



Second Quarter Financial Statements for the Period Ended 30 June 2014

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

1(a)(i) Statement of profit or loss and other comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial period.

	Group			Group		
	1-Apr-14 to	1-Apr-13 to	Change	1-Jan-14 to	1-Jan-13 to	Change
	30-Jun-14	30-Jun-13		30-Jun-14	30-Jun-13	
Note	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	9,804	9,423	4.0	18,869	16,966	11.2
Cost of sales	(7,477)	(7,185)	4.1	(14,603)	(14,807)	(1.4)
Gross Profit	2,327	2,238	4.0	4,266	2,159	97.6
Other operating income	124	28	342.9	228	1,086	(79.0)
Distribution costs	(210)	(250)	(16.0)	(410)	(454)	(9.7)
Administration expenses	(1,147)	(1,021)	12.3	(2,176)	(2,081)	4.6
Other operating expenses	(288)	(328)	(12.2)	(942)	(829)	13.6
Profit/(Loss) from operations	806	667	20.8	966	(119)	NM
Finance costs	(39)	(77)	(49.4)	(88)	(164)	(46.3)
Profit/(Loss) before income tax	767	590	30.0	878	(283)	NM
Net profit/(loss) for the period	A 767	590	30.0	878	(283)	NM
<i>Items that may be reclassified subsequently to profit or loss</i>						
Other comprehensive income :						
Fair value gain/(loss) on available for sale financial assets	40	(68)	(158.8)	67	13	415.4
Other comprehensive income/(loss) for the period, net of tax	40	(68)	(158.8)	67	13	415.4
Total comprehensive income/(loss) attributable to equity holders of the Company	807	522	54.6	945	(270)	NM
Profit/(Loss) per share attributable to equity holders of the Company (US cent)						
- Basic	0.11	0.07	52.1	0.12	(0.04)	NM
- Diluted	0.11	0.07	52.1	0.12	(0.04)	NM
A. Net profit / (loss) is arrived at after charging (crediting) :						
- Directors' remuneration	232	226	2.7	432	460	(6.1)
- Interest on borrowings	39	77	(49.4)	88	164	(46.3)
- Depreciation expense	3,945	4,476	(11.9)	8,087	8,928	(9.4)
- Gain on disposal of property, plant and equipment	-	-	-	-	(1,031)	NM
- Gain on disposal of available for sale financial asset	-	-	-	(9)	-	NM
- Foreign currency exchange (gain)/loss	(4)	42	NM	355	244	45.5
- Interest income	(120)	(22)	445.5	(211)	(41)	414.6

NM - Not meaningful

**1(b)(i) Statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial period.**

	Group		Company	
	30-Jun-14	31-Dec-13	30-Jun-14	31-Dec-13
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Current Assets</b>				
Cash	30,301	28,301	587	1,823
Trade receivables	7,186	6,356	-	-
Other receivables and prepayments	2,786	2,652	4,589	3,931
<b>Total current assets</b>	<b>40,273</b>	<b>37,309</b>	<b>5,176</b>	<b>5,754</b>
<b>Non-current Assets</b>				
Investment in subsidiaries	-	-	98,362	98,362
Property, plant and equipment	47,934	51,637	-	-
Available-for-sale investments	1,434	1,433	-	-
Other receivables and prepayments	539	570	-	-
<b>Total non-current assets</b>	<b>49,907</b>	<b>53,640</b>	<b>98,362</b>	<b>98,362</b>
<b>Total Assets</b>	<b>90,180</b>	<b>90,949</b>	<b>103,538</b>	<b>104,116</b>
<b>Current Liabilities</b>				
Trade payables	376	506	-	-
Other payables	5,192	5,177	15,808	15,499
Obligation under finance leases	A 960	2,071	-	-
<b>Total current liabilities</b>	<b>6,528</b>	<b>7,754</b>	<b>15,808</b>	<b>15,499</b>
<b>Capital and Reserves</b>				
Share capital	85,252	87,650	85,252	87,650
Treasury shares	(230)	(2,140)	(230)	(2,140)
Legal reserve	4,875	4,875	-	-
Merger reserve	23,993	23,993	-	-
Contributed surplus	-	-	31,927	31,927
Fair value reserve	238	171	-	-
Accumulated losses	(30,476)	(31,354)	(29,219)	(28,820)
<b>Net shareholders' equity</b>	<b>83,652</b>	<b>83,195</b>	<b>87,730</b>	<b>88,617</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>90,180</b>	<b>90,949</b>	<b>103,538</b>	<b>104,116</b>



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

A. Obligation under finance leases - secured

	<b>Group 30-Jun-14 US\$'000</b>	<b>Group 31-Dec-13 US\$'000</b>
Amount repayable in one year or less, or on demand	<u>960</u>	<u>2,071</u>
	<u>960</u>	<u>2,071</u>

**Details of loans and borrowings**

The Group leased certain plant and equipment under finance leases. The average lease term is 4.5 years. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments.

**Details of any collateral**

As at 30 June 2014, the Group has available banking facilities of US\$31,804,000 (31 Dec 2013: US\$28,514,000) with a consortium of banks. The facility is secured using certain property, plant and equipment of the Group with a total net book value of approximately US\$13,656,000 (31 Dec 2013: US\$15,927,000). The Group's obligation under finance leases is secured by the lessors' title to the leased assets.



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

	Group 1-Apr-14 to 30-Jun-14	Group 1-Apr-13 to 30-Jun-13	Group 1-Jan-14 to 30-Jun-14	Group 1-Jan-13 to 30-Jun-13
Note	US\$'000	US\$'000	US\$'000	US\$'000
<b>Operating activities</b>				
Profit/(Loss) before income tax	767	590	878	(283)
Adjustments for :				
Depreciation expense	3,945	4,476	8,087	8,928
Interest income	(120)	(22)	(211)	(41)
Interest expense	39	77	88	164
Gain on disposal of available-for-sale financial assets	-	-	(9)	-
Gain on disposal of property, plant and equipment	-	-	-	(1,031)
Operating profit before working capital changes	4,631	5,121	8,833	7,737
Trade receivables	(835)	(1,051)	(830)	(372)
Other receivables and prepayments	76	(66)	(99)	59
Trade payables	119	311	(130)	(87)
Other payables	1,104	786	105	(733)
Cash generated from operations	5,095	5,101	7,879	6,604
Income tax paid	-	(1)	-	-
Interest received	120	22	207	37
Net cash from operating activities	5,215	5,122	8,086	6,641
<b>Investing activities</b>				
Proceeds from disposal of property, plant and equipment	-	-	-	33
Additional investment in financial assets, available for sale	-	-	-	(200)
Proceeds from disposal of available-for-sale financial assets	-	-	75	-
Purchase of property, plant and equipment	(2,780)	(877)	(4,474)	(1,368)
	A			
Net cash used in investing activities	(2,780)	(877)	(4,399)	(1,535)
<b>Financing activities</b>				
Repayment of finance lease liabilities	(560)	(523)	(1,111)	(1,037)
Purchase of treasury shares	(447)	(617)	(488)	(858)
Interest paid	(39)	(77)	(88)	(164)
Net cash used in financing activities	(1,046)	(1,217)	(1,687)	(2,059)
Net increase in cash	1,389	3,028	2,000	3,047
Cash at the beginning of the period	28,912	20,603	28,301	20,584
<b>Cash at the end of the period</b>	<b>30,301</b>	<b>23,631</b>	<b>30,301</b>	<b>23,631</b>

Note

A. Property, plant and equipment

During the period, the information relating to the Group's acquisition of property, plant and equipment is as follows:

	<u>1-Apr-14 to 30-Jun-14</u>	<u>1-Apr-13 to 30-Jun-13</u>	<u>1-Jan-14 to 30-Jun-14</u>	<u>1-Jan-13 to 30-Jun-13</u>
	US\$'000	US\$'000	US\$'000	US\$'000
Total acquisition of property, plant and equipment	2,763	877	4,385	1,368
Add: Other payables at beginning of period	748	3	820	3
Less: Other payables at end of period	<u>(731)</u>	<u>(3)</u>	<u>(731)</u>	<u>(3)</u>
Cash paid	<u>2,780</u>	<u>877</u>	<u>4,474</u>	<u>1,368</u>

During the six months ended 30 June 2014, the Group acquired property, plant and equipment with an aggregate cost of approximately US\$4,385,000 (30 June 2013: US\$1,368,000). Cash payments of US\$4,474,000 (30 June 2013: US\$1,368,000) were made to acquire property, plant and equipment.

During the three months ended 30 June 2014, the Group acquired property, plant and equipment with an aggregate cost of approximately US\$2,763,000 (30 June 2013: US\$877,000). Cash payments of US\$2,780,000 (30 June 2013: US\$877,000) were made to acquire property, plant and equipment.



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

Group	Share capital	Treasury shares	Legal reserve	Merger reserve	Fair value reserve	Accumulated losses	Net
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>Balance at 1 Jan 2013</b>	89,405	(1,448)	4,875	23,993	186	(32,286)	84,725
Total comprehensive income for the period							
Loss for the period	-	-	-	-	-	(873)	(873)
Other comprehensive income for the period	-	-	-	-	81	-	81
Total	-	-	-	-	81	(873)	(792)
Transactions with owners, recognised directly in equity							
Repurchase of shares	-	(241)	-	-	-	-	(241)
<b>Balance at 31 Mar 2013</b>	<b>89,405</b>	<b>(1,689)</b>	<b>4,875</b>	<b>23,993</b>	<b>267</b>	<b>(33,159)</b>	<b>83,692</b>
<b>Balance at 1 Apr 2013</b>	89,405	(1,689)	4,875	23,993	267	(33,159)	83,692
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	590	590
Other comprehensive loss for the period	-	-	-	-	(68)	-	(68)
Total	-	-	-	-	(68)	590	522
Transactions with owners, recognised directly in equity							
Repurchase of shares	-	(617)	-	-	-	-	(617)
Cancellation of shares	(1,755)	1,755	-	-	-	-	-
<b>Balance at 30 Jun 2013</b>	<b>87,650</b>	<b>(551)</b>	<b>4,875</b>	<b>23,993</b>	<b>199</b>	<b>(32,569)</b>	<b>83,597</b>
<b>Balance at 1 Jan 2014</b>	87,650	(2,140)	4,875	23,993	171	(31,354)	83,195
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	111	111
Other comprehensive income for the period	-	-	-	-	27	-	27
Total	-	-	-	-	27	111	138
Transactions with owners, recognised directly in equity							
Repurchase of shares	-	(41)	-	-	-	-	(41)
<b>Balance at 31 Mar 2014</b>	<b>87,650</b>	<b>(2,181)</b>	<b>4,875</b>	<b>23,993</b>	<b>198</b>	<b>(31,243)</b>	<b>83,292</b>
<b>Balance at 1 Apr 2014</b>	87,650	(2,181)	4,875	23,993	198	(31,243)	83,292
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	767	767
Other comprehensive income for the period	-	-	-	-	40	-	40
Total	-	-	-	-	40	767	807
Transactions with owners, recognised directly in equity							
Repurchase of shares	-	(447)	-	-	-	-	(447)
Cancellation of shares	(2,398)	2,398	-	-	-	-	-
<b>Balance at 30 Jun 2014</b>	<b>85,252</b>	<b>(230)</b>	<b>4,875</b>	<b>23,993</b>	<b>238</b>	<b>(30,476)</b>	<b>83,652</b>



Company	Share capital	Treasury shares	Contributed surplus	Accumulated losses	Net
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>Balance at 1 Jan 2013</b>	89,405	(1,448)	31,927	(27,985)	91,899
Loss for the period, representing total comprehensive loss for the period	-	-	-	(223)	(223)
Transactions with owners, recognised directly in equity					
Repurchase of shares	-	(241)	-	-	(241)
<b>Balance at 31 Mar 2013</b>	89,405	(1,689)	31,927	(28,208)	91,435
<b>Balance at 1 Apr 2013</b>	89,405	(1,689)	31,927	(28,208)	91,435
Loss for the period, representing total comprehensive loss for the period	-	-	-	(196)	(196)
Transactions with owners, recognised directly in equity					
Repurchase of shares	-	(617)	-	-	(617)
Cancellation of shares	(1,755)	1,755	-	-	-
<b>Balance at 30 Jun 2013</b>	87,650	(551)	31,927	(28,404)	90,622
<b>Balance at 1 Jan 2014</b>	87,650	(2,140)	31,927	(28,820)	88,617
Loss for the period, representing total comprehensive loss for the period	-	-	-	(193)	(193)
Transactions with owners, recognised directly in equity					
Repurchase of shares	-	(41)	-	-	(41)
<b>Balance at 31 Mar 2014</b>	87,650	(2,181)	31,927	(29,013)	88,383
<b>Balance at 1 Apr 2014</b>	87,650	(2,181)	31,927	(29,013)	88,383
Loss for the period, representing total comprehensive loss for the period	-	-	-	(206)	(206)
Transactions with owners, recognised directly in equity					
Repurchase of shares	-	(447)	-	-	(447)
Cancellation of shares	(2,398)	2,398	-	-	-
<b>Balance at 30 Jun 2014</b>	85,252	(230)	31,927	(29,219)	87,730

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on all the outstanding convertibles 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 period.**

Share Capital	Number of shares ('000)			
	Quarter		Year-to-date	
	Q2 2014	Q2 2013	30-Jun-14	30-Jun-13
Balance at beginning of period	757,411	789,821	757,411	789,821
Cancellation during the period	(37,969)	(32,410)	(37,969)	(32,410)
Balance at end of period	<u>719,442</u>	<u>757,411</u>	<u>719,442</u>	<u>757,411</u>

Treasury Shares	Number of shares ('000)			
	Quarter		Year-to-date	
	Q2 2014	Q2 2013	30-Jun-14	30-Jun-13
Balance at beginning of period	34,504	31,314	33,854	27,367
Repurchase during the period	6,892	9,824	7,542	13,771
Cancellation during the period	(37,969)	(32,410)	(37,969)	(32,410)
Balance at end of period	<u>3,427</u>	<u>8,728</u>	<u>3,427</u>	<u>8,728</u>

In the current period, the Company purchased a total of 6,892,000 (30 June 2013: 9,824,000) shares through market purchase. The total amount paid to acquire shares for the period was US\$447,000 (30 June 2013: US\$617,000) and has been separately recorded as treasury shares in shareholders' equity.

**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 immediately preceding year.**

Total number of issued shares excluding treasury shares as at the end of the current financial period is 716,015,001 (31 December 2013: 723,557,001) shares.

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

The company cancelled the 37,969,000 treasury shares amounting to US\$2,398,000 on 9 May 2014.





**2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited but have been reviewed by the auditors in accordance with Singapore Standard on Review Engagements 2410 *Review of Financial Information Performed by the independent Auditor of the Entity*.

**3 Where the figures have been audited or reviewed, the auditors' report (including any qualification or emphasis of a matter).**

Please see attached review report.

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

The accounting policies and methods of computation applied by the Group and the Company are consistent with those used in its most recently audited financial statements for the year ended 31 December 2013.

**Basis of preparation of the interim condensed financial information**

The interim condensed financial information of Global Testing Corporation Limited and its subsidiaries (the "Group"), which comprise the condensed statement of financial position of the Group and the Company as at 30 June 2014, and the related condensed statement of profit or loss and other comprehensive income, statement of changes in equity and cash flow statement of the Group for the period from 1 January 2014 to 30 June 2014 and the condensed statement of changes in equity of the Company for the period from 1 April 2014 to 30 June 2014 and 1 January 2014 to 30 June 2014, and the explanatory notes as enumerated in Sections 1, 4, 5, 6, 7, 11, 12, 14 and 15 of the Announcement, has been prepared in accordance with Singapore Financial Reporting Standards ("FRS") 34 – Interim Financial Reporting. This interim condensed financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2013.

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

There are no changes to the Group's accounting policies and the adoption of the new or revised FRS and Interpretations that become effective in the financial period beginning on or after 1 January 2014 has no material impact on the Group's consolidated condensed interim financial information.

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

	<b>Group</b>	
	<b>1- Jan-14 to 30-Jun-14</b>	<b>1- Jan-13 to 30-Jun-13</b>
Based on weighted average numbers of shares (US cents per share)	0.12	(0.04)
- Weighted average number of shares ('000)	720,882	757,880
On a fully diluted basis (US cents per share)	0.12	(0.04)
- Weighted average number of shares ('000)	720,882	757,880

The diluted loss per share is the same as basic loss per share as there is no potential dilutive ordinary shares.

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

	<b>30-Jun-14</b>	<b>31-Dec-13</b>
Net asset value per share (US cents)		
-The Group	<u>11.68</u>	<u>11.50</u>
-The Company	<u>12.25</u>	<u>12.25</u>

Net asset value per ordinary share is calculated based on the share capital of 716,015,001 (31 December 2013: 723,557,001) ordinary shares outstanding excluding treasury share as at the end of the relevant financial period.

- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**

**(a) any significant factors that affected the turnover, costs, and loss of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**

**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

## **Review of Operating Results**

### **Revenue**

Revenue for 2Q 2014 increased by 4.0% to US\$9.8 million, compared to US\$ 9.4 million in 2Q 2013. Revenue for the current half year period increased by 11.2% to US\$18.9 million, compared to US\$ 17.0 million in the corresponding half year period of 2013, mainly due to the increase in customers' orders.

### **Other operating income**

Other operating income for 2Q 2014 increased by 342.9% to US\$0.1 million, compared to US\$ 0.01 million in 2Q 2013, mainly due to the increase in interest income from time deposit.

Other operating income for the current half year period decreased by 79.0% to US\$0.2 million, compared to US\$ 1.1 million in the corresponding half year period of 2013. This was mainly due to a gain on disposal of a plant and equipment, which was completed at the end of March 2013.

### **Administration expenses**

Administration expenses for 2Q 2014 increased by 12.3% to US\$1.1 million compared to US\$1.0 million in 2Q 2013. Administration expenses for the current half year period increased by 4.6% to US\$ 2.2 million, compared to US\$ 2.1 million in the corresponding period of 2013. This was mainly due to the increase in employee benefit expenses.

### **Other operating expenses**

Other operating expenses for 2Q 2014 decreased by 12.2% to US\$0.29 million compared to US\$0.33 million in 2Q 2013, mainly due to the foreign exchange gain recognized in Q2 2014.

Other operating expenses for the current half year period increased by 13.6% to US\$0.9 million, compared to US\$ 0.8 million in the corresponding half year period of 2013. This was mainly due to the foreign exchange loss recognized during the period.

## **Financial position of the Group**

### **Cash**

Cash increased by 7.1% to US\$30.3 million as at 30 June 2014, compared to US\$28.3 million as at 31 December 2013, mainly due to the increase in the Group net cash inflow generated from operating activities.

### **Trade receivables**

Trade receivables increased by 13.1% to US\$ 7.2 million as at 30 June 2014, compared to US\$



6.4 million as at 31 December 2013, mainly due to the higher revenue generated in 2Q 2014 as compared to 4Q 2013.

#### **Property, plant and equipment**

Property, plant and equipment decreased by 7.2% to US\$47.9 million as at 30 June 2014, compared to US\$51.6 million as at 31 December 2013, mainly due to depreciation expense charged during the period which was partially offset by additions of property, plant and equipment during the period.

#### **Trade payables**

Trade payables decreased by 25.7% to US\$0.4 million as at 30 June 2014, compared to US\$0.5 million as at 31 December 2013, mainly due to the decrease in purchase of raw materials during the period.

#### **Obligation under finance leases**

Obligation under finance leases decreased by 53.6% to US\$1.0 million as at 30 June 2014, compared to US\$2.1 million as at 31 December 2013, mainly due to the repayment of finance leases during the period.

#### **Treasury shares**

Treasury shares decreased by 89.3% to US\$0.2 million as at 30 June 2014, compared to US\$2.1 million as at 31 December 2013. This was mainly due to cancellation of treasury shares during Q2 2014.

#### **Fair value reserve**

Fair value reserve increased by 39.2% to US\$0.24 million as at 30 June 2014, compared to US\$0.17 million as at 31 December 2013, mainly due to the fair value gain on the investment in Greater China Growth fund.

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

For 2Q 2014, revenue increased by 8.2% from US\$9.1 million in 1Q 2014 to US\$9.8 million. The result is consistent with the Group's earlier guidance.

### **10 A commentary at the date of the announcement of the significant trends and 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.**

Increasing orders from customers and the Group's focus on cost management and enhancing operational efficiencies have continued to yield results. The Group's net profit for the second quarter of 2014 ("2Q2014") was US\$0.8 million, recording a sequential growth of almost 591.0% from US\$0.1 million in the first quarter of 2014

("1Q2014").

On the industry front, notwithstanding market competition, the overall business outlook is expected to be positive in the second half of 2014, backed by solid demand for smartphones and tablet computers. A report published by Digitimes Research on April 11, 2014, also highlighted that the production value of Taiwan's IC testing and packaging industry is expected to see 5.9% growth this year, improving from 4.9% in 2013. Such positive industry factors are expected to benefit industry players and the Group remains confident that Global Testing Corporation's sound business model and technical expertise will continue to support its long-term growth strategy.

The Group will also continue to exercise diligence and prudence in the areas of cost and cash management, and seek to enhance the operational efficiency at its manufacturing facilities. The Group will also seek to strengthen its foothold in the global consumer electronics sector, in addition to its mainstay customers in the communications sector which produce semiconductors for the growing smartphone, tablet, and portable device markets.

**11. Dividend**

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

Any dividend recommended for the current financial period reported on? None.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

No dividends have been paid, declared or recommended since the end of the Company's preceding financial year.

**13. If the group has obtained a general mandate from shareholders for Interested Person Transactions ("IPT"), the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

No IPT mandate has been obtained from shareholders. The company and its subsidiaries did not enter into any IPT during the financial period ended 30 June 2014.



14. **Segmental revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

**Products and services from which reportable segments derive their revenues**

Information reported to the Group's chief operating decision maker for the purposes of resource allocation and assessment of segment performance. The Group's sole operating segment is the provision of testing services to customers in the semi-conductor industry. As there is only one principal operating segment, the information regarding its revenues and results, assets and other information is represented by the financial statements as a whole.

**Geographical information**

The Group's operations and its assets are located mainly in Taiwan, Republic of China. Its customers are located mainly in Taiwan, Republic of China, the United States of America and Singapore. The Group's revenue from external customers and information about its non-current assets by geographical location are detailed below:

**Revenue by geographical region**

	<b>1 Jan 2014 to 30 Jun 2014</b>		<b>1 Jan 2013 to 30 Jun 2013</b>	
	<b>US\$'000</b>	<b>%</b>	<b>US\$'000</b>	<b>%</b>
Asia	16,236	86.0	11,081	65.3
North America	2,352	12.5	5,591	33.0
Others	281	1.5	294	1.7
	<b>18,869</b>	<b>100.0</b>	<b>16,966</b>	<b>100.0</b>

  

	<b>1 Apr 2014 to 30 Jun 2014</b>		<b>1 Apr 2013 to 30 Jun 2013</b>	
	<b>US\$'000</b>	<b>%</b>	<b>US\$'000</b>	<b>%</b>
Asia	8,392	85.6	6,103	64.8
North America	1,258	12.8	3,130	33.2
Others	154	1.6	190	2.0
	<b>9,804</b>	<b>100.0</b>	<b>9,423</b>	<b>100.0</b>



Non-current assets by geographical location

	30-Jun-14	31-Dec-13
	US\$'000	US\$'000
Taiwan	48,459	51,753
US	1,448	1,887
Total	<u>49,907</u>	<u>53,640</u>

15. Capital and Other Commitments

*Finance lease commitments*

The group has finance leases for certain items of plant and equipment. These leases have terms of first right to purchase but no renewal and escalation clauses. Future minimum lease payments under finance leases together with the present value of the net minimum lease payments are as follows:

	Group			
	30-Jun-14		31-Dec-13	
	Minimum lease payments	Present value of payments	Minimum lease payments	Present value of payments
	US\$'000	US\$'000	US\$'000	US\$'000
Not later than one year	977	960	2,145	2,071
	<u>977</u>	<u>960</u>	<u>2,145</u>	<u>2,071</u>
Less: Amounts representing finance charges	(17)	-	(74)	-
	<u>960</u>	<u>960</u>	<u>2,071</u>	<u>2,071</u>

16. Confirmation Pursuant to Rule 705(5) of the Listing Manual

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results for the financial period ended 30 June 2014 of the Company and of the Group to be false or misleading, in any material aspect.

On behalf of the Board of Directors

**Chen, Tie-Min**  
Executive Chairman

**Heng-Chun Ho**  
Executive Director and  
Chief Executive Officer

**BY ORDER OF THE BOARD**

Heng-Chun Ho  
Executive Director and Chief Executive Officer  
11 August 2014

August 11, 2014

The Board of Directors  
Global Testing Corporation Limited  
9 Battery Road  
#15-01 Straits Trading Building  
Singapore 049910

Dear Sirs

## **GLOBAL TESTING CORPORATION LIMITED AND ITS SUBSIDIARIES**

### **REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION AS OF AND FOR THE SIX MONTHS ENDED JUNE 30, 2014**

#### **Introduction**

We have reviewed the accompanying interim condensed financial information of Global Testing Corporation Limited (the “Company”) and its subsidiaries (the “Group”) which comprises the condensed statement of financial position of the Group and the Company as at June 30, 2014, the condensed statement of profit or loss and other comprehensive income, statement of changes in equity, and cash flow statement of the Group and the condensed statement of changes in equity of the Company for the six months period then ended, and selected notes and other explanatory information as enumerated in sections 1, 4, 5, 6, 7, 11, 12, 14 and 15 of the announcement (“interim condensed financial information”).

Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with Singapore Financial Reporting Standards 34, Interim Financial Reporting (“FRS 34”). Such interim condensed financial information has been prepared by the Company for announcement on the Singapore Exchange Securities Trading Limited. Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

#### **Scope of Review**

We conducted our review in accordance with the Singapore Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Singapore Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not presented fairly, in all material respects, in accordance with FRS 34.

*Deloitte & Touche LLP*

Public Accountants and  
Chartered Accountants  
Singapore

August 11, 2014