

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

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

UNAUDITED CONSOLIDATED INCOME STATEMENT FOR THE THIRD QUARTER ENDED 30th SEPTEMBER 2009

	Group					
	3Q			9 months ended		
	2009	2008	Change	2009	2008	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	11,406	21,224	-46%	30,271	75,890	-60%
Net Financial Expense (Note (a))	(152)	(401)	-62%	(390)	(4,777)	-92%
Changes in inventories	354	3,263	-89%	(3,702)	2,420	N.M
Raw material purchases and sub-contractors charges	(4,419)	(11,335)	-61%	(8,443)	(31,032)	-73%
Staff costs	(1,324)	(5,073)	-74%	(5,008)	(16,458)	-70%
Depreciation expense	(2,833)	(3,244)	-13%	(8,905)	(9,777)	-9%
Other Expenses (Note (b))	(2,048)	(3,690)	-44%	(5,644)	(12,180)	-54%
Other (Charges)/Credits (Note (c))	(924)	187	N.M	(24,186)	(2,828)	755%
Profit/(Loss) before income tax	60	931	-94%	(26,007)	1,258	N.M
Income tax credit/(expense) (Note (d))	59	(17)	N.M	536	(90)	N.M
Profit/(Loss) for the period from continuing operations	119	914	-87%	(25,471)	1,168	N.M
Attributable to:						
Equity holders of the Company	119	914	-87%	(25,471)	1,168	N.M
Minority interests	-	-	N.M	-	-	N.M
	119	914	-87%	(25,471)	1,168	N.M
Earnings per ordinary share (in cents)						
- basic and diluted	0.03	0.28	-89%	-7.19	0.34	N.M

N.M - Not meaningful

NOTES TO INCOME STATEMENT

Note (a) Net Financial Expense

	Group					
	2009 S\$'000	3Q 2008 S\$'000	Change %	2009 S\$'000	9 months ended 2008 S\$'000	Change %
Interest Income	24	5	380%	46	42	10%
Interest Expense	(176)	(140)	26%	(436)	(316)	38%
Loss on forward contracts	-	(266)	N.M	-	(4,503)	N.M
Financial expense - net	(152)	(401)	-62%	(390)	(4,777)	-92%

Note (b) Other Expenses

	Group					
	2009 S\$'000	3Q 2008 S\$'000	Change %	2009 S\$'000	9 months ended 2008 S\$'000	Change %
Legal and professional fees (Note (i))	27	(88)	N.M	(143)	(1,057)	-86%
Rental of factory (Note (ii))	(268)	(270)	-1%	(650)	(994)	-35%
Utilities (Note (iii))	(800)	(1,261)	-37%	(1,983)	(3,722)	-47%
Freight charges	(93)	(295)	-68%	(236)	(742)	-68%
Upkeep of building/office	(10)	(203)	-95%	(143)	(622)	-77%
Upkeep of machinery (Note (iv))	(141)	(620)	-77%	(394)	(1,413)	-72%
Others	(763)	(953)	-20%	(2,095)	(3,630)	-42%
	(2,048)	(3,690)	-44%	(5,644)	(12,180)	-54%

Note 1(a)(b) (i) - The decrease in legal and professional fees in the nine months of FY09 compared to the same period in 2008 was mainly due to a one-time due diligence fees that was incurred in 1Q 08 in relation to a potential new business and fund raising exercise that was subsequently aborted.

Note 1(a)(b)(ii) – The decrease in rental of property was mainly due to the cessation of a property lease in Changi North in June 2008.

Note 1(a)(b)(iii) - The decrease in utilities was mainly due to lower production volume compared to the same period in 2008.

Note 1 (a)(b)(iv) – The decrease in the upkeep of machinery was mainly due to the reduced machinery maintenance carried out and as a result of lower production volume compared to the same period in 2008.

Note (c) Other Credits / (Charges)

	Group					
	2009 S\$'000	3 Q 2008 S\$'000	Change %	2009 S\$'000	9 months ended 2008 S\$'000	Change %
(Loss)/Gain on exchange difference	(1,009)	1,124	N.M	(2,152)	(330)	552%
Gain on disposal of assets classified as held for sale (Note (i))	-	-	N.M	-	1,816	N.M
(Loss)/Gain on disposal of property, plant & equipment	-	(175)	N.M	12	(177)	N.M
Impairment of property, plant & equipment	-	(507)	N.M	-	(507)	N.M
Property, plant & equipment written off	(17)	(238)	-93%	(17)	(663)	-97%
Reversal / (Provision) for obsolete stock	78	-	N.M	(2,273)	(2,180)	4%
Impairment of goodwill	-	-	N.M	(20,000)	(793)	2422%
Others	24	(17)	N.M	244	6	3967%
	(924)	187	N.M	(24,186)	(2,828)	755%

Note 1(a)(c) (i) - This relates to the disposal of factory building in Changi South in January 2008.

Note (d) Income tax

Amount of any adjustment for under or over provision of tax in respect of prior years

	Group					
	2009 S\$'000	3 Q 2008 S\$'000	Change %	2009 S\$'000	9 months ended 2008 S\$'000	Change %
Income tax:						
- Current	7	(17)	N.M	(59)	(90)	-34%
- Deferred tax	52	-	N.M	595	-	N.M
	59	(17)	N.M	536	(90)	N.M

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

	Group		Company	
	30 Sep 2009 S\$'000	31 Dec 2008 S\$'000	30 Sep 2009 S\$'000	31 Dec 2008 S\$'000
ASSETS				
Current Assets				
Cash and cash equivalents	17,906	19,111	113	362
Trade and other receivables (Note (ii))	11,199	9,872	8,971	10,942
Inventories (Note (iii))	24,949	30,925	-	-
	<u>54,054</u>	<u>59,908</u>	<u>9,084</u>	<u>11,304</u>
Non-Current Assets				
Investment in subsidiaries (Note (i))	-	-	136,884	138,986
Property, plant and equipment	78,719	86,313	-	-
Financial assets, held-to-maturity	4,931	5,075	-	-
Investment properties	3,894	3,398	-	-
Goodwill	60,702	80,702	-	-
Other long-term receivables	-	-	7	1,265
	<u>148,246</u>	<u>175,488</u>	<u>136,891</u>	<u>140,251</u>
Total Assets	202,300	235,396	145,975	151,555
LIABILITIES AND EQUITY				
Current Liabilities				
Short term borrowings	2,000	7,323	-	-
Trade and other payables (Note (iv))	17,749	28,338	2,225	3,073
Income tax payable	650	644	81	63
Current portion of long-term borrowings (Note (v))	501	-	-	-
Current portion of finance leases obligation (Note (vi))	3,601	1,959	-	-
	<u>24,501</u>	<u>38,264</u>	<u>2,306</u>	<u>3,136</u>
Non Current Liabilities				
Deferred taxation	3,070	3,683	1	1
Long-term borrowings (Note (v))	7,665	-	-	-
Finance leases obligation (Note (vi))	4,224	2,968	-	-
Long-term provision *	1,200	1,200	-	-
	<u>16,159</u>	<u>7,851</u>	<u>1</u>	<u>1</u>
Total Liabilities	40,660	46,115	2,307	3,137
Equity attributable to owners of the parent				
Share Capital	152,822	152,822	152,822	152,822
Treasury shares	(13,494)	(13,496)	(13,494)	(13,496)
Other components of equity	(1,553)	(1,154)	68	68
Retained earnings	23,865	51,109	4,272	9,024
Total equity	161,640	189,281	143,668	148,418
Total liabilities and equity	202,300	235,396	145,975	151,555

* Provision for reinstatement of leased premises.

Note 1 (b)(i)(i) Investment in Subsidiaries

The details of the subsidiaries as at 30 September 2009 are as follows:

Name	Effective percentage of equity held by the group		Company's cost of investment	
	30-Sep-09 %	31-Dec-08 %	30-Sep-09 S\$'000	31-Dec-08 S\$'000
<u>Held by the Company</u>				
UMS Systems Pte Ltd (Singapore)	100	100	9,561	9,561
UMS International Pte Ltd (Singapore)	100	100	800	800
NCS Engineering Pte Ltd (Singapore)	100	100	403	403
UMS Pte Ltd (previously known as UMS Semiconductor Pte Ltd) (Singapore)	100	100	126,983	126,983
Ultimate Manufacturing Solutions (Suzhou) Co., Ltd (The People's Republic of China)	100	100	2,102	2,102
ASL International Trading, Inc (United States)	100	100	33	33
UMS Aerospace Pte Ltd (Singapore)	100	100	-	-
UMS Solar Pte Ltd (Singapore)	100	100	-	-
Ultimate Machining Solutions (M) Sdn. Bhd. (Malaysia)	100	100	-	-
Unquoted equity shares, at cost			139,882	139,882
Add: expenses recognized relating to equity settled share-based payments			42	42
Add: corporate guarantee given to subsidiaries			56	56
Less: Provision for impairment			(3,096)	(994)
			<u>136,884</u>	<u>138,986</u>
<u>Held through UMS International Pte Ltd</u>				
Norelco Centreline (KL) Sdn. Bhd. (Malaysia)	100	100		
Ultimate Manufacturing Solutions (M) Sdn. Bhd (Malaysia)	100	100		
Norelco Centreline (Hong Kong) Pte Limited (Hong Kong)	100	100		
<u>Held through UMS Pte Ltd</u>				
UMS Solutions Pte Ltd (Singapore)	100	100		

Note 1(b)(i)(ii) – The increase in trade and other receivables by S\$1.3 million were mainly due to higher shipments made in September 2009.

Note 1(b)(i)(iii) – The decrease in the inventories by S\$6.0 million was due to shipment of inventories to customers, and inventory provision made during the 9 months of FY09 amounting to S\$2.3 million.

Note 1(b)(i)(iv) – The decline in trade and other payables by S\$10.6 million was mainly due to settlement of payables relating to capital expenditure in Penang and machineries acquired by UMS Aerospace last year (see note 1(b)(i)(vi)).

Note 1(b)(i)(v) – The drawdown of long-term borrowings was to fund the capital expenditure relating to new facility in Malaysia.

Note 1(b)(i)(vi) – The increase in finance lease obligation by S\$2.9 million was due to the drawdown of hire purchase loans for new machineries in UMS Aerospace partially offset by repayments made during the period.

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

Amount repayable in one year or less, or on demand

As at 30 Sep 2009			As at 31 Dec 2008		
Secured S\$'000	Unsecured S\$'000	Total S\$'000	Secured S\$'000	Unsecured S\$'000	Total S\$'000
4,102	2,000	6,102	3,783	5,499	9,282

Amount repayable after one year

As at 30 Sep 2009			As at 31 Dec 2008		
Secured S\$'000	Unsecured S\$'000	Total S\$'000	Secured S\$'000	Unsecured S\$'000	Total S\$'000
11,889	-	11,889	2,968	-	2,968

Details of any collateral

The Group's borrowings comprise mainly term loans and finance leases. The long-term borrowings are secured by a fixed charged over the freehold land and building of a subsidiary. The finance leases are secured by mortgages over the plant and machinery of a subsidiary.

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

	Group			
	3Q		9 months ended	
	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000
Cash flows from operating activities				
Net profit/(loss) before income tax	60	931	(26,007)	1,258
Adjustments for:				
Impairment of goodwill	0	0	20,000	793
Depreciation expense	2,833	3,244	8,905	9,777
Loss/(Gain) on disposal of property, plant and equipment	0	175	(12)	(1,639)
Provision for obsolete stock	(78)	0	2,273	2,180
Property, plant and equipment written off	17	238	17	663
Interest income	(24)	(5)	(46)	(42)
Interest expense	176	140	436	316
Impairment loss on property, plant and equipment	0	507	0	507
Unrealised foreign exchange adjustment (gain)/loss	(89)	(2,138)	991	(6,891)
	2,895	3,092	6,557	6,922
Operating cash flow before working capital changes				
Trade and other receivables	(3,358)	4,377	(2,213)	7,101
Inventories	(354)	(1,711)	3,702	(3,047)
Trade and other payables	3,157	(2,769)	(3,144)	(10,288)
Cash generated from operations	2,340	2,989	4,902	688
Income tax refunded/(paid)	2	(23)	(38)	283
Net cash generated from operating activities	2,342	2,966	4,864	971
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	0	66	13	7,070
Purchase of property, plant and equipment	(2,472)	(4,091)	(9,754)	(16,010)
Interest received	24	5	46	42
Net cash used in investing activities	(2,448)	(4,020)	(9,695)	(8,898)
Cash flows from financing activities				
(Repayment of)/Proceeds from borrowings	(3,093)	(5,994)	2,842	9,151
Dividends Paid	0	0	(1,771)	(3,615)
Share buy-back and cancelled	0	0	0	(2,123)
Purchase of treasury shares	0	0	0	(5,877)
Finance leases obligation - net	1,206	5,503	2,899	5,398
Fixed deposit - restricted	3	31	22	(158)
Interest paid	(176)	(140)	(436)	(316)
Net cash (used in)/generated from financing activities	(2,060)	(600)	3,556	2,460
Net effect of exchange rate changes	(126)	1,035	91	(752)
Net decrease in cash and cash equivalents	(2,292)	(619)	(1,184)	(6,219)
Cash and cash equivalents at beginning of the period	19,914	15,627	18,806	21,227
Cash and cash equivalents at end of the period	17,622	15,008	17,622	15,008

Cash and Cash Equivalents in the Consolidated Cash Flow Statement

	Group	
	9 months ended	
	30-Sep-09	30-Sep-08
	S\$'000	S\$'000
Cash and cash equivalents	17,906	15,295
Less : Fixed deposit - restricted in use	(284)	(287)
As above	<u>17,622</u>	<u>15,008</u>

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

	Group					
	3Q			9 months ended		
	2009	2008	Change	2009	2008	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Profit/(Loss) for the period	119	914	-87%	(25,471)	1,168	N.M
Currency translation loss	(125)	2	N.M	(399)	(313)	27%
Total comprehensive expenses for the period	(6)	916	N.M	(25,870)	855	N.M
Attributable to:						
Equity holders of the Company	(6)	916	N.M	(25,870)	855	N.M
Minority interests	-	-	N.M	-	-	N.M
	(6)	916	N.M	(25,870)	855	N.M

1(e)(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 distribution to shareholders, together with a comparative statement for the corresponding period of the immediate preceding financial year.

	Share Capital S\$'000	Treasury Shares S\$'000	Capital Reserves S\$'000	Statutory Reserve S\$'000	Foreign Exchange Translation Reserve S\$'000	Retained Earnings S\$'000	Total equity attributable to equity of holders of the Company S\$'000
Group							
As at 1 January 2008	155,981	(7,883)	56	145	(404)	52,913	200,808
Changes in equity for first quarter							
Total comprehensive expenses for the quarter	-	-	-	-	(325)	(7,219)	(7,544)
As at 31 March 2008	155,981	(7,883)	56	145	(729)	45,694	193,264
Changes in equity for second quarter							
Total comprehensive expenses for the quarter	-	-	-	-	10	7,473	7,483
Cancellation of shares	(2,123)	-	-	-	-	-	(2,123)
Transfer shares to employee for shares grant	-	14	(14)	-	-	-	-
Purchase of treasury shares	-	(5,890)	-	-	-	-	(5,890)
Dividend paid	-	-	-	-	-	(3,615)	(3,615)
As at 30 June 2008	153,858	(13,759)	42	145	(719)	49,552	189,119
Changes in equity for third quarter							
Total comprehensive expenses for the quarter	-	-	-	2	-	914	916
As at 30 Sep 2008	153,858	(13,759)	42	147	(719)	50,466	190,035
Group							
As at 1 January 2009	152,822	(13,496)	-	51	(1,205)	51,109	189,281
Changes in equity for first quarter							
Total comprehensive expenses for the quarter	-	-	-	-	142	(2,673)	(2,531)
As at 31 March 2009	152,822	(13,496)	-	51	(1,063)	48,436	186,750
Changes in equity for second quarter							
Total comprehensive expenses for the quarter	-	-	-	-	(416)	(22,917)	(23,333)
Dividend paid	-	-	-	-	-	(1,771)	(1,771)
As at 30 June 2009	152,822	(13,496)	-	51	(1,479)	23,748	161,646
Changes in equity for third quarter							
Total comprehensive expenses for the quarter	-	-	-	-	(125)	119	(6)
Transfer shares to employee for share grants	-	2	-	-	-	(2)	-
As at 30 Sep 2009	152,822	(13,494)	-	51	(1,604)	23,865	161,640

	Share Capital S\$'000	Treasury Shares S\$'000	Capital Reserves S\$'000	Statutory Reserve S\$'000	Retained Earnings S\$'000	Total equity attributable to equity of holders of the Company S\$'000
Company						
As at 1 January 2008	155,981	(7,883)	56	68	2,546	150,768
Changes in equity for first quarter						
Total comprehensive income for the quarter	-	-	-	-	4,000	4,000
As at 31 March 2008	155,981	(7,883)	56	68	6,546	154,768
Changes in equity for second quarter						
Cancellation of shares	(2,123)	-	-	-	-	(2,123)
Transfer shares to employee for shares grant	-	14	(14)	-	-	-
Purchase of treasury shares	-	(5,890)	-	-	-	(5,890)
Dividends paid	-	-	-	-	(3,615)	(3,615)
As at 30 June 2008	153,858	(13,759)	42	68	2,931	143,141
Changes in equity for third quarter						
Total comprehensive income for the quarter	-	-	-	-	-	-
As at 30 Sep 2008	153,858	(13,759)	42	68	2,931	143,141

	Share Capital S\$'000	Treasury Shares S\$'000	Statutory Reserve S\$'000	Retained Earnings S\$'000	Total equity attributable to equity of holders of the Company S\$'000
Company					
As at 1 January 2009	152,822	(13,496)	68	9,024	148,418
Changes in equity for first quarter					
Total comprehensive expenses for the quarter	-	-	-	(2,107)	(2,107)
As at 31 March 2009	152,822	(13,496)	68	6,917	146,311
Changes in equity for second quarter					
Total comprehensive expenses for the quarter	-	-	-	(988)	(988)
Dividends paid	-	-	-	(1,771)	(1,771)
As at 30 June 2009	152,822	(13,496)	68	4,158	143,552
Changes in equity for third quarter					
Total comprehensive expenses for the quarter	-	-	-	116	116
Transfer shares to employee for share grants	-	2	-	(2)	-
As at 30 Sep 2009	152,822	(13,494)	68	4,272	143,668

- 1(e) (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 purposes since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all 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 year.

Share Capital	Group and Company No of ordinary shares	Share capital S\$'000
Balance as at 1 January and 30 Sep 2009	393,604,284	152,822
<u>Treasury shares:</u>		
Balance as at 1 January 2009	39,375,623	13,496
Used for shares under the share option scheme for staff	(4,666)	(2)
Balance as at 30 Sep 2009	39,370,957	13,494
Net Balance	354,233,327	139,328

There was no issue of shares for the financial period from 1 January 2009 to 30 September 2009.

On 26 August 2009, the Company transferred 4,666 treasury shares for the purposes of the UMS Restricted Share Plan. Accordingly, such treasury shares were issued and allotted to its employees pursuant to the awards granted to them under the UMS Restricted Share Plan.

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

The figures have not been audited or reviewed by our external auditors.

- 3 **Where the figures have been audited or reviewed, the auditors' report (including and qualifications or emphasis of matter).**

N.A

- 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 Group adopted the new/revised FRS and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 January 2009. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The following are the new or revised FRS that are relevant to the Group:

FRS 1 (Revised)	Presentation of Financial Statements
Amendments to FRS 23	Borrowings Costs
FRS 108	Operating Segments

The adoption of the above FRS did not result in any substantial change to the Group's accounting policies nor any significant impact on the financial statements.

- 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 reason for, and the effect of the change.**

See 4 above.

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

Earnings per share (EPS)	3Q		9 months ended	
	2009	2008	2009	2008
(a) Based on weighted average number of outstanding ordinary shares in issue; and	0.03 cents	0.28 cents	-7.19 cents	0.34 cents
(b) On a fully diluted basis	0.03 cents	0.28 cents	-7.19 cents	0.34 cents

For Note 6 above, the basic earnings per share for the 9 months ended 2009 and previous corresponding period have been calculated based on the weighted average number of 354,229,276 and 373,186,268 of outstanding ordinary shares. Basic earning per share for Q3 2009 and the previous corresponding period have been calculated based on the weighted average number of 354,230,487 and 361,524,661 of outstanding ordinary shares respectively. The diluted earnings per share for 9 months ended 2009 and the previous corresponding period have been calculated based on 354,229,276 and 373,543,240 of outstanding ordinary shares respectively. The diluted earnings per share for 3Q 2009 and the previous corresponding period have been calculated based on 354,230,487 and 361,876,765 of outstanding ordinary shares respectively.

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

	Group		Company	
	30-Sep-09	31-Dec-08	30-Sep-09	31-Dec-08
Net asset per ordinary share based on existing issued share capital as at end of period reported on	45.63 cents	53.44 cents	40.56 cents	41.90 cents

For note 7 above, the net asset per outstanding ordinary share as at the latest period and as at the end of the previous financial year have been calculated based on 354,233,327 and 361,524,661 outstanding ordinary shares.

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 on the following:

- (a) 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; 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.

FY2009 Vs FY2008

	9 months ended		Change %
	2009 S\$'000	2008 S\$'000	
Business Segments			
Contract Equipment Manufacturing (CEM)	7,032	16,850	-58%
Semiconductor (Semicon)	23,239	59,040	-61%
	<u>30,271</u>	<u>75,890</u>	<u>-60%</u>
Geographical Regions			
Singapore	3,820	8,567	-55%
United States of America ('US')	18,891	57,674	-67%
Others	7,560	9,649	-22%
	<u>30,271</u>	<u>75,890</u>	<u>-60%</u>

3Q 2009 Vs 3Q 2008

	3Q		Change %
	2009 S\$'000	2008 S\$'000	
Business Segments			
Contract Equipment Manufacturing (CEM)	278	4,289	-94%
Semiconductor (Semicon)	11,128	16,935	-34%
	<u>11,406</u>	<u>21,224</u>	<u>-46%</u>
Geographical Regions			
Singapore	1,989	842	136%
United States of America ('US')	6,566	16,454	-60%
Others	2,851	3,928	-27%
	<u>11,406</u>	<u>21,224</u>	<u>-46%</u>

Revenue

The Group's performance reflected the market dynamics of the global semiconductor industry.

The Group's overall revenue decreased by 60% to S\$30.3 million for the 9 months ended 30 September 2009 compared with the same period in FY08.

For 3QFY09, Group sales softened by 46% to S\$11.4 million compared to 3QFY08.

Revenue contribution from the Group's semiconductor business segment in 3QFY09 was lower by 34% to S\$11.1 million compared to S\$16.9 million in the previous corresponding period. For the 9 months ended 30 September 2009, the sales in semicon segment eased 61% to S\$23.2 million.

However, compared to 2QFY09, overall group revenue rose by 56% from S\$7.3 million. The increase in sales was due to the increased orders in the Group's key semiconductor business. The group's semiconductor sales almost doubled to S\$11.1 million in 3QFY09 compared to S\$5.7 million in 2QFY09.

CEM revenue fell by 94% in 3QFY09 compared to 3QFY08 and 58% for the nine months of FY09 compared to the same period last year. Compared to 2QFY09, CEM sales declined from S\$1.5 million to S\$0.3 million.

In terms of geographical performances for 3QFY09, all the Group's key markets reported higher sales, compared to 2QFY09.

Revenue in Singapore increased by 136% from S\$0.8 million in 3Q08 to S\$2.0 million in 3Q09. Quarter-to-quarter sales in Singapore also more than doubled from S\$0.9 million reported in 2QFY09.

US remained the largest market for the Group, contributing 58% of the Group's total revenue. Sales to the US was up 49% to S\$6.6 million in 3QFY09 compared to S\$4.4 million recorded in 2QFY09, signaling a possible recovery of the semiconductor industry in the US.

"Other" markets such as Europe and Taiwan have significantly contributed to the Group's performance for 3Q09. The growth in revenue is mainly due to more shipments to Taiwan.

Going forward, Malaysia will be classified under "other" markets, as it will serve as the Group's manufacturing facility to support manufacturing demands from Singapore and Asia.

Profitability

While the Group reported a net loss of S\$25.5 million in the 9 months of FY09, it registered a turnaround in 3QFY09, with a net profit of S\$ 0.1 million.

The return to profitability was a result of improved sales in Q3FY09 and a significant reduction in operating costs and expenses. The Group undertook effective cost cutting measures, which resulted in significant decrease in cost and expenses. Staff costs fell 74%, while net financial expenses and other expenses were reduced by 62% and 44% respectively in 3QFY09 compared to 2Q08.

On a nine months basis, the Group's net loss was mainly attributable to impairment of goodwill which amounted to S\$20 million as well as lower sales and forex differences resulting from a weaker US currency recorded in the period under review.

Had it not been the impairment of goodwill, the net loss would have narrowed to S\$5.5 million in the 9 months of FY09.

Cashflow

While the Group generates positive net cash from operating activities, cash and cash equivalents were lower at S\$17.6 million in Q3FY09 compared to S\$19.9 million in Q2 FY09. This is due to the expansion plans undertaken by the Group, with capex on machinery for UMS Aerospace and the building of the Group's new facilities in Penang.

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

We are in line with our previous announcement.

10 A commentary at the date of 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.

SEMI (Semiconductor Equipment and Materials International) has reported on October 20, 2009 that North America-based manufacturers of semiconductor equipment posted US\$732.8 million in orders in September 2009 (three-month average basis) and a book-to-bill ratio of 1.17.

The three-month average of worldwide billings in September 2009 was US\$624.6 million. This billings figure is 7.7 percent greater than the final August 2009 level of US\$580 million.

SEMI expects that Equipment bookings which have increased considerably throughout the third quarter will continue to improve overall as September 2009 is the first time since May 2007 that year-over-year bookings have risen and is in line with the gradually improving capital spending outlook for the remainder of this year and into next year.

In view of the brighter outlook for the semiconductor industry, we are beginning to see incremental improvement in our business.

However, due to macroeconomic conditions and the market dynamics that continue to be challenging, it is difficult to predict the growth trend beyond third quarter. We are reviewing our business plans to meet the new market challenges and customer demands and at the same time take advantage of new growth opportunities for the Group, and we will continue to focus on lowering our costs and watching our cash and liquidity position.

As we look forward, we believe our current technology, financial position, as well as our strategic growth plans, will propel us ahead of our competitors in delivering significant value to customers as they introduce new products and solutions that require high performance and cost-efficient matrixes. As we continue to make further operational improvements and widen our customer base, our top priority continues to be driving sustainable profitability for the Group.

The Group will not be profitable for the full year FY09.

11 Dividend

i. Whether an interim (final) ordinary dividend has been declared (recommended);

Current Financial Period Reported On:

Any dividend declared for the present financial period? No

Name of Dividend: N.A

Dividend Type: N.A

Dividend Amount per Share: N.A

Par Value of Shares: N.A

Corresponding Period of Immediately Preceding Financial Year:

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

Name of Dividend: N.A

Dividend Type: N.A

Dividend Amount per Share: N.A

Par Value of Shares: N.A

ii. The date the dividend is payable

N.A

iii. The date on which Registrable Transfers received by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

N.A

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

No dividend has been declared/recommended for this period

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13 Segmented 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.

N.A.

14 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

N.A.

15 A breakdown of sales as follows:

	Group			Company		
	2009 S\$'000	2008 S\$'000	Change %	2009 S\$'000	2008 S\$'000	Change %
(a) Sales reported for first half	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
(b) Operating profit/loss after tax before deducting minority interests reported for first half year	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
(c) Sales reported for second year	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
(d) Operating profit/loss after tax before deducting minority interests reported for second half year	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

16 A breakdown of total annual dividend (in dollar value) of the issuer's latest full year and its previous full year.

	Latest Full year S\$'000	Previous Full Year S\$'000
Ordinary	-	-
Preference	-	-
Total	-	-

17 Negative assurance on interim financial statements

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the 3Q 2009 financial results to be false or misleading in any material respect.

BY ORDER OF THE BOARD

Luong Andy
Chief Executive Officer
12 November 2009