

**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 First Quarter ended 31 March 2015*

Group	Note	Quarter Ended 31-Mar		YoY Change %
		2015 S\$'000	2014 S\$'000	
<b>Revenue</b>		<b>55,698</b>	<b>54,148</b>	<b>2.9</b>
Cost of sales	1(a)(i)(a)	(51,966)	(49,516)	4.9
<b>Gross Profit</b>		<b>3,732</b>	<b>4,632</b>	<b>(19.4)</b>
<b>Other items of expense</b>				
Selling and distribution		(1,139)	(1,026)	11.0
Administrative expense	1(a)(i)(b)	(7,150)	(8,008)	(10.7)
Finance cost		(62)	(69)	(10.1)
Other expenses	1(a)(i)(c)	(1)	(347)	(99.7)
Total other item of expenses		(8,352)	(9,450)	(11.6)
<b>Other items of income</b>				
Interest income		87	103	(15.5)
Other income	1(a)(i)(d)	1,998	1,420	40.7
Total other items of Income		2,085	1,523	36.9
<b>Loss before taxation and non-controlling interest</b>		<b>(2,535)</b>	<b>(3,295)</b>	<b>(23.1)</b>
Tax expense		(39)	(508)	(92.3)
<b>Loss , net of tax</b>		<b>(2,574)</b>	<b>(3,803)</b>	<b>(32.3)</b>
<b>Other comprehensive income :</b>				
Foreign currency translation		3,303	(3,325)	(199.3)
Realisation of fair value gain		(54)	-	NM
Net loss on fair value changes of available-for-sale financial assets		(226)	(750)	(69.9)
<b>Other comprehensive income , net of tax</b>		<b>3,023</b>	<b>(4,075)</b>	<b>NM</b>
<b>Total comprehensive income for the period</b>		<b>449</b>	<b>(7,878)</b>	<b>NM</b>
<b>Loss attributable to :</b>				
<b>Owners of the parent</b>		<b>(2,574)</b>	<b>(3,781)</b>	<b>(31.9)</b>
<b>Non-controlling interests</b>		<b>-</b>	<b>(22)</b>	<b>NM</b>
<b>Loss, net of tax</b>		<b>(2,574)</b>	<b>(3,803)</b>	<b>(32.3)</b>
<b>Total comprehensive income attributable to :</b>				
<b>Owners of the parent</b>		<b>449</b>	<b>(7,841)</b>	<b>NM</b>
<b>Non-controlling interests</b>		<b>-</b>	<b>(37)</b>	<b>NM</b>
<b>Total comprehensive income for the period</b>		<b>449</b>	<b>(7,878)</b>	<b>NM</b>
<b>Earning per share (cents)</b>				
<b>Basic</b>	<b>Para 6</b>	<b>(1.15)</b>	<b>(1.68)</b>	<b>(31.5)</b>
<b>Diluted</b>	<b>Para 6</b>	<b>(1.15)</b>	<b>(1.68)</b>	<b>(31.5)</b>
NM denotes Not Meaningful				

## Notes to Group Consolidated Statement of Comprehensive Income

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

	Note	Quarter Ended	
		31-Mar	
		2015 S\$'000	2014 S\$'000
(a) Included in cost of sales are :			
- Inventories recognised as an expense in cost of sales		(25,289)	(26,514)
- Provision for inventory obsolescence		(74)	(52)
- Depreciation of property, plant and equipment ("PPE")	1(a)(i)(e)	(1,806)	(2,357)
- Wages and salaries	1(a)(i)(f)	(13,471)	(10,942)
(b) Included in administrative expenses are :			
- Depreciation of property, plant and equipment ("PPE")	1(a)(i)(g)	(655)	(541)
- Amortisation of prepaid land lease payments		(23)	(18)
- Amortisation of intangible assets		(113)	(126)
- Wages and salaries	1(a)(i)(h)	(3,225)	(3,956)
(c) Included in other expenses are :-			
- Foreign currency loss		-	(73)
- Net fair value loss on held for trading investments	1(a)(i)(i)	-	(240)
(d) Included in other income are :-			
- Fair value gain on investment property		-	138
- Write-back of allowance for doubtful debts		4	101
- Property rental income		318	358
- Dividend income from investment securities	1(a)(i)(j)	193	343
- Gain on disposal of PPE		1	67
- Gain on derivative		63	26
- Gain on disposal of held for trading investment	1(a)(i)(k)	268	188
- Gain on disposal of other investments	1(a)(i)(l)	28	-
- Foreign currency gain		490	-
- Net fair value gain on held for trading investments	1(a)(i)(i)	415	-
(e) Depreciation for Q1'15 was lower than Q1'14 due mainly to impairment provision for PPE in Suzhou plant in December 2014.			
(f) Q1'15 wages and salaries were higher mainly due to assembly plant in mass production mode in Q1'15 compared to significantly lower Q1'14 revenue impacted by an early end-of-life of a major TV product of a major Japanese customer without replacement.			
(g) Higher leasehold building and improvement mainly from renovation of the Assembly plant to cater for mass production.			
(h) Lower Q1'15 wages and salaries mainly due to lower G&A headcount.			
(i) This relates to fair value gain/(loss) from investment securities under investment portfolio managed by an investment bank.			
(j) Reduction in dividend income from Sabana Reits which the company started to dispose of gradually since June 2014. The gain on disposal for Q1'15 was S\$28K .			
(k) This relates to gain on disposal of investment securities under 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 31-Mar-15 S\$'000	As at 31-Dec-14 S\$'000	As at 31-Mar-15 S\$'000	As at 31-Dec-14 S\$'000
<b>Non-current Assets</b>					
Property, plant and equipment ("PPE")		53,745	52,399	26	-
Investment property		16,938	16,260	-	-
Prepaid land lease payment		3,773	3,645	-	-
Intangible assets		752	880	-	-
Investment in subsidiary		-	-	47,061	47,061
Investment in Joint Venture	A	988	-	-	-
Other investments	B	4,543	5,873	4,543	5,873
Deposit paid for purchases of property, plant and equipment		576	1,057	-	-
Other receivables	C	1,716	1,677	-	-
Deferred tax assets		3,444	3,306	-	-
		86,475	85,097	51,630	52,934
<b>Current Assets</b>					
Inventories	D	29,892	24,497	-	-
Trade and other receivables	E	63,461	66,363	2,035	1,857
Tax recoverables		42	40	-	-
Prepayments		764	702	43	43
Loan to subsidiary		-	-	19,539	19,390
Held for trading investments	F	20,348	19,412	20,348	19,412
Derivatives	G	97	40	97	40
Cash and short-term deposit	H	25,653	24,336	2,289	2,023
		140,257	135,390	44,351	42,765
<b>Total Assets</b>		226,732	220,487	95,981	95,699
<b>Current Liabilities</b>					
Invoice financing		6,800	5,444	-	-
Trust receipts		4,411	3,938	-	-
Bank overdrafts		341	713	-	-
Loans and borrowings	1(b)(ii)	11,552	10,095	-	-
Trade and other payables	I	79,169	74,661	517	554
Provisions	J	238	229	-	-
Derivatives	G	69	76	69	76
Tax payable		1,632	1,890	70	51
		92,660	86,951	656	681
<b>Net Current Assets</b>		47,597	48,439	43,695	42,084
<b>Non-current Liabilities</b>					
Provision	J	631	609	-	-
Deferred tax liabilities		1,775	1,710	137	137
		2,406	2,319	137	137
<b>Total Liabilities</b>		95,066	89,270	793	818
<b>Net Assets</b>		131,666	131,217	95,188	94,881
Share capital		98,021	98,021	98,021	98,021
Treasury shares		(13,164)	(13,164)	(13,164)	(13,164)
Share option reserve		83	83	83	83
Fair value adjustment reserves	B	126	406	126	406
Retained earnings		42,337	44,911	10,122	9,535
Translation reserves		4,263	960	-	-
		131,666	131,217	95,188	94,881
Non-controlling interests		-	-	-	-
<b>Total Equity</b>		131,666	131,217	95,188	94,881

## Notes to Group Balance Sheet

- A This relates to the Joint Venture of wholly-owned subsidiary, Mansfield Manufacturing Company Limited with Shenzhen Konkra Precision Mould Manufactory Co.,Ltd. Anhui KM Technology is incorporated with a registered share capital of RM20 million in which Mansfield hold a stake of 49%. The amount of S\$988K represents 50% of the capital injection committed by Mansfield.
- B The Board of Directors decided to diversify into various investment instruments instead of solely investing in Industrial Reits. A total of 1,200,000 Sabana Reit shares were disposed off at an average price of S\$0.90 in Q1'15. The balance of 5,048,000 shares were marked-to-market at S\$0.90 per share as at 31 March 2015, compared to S\$0.94 for 6,248,000 shares as at 31 December 2014. The net decrease in fair value of S\$0.2 million was recorded in Other Comprehensive Income.
- C These are mainly long-term rental and utilities deposit for PRC factory facilities.
- D The higher inventory as at 31 March 2015 was due to increase in inventory for the Assembly plant in Dongguan and the Wuhan plant in the mode of ramping up production.
- E Decrease in trade and other receivables was mainly due to lower Q1'15 revenue of S\$55.7 million compared to Q4'14 revenue of S\$58.6 million.
- F 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 increase was due to fair value gain and additional investment acquired from the proceed of sales of other investments.
- G These derivatives are the unrealized fair values gain or loss from forward contracts under the portfolio investment .
- H Increase in cash and bank balances came mainly from proceed from invoice financing in Q1'15 , net decrease in working capital and proceed from sale of Sabana Reits offset by capital injection of S\$988K into Anhui KM Technology and acquisition of investments securities under the portfolio management.
- I Increase mainly due to the Assembly plant ramping up their mass production in Q1'15.
- J This comprises provision for long service payment and warranty provision relating to the Option Agreement with Alliance Manufacturing Sdn.Bhd under the disposal of Exerion Precision Technology Holding B.V.

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

	As at 31-Mar-15 S\$'000	As at 31-Dec-14 S\$'000
<b>Amount repayable in one year or less, on demand</b>		
- Secured	11,552	10,095
- Unsecured	-	-
	11,552	10,095
<b>Amount repayable after one year</b>		
- Secured	-	-
- Unsecured	-	-
	-	-
<b>Total</b>	<b>11,552</b>	<b>10,095</b>

#### Details of any collateral

Bank borrowings facilities relating to overdrafts and trust receipts are secured by corporate guarantee of HK\$50 million (estimated S\$8.0 million) from the Company and its subsidiaries. Total borrowing of S\$11.6 million include borrowing of S\$6.8 million (2014: S\$5.4 million) relating to factoring and is secured by trade receivables.

In the bank facilities letter dated 2 May 2014, the Mansfield Group is to comply with a set of covenants required by the bank. As at 31 March 2015, the Group has breached a covenant of the bank facilities. The Company did not fulfil the requirement to maintain a "Consolidated Tangible Net Worth" of HK\$598.0 million at all time. As at the date of release of this announcement, the Company and the bank have mutually agreed to a full settlement of HK\$30.5 million banking facilities by August 2015 . The Company has sufficient cash to support the Group's operation in the absence of this banking facilities.

**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)**

<b>GROUP</b>	<b>Note</b>	<b>Quarter Ended 31-Mar</b>	
		<b>2015 S\$'000</b>	<b>2014 S\$'000</b>
<b>Cash flows from operating activities :</b>			
Loss before tax		(2,535)	(3,295)
Adjustment items	K	5,056	(742)
<b>Cash flows from/(used in) operations before reinvesting in working capital</b>		2,521	(4,037)
Working capital changes , excluding changes relating to cash		1,250	(1,086)
<b>Cash generated from/(used in) operating activities</b>		3,771	(5,123)
Net interest and income tax paid		(311)	117
<b>Net cash generated from/(used in) operating activities</b>		3,460	(5,006)
<b>Cash flows from investing activities :</b>			
Purchase of property, plant and equipment ("PPE")		(715)	(1,072)
Deposit refund for property, plant and equipment		504	87
Proceeds from sale of PPE and prepaid land lease payment		-	309
Additions to intangible assets		(18)	(26)
Proceed from sales of Sabana Reit		1,078	-
Proceed from sale of intangible assets		71	-
Proceeds from sale of investment securities		3,610	3,136
Acquisition of Investment securities under portfolio management		(3,892)	(3,286)
Dividend from investment securities		193	343
Payment received from disposal of MICL		-	813
Investment in Joint Venture		(988)	-
Deposit in an investment portfolio account		321	(123)
Decrease in pledged time deposits		49	143
Decrease in restricted cash		915	26
Effect of exchange rate changes		(2,966)	2,593
<b>Net cash (used in)/generated from investing activities</b>		(1,838)	2,943
<b>Cash flows from financing activities :</b>			
Proceed from short term financing		1,402	347
Bank loan repayment		-	(1,631)
Effect of exchange rate changes		(46)	(1)
<b>Net cash generated from/(used in) financing activities</b>		1,356	(1,285)
<b>Net change in cash and cash equivalents</b>		2,978	(3,348)
<b>Effect of exchange rate changes on cash and cash equivalents</b>		(4)	14
<b>Cash and cash equivalents as at beginning of period</b>		19,562	21,810
<b>Cash and cash equivalents as at end of period</b>	L	22,536	18,476

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

**K. Details of adjustment items as follows:**

GROUP	Note	Quarter Ended 31- March	
		2015 S\$'000	2014 S\$'000
Depreciation of property, plant and equipment (PPE)		2,461	2,899
Amortisation of intangible assets		113	126
Amortisation of prepaid land lease payment		23	18
Gain on disposal of PPE, intangible assets and prepaid land lease payment		(6)	(67)
Gain on disposal of held for trading investment	1(a)(i)(k)	(268)	(188)
Gain on disposal of other investment		(28)	-
Fixed assets written off		-	33
Share option expense		-	15
Allowance for doubtful debts written back		(4)	(101)
Net fair value (gain)/loss on held for trading investments	1(a)(i)(i)	(415)	240
Net fair value gain for derivatives		(63)	(25)
Interest expense		62	69
Interest income		(87)	(103)
Provision for obsolete inventories		74	52
Unrealised exchange (gain)/loss		3,384	(3,705)
Net fair value gain on investment property		-	(138)
Provision for severance benefits and restructuring expenses		3	476
Dividend income from investment securities		(193)	(343)
Total		<u>5,056</u>	<u>(742)</u>

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

GROUP	2015 S\$'000	2014 S\$'000
Cash and bank balances	22,877	18,682
Cash and bank balance under portfolio investment management	540	1,495
Other Fixed deposits	2,236	3,419
Total cash and bank balance per balance sheet	25,653	23,596
Less : Cash and bank balance under portfolio investment management	(540)	(1,495)
Less: Pledged fixed deposit and restricted cash	(2,236)	(3,419)
Net cash and bank balance	22,877	18,682
Less : Bank overdrafts	(341)	(206)
<b>Cash and cash equivalents at end of period</b>	<b>22,536</b>	<b>18,476</b> *

\* The increase in cash and cash equivalent from 31 March 2014 to 31 March 2015 was mainly due to proceed from the disposal of Exerion of S\$2.2 million, the disposal of Mansfield Industrial Co. Ltd of S\$1.6 million and proceed from invoice financing, offset by net purchase of investment securities under portfolio management and payment of dividend to InnoTek's shareholders in May 2014 amounting to S\$2.2 million, acquisition of minority shareholders of a subsidiary in Q3'14 (S\$0.5 million) and capital injection into Anhui KM Technology (S\$1.0) in Q1'15.

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		
	Share Capital	Treasury Shares	Retained earnings	Share Option Reserve	Foreign Currency Translation Reserve	Fair value adjustment reserve	Total other Reserve	attributable to owners of the parent, total	Non-controlling Interest	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>2015</b>										
Balance at 1 January 2015	98,021	(13,164)	44,911	83	960	406	1,449	131,217	-	131,217
Loss for Q1'15	-	-	(2,574)	-	-	-	-	(2,574)	-	(2,574)
Other Comprehensive Income										
Foreign currency translation	-	-	-	-	3,303	-	3,303	3,303	-	3,303
Realisation of fair value gain	-	-	-	-	-	(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
Total comprehensive Income	-	-	(2,574)	-	3,303	(280)	3,023	449	-	449
Balance at 31 March 2015	98,021	(13,164)	42,337	83	4,263	126	4,472	131,666	-	131,666
<b>2014</b>										
Balance at 1 January 2014	98,021	(13,164)	75,281	204	(984)	3,075	2,295	162,433	467	162,900
Loss for Q1'14	-	-	(3,781)	-	-	-	-	(3,781)	(22)	(3,803)
Other Comprehensive Income										
Foreign currency translation	-	-	-	-	(3,310)	-	(3,310)	(3,310)	(15)	(3,325)
Net loss on fair value changes of available-for-sale financial assets	-	-	-	-	-	(750)	(750)	(750)	-	(750)
Other comprehensive income	-	-	-	-	(3,310)	(750)	(4,060)	(4,060)	(15)	(4,075)
Total comprehensive Income	-	-	(3,781)	-	(3,310)	(750)	(4,060)	(7,841)	(37)	(7,878)
Contribution by and distribution to owners										
Share Option expense	-	-	-	15	-	-	15	15	-	15
Total contribution by and distribution to owners	-	-	-	15	-	-	15	15	-	15
Balance at 31 March 2014	98,021	(13,164)	71,500	219	(4,294)	2,325	(1,750)	154,607	430	155,037

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

COMPANY	Attributable to owners of the parents						Total equity S\$'000
	Issued Capital S\$'000	Tresury Shares S\$'000	Retained earnings S\$'000	Share Option Reserve S\$'000	Fair Value Adjustment Reserve S\$'000	Total Other reserves S\$'000	
<b>2015</b>							
<b>Balance at 1 January 2015</b>	98,021	(13,164)	9,535	83	406	489	94,881
Profit for Q1'15	-	-	587	-	-	-	587
Other Comprehensive Income							
Realisation of fair value gain	-	-	-	-	(54)	(54)	(54)
Net loss on fair value changes of available-for-sale financial assets	-	-	-	-	(226)	(226)	(226)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>587</b>	<b>-</b>	<b>(280)</b>	<b>(280)</b>	<b>307</b>
<b>Balance at 31 March 2015</b>	98,021	(13,164)	10,122	83	126	209	95,188
<b>2014</b>							
<b>Balance at 1 January 2014</b>	98,021	(13,164)	10,652	204	3,075	3,279	98,788
Loss for Q1'14	-	-	(178)	-	-	-	(178)
Other Comprehensive Income							
Net loss on fair value changes of available-for-sale financial assets	-	-	-	-	(750)	(750)	(750)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>(178)</b>	<b>-</b>	<b>(750)</b>	<b>(750)</b>	<b>(928)</b>
Contributions by and distribution to owners							
Share option expense accrued	-	-	-	15	-	15	15
<b>Total transactions with owners in their capacity as owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15</b>	<b>-</b>	<b>15</b>	<b>15</b>
<b>Balance at 31 March 2014</b>	98,021	(13,164)	10,474	219	2,325	2,544	97,875



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 31 March 2015 and 31 December 2014 is 246,656,428.

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

	<b>As at 31/3/2015</b>	<b>As at 31/3/2014</b>
Options granted under the InnoTek Employees' Share Option Plan I	-	-
Options granted under the InnoTek Employees' Share Option Scheme II **	<u>3,590,000</u>	<u>5,420,000</u>
	<u>3,590,000</u>	<u>3,590,000</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. 5,140,000 options had been forfeited since May 2013 due to staff resignation. 1,000,000 share options were granted to a senior management staff at an option price of S\$0.27 on 1 December 2014.

**(b) Treasury Shares**

	<b>No of shares '000</b>	<b>S\$'000</b>
Balance as at 1 January and 31 March 2015	<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.

	<b>As at 31/3/2015</b>		<b>As at 31/3/2014</b>	
	<b>No of shares '000</b>	<b>\$'000</b>	<b>No of shares '000</b>	<b>\$'000</b>
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 same accounting policies and method of computation have been applied to the financial statements as in the most recently audited annual financial statements.

5. Whether 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

None.

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.

		Quarter Ended 31 March	
		2015	2014
<b>Earning per ordinary share of the Group based on net profit attributable to the shareholders of the Company :</b>			
(i)	Based on the weighted average number of shares ( in cents )		
	Earning per share	<u>(1.15)</u>	<u>(1.68)</u>
	Weighted average number of shares ( '000)	<u>223,835</u>	<u>223,835</u>
(ii)	On a fully diluted basis ( in cents )		
	Earning per share	<u>(1.15)</u>	<u>(1.68)</u>
	Adjusted weighted average number of shares ( '000)	<u>223,835</u>	<u>223,835</u>

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 31-Mar-15	As at 31-Dec-14	As at 31-Mar-15	As at 31-Dec-14
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	58.8 cents	58.6 cents	42.5 cents	42.4 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 31 March 2015 (Q1'15)**

	Q1'15 S\$'000	Q1'14 S\$'000	Q1'15 vs Q1'14 S\$'000	Q1'15 vs Q1'14 %
<b>Turnover</b>				
MSF	55,698	54,148	1,550	2.9
<b>Net Loss attributable to owners of the parent</b>				
MSF Group	(3,169)	(3,600)	431	12.0
Corporate	595	(181)	776	428.7
<b>Total</b>	<b>(2,574)</b>	<b>(3,781)</b>	<b>1,207</b>	<b>31.9</b>
<b>Basic EPS (cents)</b>	<b>(1.15)</b>	<b>(1.68)</b>	<b>0.53</b>	<b>31.5</b>

**Turnover**

The Group's revenue in the January-to-March 2015 quarter ("Q1'15") increased by S\$1.6 million or 2.9% to S\$55.7 million from S\$54.1 million in Q1'14 due mainly to:

- (1) Increase in revenue from the Precision sub-assembly segment with commencement of mass production of TV bezels to new non-Japanese customers in Q1'15, mitigating the lower volume as a result of an early end-of-life of a major TV product in Q4'13 from a major Japanese customer without replacement programmes;

Offset by

- (2) Revenue decline from the Tooling segment due to capacity loss as a result of the disruption of activities caused by the consolidation of the Tooling segment and the Precision Component segment; and
- (3) Revenue decline from the Precision component segment due to lower demand for flat TV panels from a major Japanese manufacturer.

**Net Loss**

The Group recorded lower net loss of S\$2.6 million in Q1'15, compared to a loss of S\$3.8 million in Q1'14 due mainly to:

- (1) Exchange gain in Q1'15 compared to exchange loss in Q1'14 due to strengthening of USD/HKD against S\$;
- (2) Net fair value gain on trading investments in Q1'15 compared to net fair value loss in Q1'14

This was negated by a decline in MSF's gross profit ("GP") margin in Q1'15 to 6.7% from 8.6% in Q1'14 due mainly to higher initial start-up cost especially in salaries and wages and higher rework cost for the Precision Assembly segment.

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**

With rising labour costs in China amidst increased cost competition, the operating environment for the TV market continues to remain challenging. The office automation sector is witnessing a migration of leading Japanese brands to lower-cost countries such as Vietnam. The global TV market growth is expected to slow in 2015, according to market tracker Display Search, with lower demand and panel prices declining. Panel makers are aggressively introducing ultra-slim bezels and other features while keeping prices low. As a result, margins in this sector are expected to continue to witness aggressive price reduction from emerging Chinese brands. Following the mass production ramp in Q1'15 and the sluggish demand in TV sales the Group expects overall TV shipments in Q2'15 to record slower revenue growth on a sequential basis compared to Q1'15.

The automotive market offers growth opportunities and better stability amidst continued demand for car in China, buoyed by improved road infrastructure and urbanization especially in second- and third-tier cities.

Since FY2014, the Group has set in motion its strategy to reduce dependence on Japanese manufacturers and to engage Taiwanese and Chinese manufacturers more aggressively, especially in the early stages of the product life cycle. The Group has added resources to enhance production and engineering capabilities to facilitate early involvement in the product life cycle. The Group is reasonably confident that with mass production for a Taiwanese customer commencing in the quarter under review, revenue contribution from Taiwanese ODM's will increase throughout the year.

To further augment sales, the Group has newly appointed sales representatives in new markets in the U.S. and Europe.

Beyond these efforts to grow the top line, the Group continues to pursue cost and operational efficiencies while moving up the value chain. Having additional CNC machines and invested in 3D tooling software, the Group continues to consolidate its manufacturing footprint within China, while emphasizing increasingly higher-tonnage (800 tonnes and above) metal stamping capability with a view to increasing exposure to the automotive sector.

**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**

Not Applicable

**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.**

None

**14. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Pursuant to Rule 704(13), the Company confirms that there is no person occupying a managerial position in the Company who is related to the director, chief executive officer or substantial shareholder of the Company.

**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 fourth quarter financial results of the Company and of the Group for the quarter ended 31 March 2015 to be false or misleading in any material aspects.

Signed by Robert Sebastiaan Lette, Chairman

BY ORDER OF THE BOARD

Robert Sebastiaan Lette

Chairman

11 May 2015