b>93</b>	<b>92,992</b>
Loss for Q2'16	-	-	(148)	-	-	-	(148)
Total comprehensive income for Q2'16	-	-	(148)	-	-	-	(148)
Contributions by and distribution to owners							
Share Option expense	-	-	-	18	-	18	18
Total transactions with owners in their capacity as owners	-	-	-	18	-	18	18
<b>Balance at 30 June 2016</b>	<b>98,021</b>	<b>(13,164)</b>	<b>7,894</b>	<b>111</b>	<b>-</b>	<b>111</b>	<b>92,862</b>
<b>2015</b>							
<b>Balance at 1 January 2015</b>	<b>98,021</b>	<b>(13,164)</b>	<b>9,535</b>	<b>83</b>	<b>406</b>	<b>489</b>	<b>94,881</b>
Profit for Q1'15	-	-	587	-	-	-	587
Other Comprehensive Income							
Realisation of fair value gain on disposal of available-for-sale financial assets	-	-	-	-	(54)	(54)	(54)
Net loss on fair value changes of available-for-sale financial assets	-	-	-	-	(226)	(226)	(226)
Total comprehensive income for Q1'15	-	-	587	-	(280)	(280)	307
<b>Balance at 31 March 2015</b>	<b>98,021</b>	<b>(13,164)</b>	<b>10,122</b>	<b>83</b>	<b>126</b>	<b>209</b>	<b>95,188</b>
Loss for Q2'15	-	-	(212)	-	-	-	(212)
Other Comprehensive Income							
Realisation of fair value gain on disposal of available-for-sale financial assets	-	-	-	-	(113)	(113)	(113)
Net gain on fair value changes of available-for-sale financial assets	-	-	-	-	(13)	(13)	(13)
Total comprehensive income for Q2'15	-	-	(212)	-	(126)	(126)	(338)
Contributions by and distribution to owners							
Expiry of Employees' Share Option	-	-	6	(6)	-	(6)	-
Share Option expense	-	-	-	41	-	41	41
Total transactions with owners in their capacity as owners	-	-	6	35	-	35	41
<b>Balance at 30 June 2015</b>	<b>98,021</b>	<b>(13,164)</b>	<b>9,916</b>	<b>118</b>	<b>-</b>	<b>118</b>	<b>94,891</b>

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-back, exercise of share options or warrants, conversion of other issues of equity securities, issue of share for cash or as consideration for acquisition or for any 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

**(a) Share Capital**

Number of ordinary shares as at 30 June 2016 and 31 March 2016 is 246,656,428.

Number of shares that may be issued on conversion of all outstanding options are as follows:-

	As at 30/6/2016	As at 30/6/2015
Options granted under the InnoTek Employees' Share Option Scheme II *	1,150,000	2,380,000
Options granted under the InnoTek Employees' Share Option Scheme 2014 **	<u>3,500,000</u>	<u>1,000,000</u>
	<u>4,650,000</u>	<u>3,380,000</u>

\* On 23 May 2013, 7,730,000 options were granted to the Group's and the Company's employees under the "InnoTek Employee's Share Option Scheme II" plan which was approved by shareholders at the Extraordinary General Meeting held on 30 April 2008. The option price for the grant was S\$0.28 per share which was based on the average of the last dealt prices for the shares on the SGX-ST over five consecutive Market Days immediately preceding the Date of Grant of Option as determined by the Remuneration Committee. 6,580,000 options had been forfeited since May 2013 due to staff resignation. Number of options forfeited in Q2'16 due to staff resignation was 90,000.

\*\* 1,000,000 share options were granted to a senior management staff at an option price of S\$0.27 on 1 December 2014 but was forfeited due to his resignation on 2 December 2015. 2,000,000 share options were granted to new Executive Director and Chief Executive Officer of Mansfield Group, Mr. Lou Yiliang at an option price of S\$0.185 on 19 January 2016. Another 1,500,000 share options was granted to new Chief Operating Officer, Mr. Kuang Yubin at an option price of S\$0.156 on 6 June 2016. The option price for the grant was based on the average of the last dealt prices for the shares on the SGX-ST over five consecutive Market Days immediately preceding the Date of the Grant of Option as determined by the Remuneration Committee.

**(b) Treasury Shares**

	No of shares '000	S\$'000
Balance as at 1 January and 30 June 2016	<u>22,821</u>	<u>13,164</u>

1(d)(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 corresponding period of the immediately preceding financial year.

	As at 30/6/2016		As at 30/6/2015	
	No of shares '000	\$'000	No of shares '000	\$'000
Total number of issued shares at the end of period	246,656	98,021	246,656	98,021
Number of Treasury Shares at the end of period	<u>(22,821)</u>	<u>(13,164)</u>	<u>(22,821)</u>	<u>(13,164)</u>
Net number of issued shares at the end of period	<u>223,835</u>	<u>84,857</u>	<u>223,835</u>	<u>84,857</u>

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

None

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

The figures have not been audited or reviewed by auditors.

3. **Whether the figures have been audited , or reviewed , the auditor's report ( including any qualifications or emphasis of matter)**

The figures have not been audited or reviewed by auditors.

4. **Whether the same accounting policies and methods of computation as in the issuers most recently audited annual financial statements have been applied**

The accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those disclosed in the audited financial statements as at 31 December 2015 except that the Group has adopted the new Financial Reporting Standards ("FRS") which became effective for periods beginning on or after 1 January 2016.

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

The adoption of the standards and interpretations highlighted in paragraph 4 above did not have any effect on the financial performance or position of the Group presented in this announcement.

6. **Earning 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.**

Earning per ordinary share of the Group based on net profit/(loss) attributable to the shareholders of the Company	Quarter Ended 30 June		6 Months Ended 30 June	
	2016	2015	2016	2015
(i) Based on the weighted average number of shares ( in cents )				
Earning per share	1.03	(2.24)	0.80	(3.39)
Weighted average number of shares ( '000)	223,835	223,835	223,835	223,835
(ii) On a fully diluted basis ( in cents )				
Earning per share	1.03	(2.24)	0.80	(3.39)
Adjusted weighted average number of shares ( '000)	223,835	223,835	223,858	223,835

7. **Net assets value ( for the issuer and Group ) per ordinary share based on the total number of 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 30-Jun-16	As at 31-Dec-15	As at 30-June-16	As at 31-Dec-15
Net asset backing per ordinary share based on the total number of issued share excluding treasury shares as at the end of the period reported on	50.3 cents	51.9 cents	41.5 cents	42.0 cents

8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group 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

**Review for the Quarter ended 30 June 2016 (Q2'16)**

	Q1'16 S\$'000	Q2'16 S\$'000	Q2'15 S\$'000	Q2'16 vs Q2'15 S\$'000	Q2'16 vs Q2'15 %
<b>Turnover</b>					
MSF	52,961	50,638	57,590	(6,952)	(12.1)
<b>Net (Loss)/Profit attributable to owners of the parent</b>					
MSF - before exchange rate impact	1,564	2,049	(4,522)	6,571	NM
Exchange gain /(loss)	(1,015)	402	(274)	676	NM
<b>MSF Group</b>	<b>549</b>	<b>2,451</b>	<b>(4,796)</b>	<b>7,247</b>	<b>NM</b>
InnoTek - before exchange rate impact	(643)	(299)	(219)	(80)	(36.5)
Exchange gain /(loss)	(414)	151	4	147	NM
<b>Total InnoTek</b>	<b>(1,057)</b>	<b>(148)</b>	<b>(215)</b>	<b>67</b>	<b>31.2</b>
InnoTek Group - before exchange rate impact	921	1,750	(4,741)	6,491	NM
Exchange gain /(loss)	(1,429)	553	(270)	823	NM
<b>Total Innotek Group</b>	<b>(508)</b>	<b>2,303</b>	<b>(5,011)</b>	<b>7,314</b>	<b>NM</b>
<b>Basic EPS (cents)</b>	<b>(0.23)</b>	<b>1.03</b>	<b>(2.24)</b>	<b>3.27</b>	<b>146.0</b>

**Turnover**

The Group's revenue for the April-June 2016 quarter ("Q2'16") decreased S\$6.9 million or 12.1% to S\$50.6 million from S\$57.6 million in Q2'15.

The lower revenue was mainly due to:

- (1) Revenue decline from the Precision Components and Tooling segment due to lower demand for office automation and consumer products. Certain major Japanese customers have also allocated new production programmes to plants outside of China. In addition, there was lower demand for automotive products as current programmes are nearing end-of-life while new programmes are facing intense competition from lower-cost competitors

This was offset by:

- (2) Revenue increase from the Assembly segment mainly due to the higher sales from TV Bezel programmes from two major Taiwanese customers.

**Net Profit**

Despite lower revenue, the Group's profit (before exchange gain) increased to S\$1.8 million in Q2'16, representing a positive swing of S\$6.5 million, from a loss (before exchange loss) of S\$4.7 million in Q2'15 mainly due to:

- (1) Mansfield Group ("MSF") recording a profit (before exchange gain) of S\$2.0 million in Q2'16 compared to a loss (before exchange loss) of S\$4.5 million in Q2'15 as a result of:
  - a) Increase in MSF's gross profit ("GP") margin to 16.7% in Q2'16 from 4.2% in Q2'15, attributable to:
    - (i) Lower cost of materials (39.8% of revenue in Q2'16 compared to 43.5% in Q2'15);
    - (ii) Lower salaries and wages (Note 1(a)(i)(f));
    - (iii) Lower depreciation of PPE as a result of an impairment loss charged in Q4'15; and
    - (iv) Maximizing in-house production which reduced subcontract expense.
  - b) Lower G&A wages and salaries ( Note 1(a)(i)(h) )

This was offset by:

- (2) InnoTek's loss (before exchange gain) in Q2'16 of S\$0.3 million, S\$0.1 million higher than Q2'15 loss (before exchange gain) of S\$0.2 million due mainly to the gain of S\$0.08 million from disposal of Sabana Reits in Q2'15.

**Review for 6 months ended 30 June 2016 (1H'16)**

	<b>1H'16 S\$'000</b>	<b>1H'15 S\$'000</b>	<b>1H'16 vs 1H'15 S\$'000</b>	<b>1H'16 vs 1H'15 %</b>
<b>Turnover</b>				
MSF	103,599	113,288	(9,689)	(8.6)
<b>Net (Loss)/Profit attributable to owners of the parent</b>				
MSF - before exchange rate impact	3,613	(8,117)	11,730	NM
Exchange gain /(loss)	(614)	157	(771)	NM
<b>MSF Group</b>	<b>2,999</b>	<b>(7,960)</b>	<b>10,959</b>	<b>NM</b>
InnoTek - before exchange rate impact	(942)	312	(1,254)	NM
Exchange gain /(loss)	(262)	63	(325)	NM
<b>Total InnoTek</b>	<b>(1,204)</b>	<b>375</b>	<b>(1,579)</b>	<b>NM</b>
InnoTek Group - before exchange rate impact	2,671	(7,805)	10,476	NM
Exchange gain /(loss)	(876)	220	(1,096)	NM
<b>Total Innotek Group</b>	<b>1,795</b>	<b>(7,585)</b>	<b>9,380</b>	<b>NM</b>
<b>Basic EPS (cents)</b>	<b>0.80</b>	<b>(3.39)</b>	<b>4.19</b>	<b>NM</b>

**Turnover**

The Group's revenue for the six months ended 30 June 2016 ("1H'16") decreased S\$9.7 million or 8.6% to S\$103.6 million from S\$113.3 million in 1H'15 mainly due to:

- (1) Revenue decline from the Precision Components and Tooling segment due to lower demand for office automation and consumer products. Certain major Japanese customers have also allocated new production programmes to plants outside of China. In addition, there was lower demand for automotive products as current programmes are nearing end-of-life while new programmes are facing intense competition from lower-cost competitors .

This was offset by:

- (2) Revenue increase from the Assembly segment mainly due to the higher sales from TV Bezel programmes from two major Taiwanese customers.

**Net Profit**

Despite lower revenue, the Group's profit (before exchange loss) increased to S\$2.7 million in 1H'16, representing a positive swing of S\$10.5 million, from a loss (before exchange gain) of S\$7.8 million in 1H'15 mainly due to:

- (1) MSF recording profit (before exchange loss) of S\$3.6 million in 1H'16 compared to a loss (before exchange gain) of S\$8.1 million in 1H'15 as a result of:
  - (a) Increase in MSF's GP margin to 15.9% in 1H'16 from 5.4% in 1H'15 attributable to:
    - (i) Lower cost of materials (40.0% of revenue in 1H'16 compared to 44.5% in 1H'15);
    - (ii) Lower salaries and wages (Note 1(a)(i)(f));
    - (iii) Lower depreciation of PPE as a result of an impairment loss charged in Q4'15; and
    - (iv) Maximizing in-house production which reduced subcontract expenses.
  - (b) Lower G&A wages and salaries (Note 1(a)(i)(h)).

This was offset by:

- (2) InnoTek's higher loss (before exchange loss) of S\$1.2 million mainly from net fair value loss for equities and loss on disposal of investment securities managed under an investment portfolio due to the volatility of global equity markets in 1H'16.

**9. A forecast, or projected statement, has been previously disclosed to shareholders, any variance between it and the actual results**

None

**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**

China's operating environment continues to be challenging due to rising labour costs, intense competition and slower domestic growth. These factors have prompted Japan's top office automation brands to relocate some productions from China to lower-cost countries including Vietnam.

The Group remains optimistic about the automotive sector. According to a report by the China Association of Automobile Manufacturers, sales of passenger cars and commercial vehicles have risen 8.14% to 12.83 million units for the first half of 2016. The Group intends to leverage on this robust growth to secure new automotive programmes.

The global flat-screen TV panels market continues to grow, with rising consumer affluence underpinning demand for bigger screens and high-definition TVs. While competition from domestic producers continues to rise, the Group sees opportunity to focus on metal TV bezels for larger-size screens, serving Taiwanese OEMs and Japanese clients. The Group also intends to penetrate the display market in China.

Following the appointment of Mr. Lou Yiliang as Executive Director and CEO of Mansfield Group on 2 November 2015, the management team has executed a strategy to reduce operating costs, increase automation by utilizing technology and improving staff skills, and strengthening customer engagement while reaching out to new prospects. These initiatives have allowed the Group to reverse its losses and record a net profit for the quarter and half year under review despite the fall in the top-line.

While these initiatives have contributed to the positive swing in profit and operating margins, the Group will continue to build up momentum while seeking to improve service and accountability to retain existing customers and to secure new clients.

Barring unforeseen circumstances, the Board of Directors expects its performance for the whole of FY2016 to improve upon that of FY2015.

**11. Dividend**

**(a) Current Financial period Reported On**

Any dividend declared for the present financial period? No

**(b) Corresponding period of the Immediate Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? No

**(c) Date payable**

Not applicable

**(d) Books closing date**

Not applicable

**12. If no dividend has been declared / recommended , a statement to that effect**

No dividend was declared for the present financial period

13. Interested Person Transactions – Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate for interested person transactions for the financial period which it is required to report on pursuant to Rule 705.

**Interested Person transactions for the 6 months ended 30 June 2016**

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to <u>Rule 920</u> ) S\$	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) S\$
Konka Precision Mould Plastic Co., Ltd	441,895	N/A
Anhui KM Technology	325,802	N/A

14. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

The Company confirms that the undertakings under Rule 720(1) of the Listing Manual have been obtained from all its directors and executive officers in the format set out in Appendix 7.7.

15. STATEMENT PURSUANT TO SGX LISTING RULE 705(5) OF THE LISTING MANUAL

The directors confirmed 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 of the Company and of the Group for the second quarter ended 30 June 2016 to be false or misleading in any material aspects.

Signed by Robert Sebastiaan Lette, Chairman and Lou Yiliang, Executive Director

BY ORDER OF THE BOARD

Lou Yiliang  
Executive Director  
10 August 2016