



MEMTECH INTERNATIONAL LTD

(Incorporated in the Republic of Singapore)
Company Registration Number: 200312032Z

Full Year Financial Statements Announcement For the period ended 31 December 2014



1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year:

Income Statement

For the period/year ended 31 December 2014

	Group Fourth Quarter			Group Year to Date		
	2014 31-Dec	2013 31-Dec	Increase/ (Decrease)	2014 31-Dec	2013 31-Dec	Increase/ (Decrease)
	US\$'000	US\$'000		US\$'000	US\$'000	
Continuing operations						
Revenue	37,909	33,994	11.5%	137,573	116,582	18.0%
Cost of sales	(30,571)	(26,607)	14.9%	(113,536)	(98,385)	15.4%
Gross profit	7,338	7,387	-0.7%	24,037	18,197	32.1%
Other operating income	756	535	41.3%	1,554	2,033	-23.6%
Sales and marketing expenses	(1,768)	(2,371)	-25.4%	(6,890)	(7,969)	-13.5%
General and Administration expenses	(3,429)	(4,087)	-16.1%	(11,460)	(10,981)	4.4%
Other operating expenses	(27)	(202)	-86.6%	(427)	(635)	-32.8%
Finance costs	(29)	(39)	-25.6%	(129)	(196)	-34.2%
Exchange (loss)/gain	(30)	(970)	-96.9%	441	(3,323)	NM
Net gain from liquidation of subsidiary	-	-	NM	10,721	-	NM
Share of result of associates	(9)	7	NM	(4)	18	NM
Profit/(loss) before tax from continuing operations	2,802	260	NM	17,843	(2,856)	NM
Income tax expenses, net	(696)	(990)	-29.7%	(783)	(1,509)	-48.1%
Profit/(loss) from continuing operations	2,106	(730)	NM	17,060	(4,365)	NM
Discontinued operation						
Profit from discontinued operation	7	2,154	-99.7%	-	561	NM
Profit/(loss) for the period/year	2,113	1,424	48.4%	17,060	(3,804)	NM
Attributable to:						
Owners of the Company						
Profit/(loss) from continuing operations	2,134	(730)	NM	17,180	(4,365)	NM
Profit from discontinued operation	7	2,154	NM	-	561	NM
Profit/(loss) for the period/year attributable to owners of the Company	2,141	1,424	50.4%	17,180	(3,804)	NM
Non- controlling interests						
Loss for the period/year attributable to non- controlling interests	(28)	-	NM	(120)	-	NM



Statement of Comprehensive Income

For the period/year ended 31 December 2014

	Group Fourth Quarter			Group Year to Date		
	2014 31-Dec	2013 31-Dec	Increase/ (Decrease)	2014 31-Dec	2013 31-Dec	Increase/ (Decrease)
	US\$'000	US\$'000		US\$'000	US\$'000	
Profit/(loss) for the period/year	2,113	1,424	48.4%	17,060	(3,804)	NM
Other comprehensive income (net of tax)						
Items that may be reclassified to profit and loss:						
Currency translation differences	390	1,396	-72.1%	(699)	5,025	NM
Total comprehensive income for the period/year	2,503	2,820	-11.2%	16,361	1,221	NM
Attributable to:						
Owners of the company						
Total comprehensive income from continuing operations, net of tax	2,629	801	NM	16,411	1,246	NM
Total comprehensive (loss)/income from discontinued operation, net of tax	(98)	2,019	NM	70	(25)	NM
Minority interests	(28)	-	NM	(120)	-	NM
Total comprehensive income for the period/year attributable to Owners of the company	2,503	2,820	-11.2%	16,361	1,221	NM

Notes

NM: Not meaningful

1 Profit from operating activities

Profit from operating activities is arrived at after charging /(crediting):

	Group Fourth Quarter			Group Year to Date		
	2014 31-Dec	2013 31-Dec	Increase/ (Decrease)	2014 31-Dec	2013 31-Dec	Increase/ (Decrease)
	US\$'000	US\$'000		US\$'000	US\$'000	
Continuing Operations						
Depreciation	2,115	2,113	0.1%	8,513	9,687	-12.1%
Allowance for doubtful receivables, trade	405	579	-30.1%	514	184	NM
(Write back of)/allowance for stock obsolescence	(33)	(124)	-73.4%	66	(20)	NM
Net (gain)/loss on disposal of property, plant and equipment	(317)	27	NM	(233)	22	NM
Impairment loss on property, plant and equipment	-	806	NM	-	806	NM
Exchange loss/(gain)	30	970	-96.9%	(441)	3,323	NM
Net gain from liquidation of subsidiary	-	-	NM	(10,721)	-	NM
Discontinued Operation						
Depreciation	-	-	NM	-	7	NM
(Write back of)/allowance for doubtful receivables, trade	-	(63)	NM	-	70	NM
Allowance for/(write back of) stock obsolescence	-	482	NM	-	(131)	NM
Net loss on disposal of property, plant and equipment	-	1	NM	-	469	NM
Exchange (gain)/loss	(8)	(32)	-75.0%	50	(96)	NM
Insurance claim	-	(2,337)	NM	-	(2,337)	NM



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

Statement of Financial Position

As at 31 December 2014

	Group		Company	
	2014 31-Dec US\$'000	2013 31-Dec US\$'000	2014 31-Dec US\$'000	2013 31-Dec US\$'000
Non-Current Assets:				
Property, plant and equipment	44,720	43,545	-	-
Investment in subsidiaries	-	-	78,707	80,048
Investment in associates	713	718	859	859
Intangible assets	880	816	-	-
	<u>46,313</u>	<u>45,079</u>	<u>79,566</u>	<u>80,907</u>
Current Assets:				
Cash and cash equivalents	32,433	37,094	2,498	1,853
Bank deposits pledged	1,395	2,253	-	-
Trade receivables	51,589	44,692	-	-
Bills and other receivables	5,746	6,709	3	14
Amounts due from subsidiaries	-	-	13,459	10,175
Prepayments	2,022	1,794	-	-
Inventories	13,402	9,630	-	-
	<u>106,587</u>	<u>102,172</u>	<u>15,960</u>	<u>12,042</u>
Current Liabilities:				
Trade payables and accruals	27,859	23,803	405	348
Bills and other payables	4,750	4,850	4	6
Amounts due to subsidiaries	-	-	580	42,052
Other liabilities	889	783	-	-
Loans and borrowings	1,111	1,111	1,111	1,111
Provision for taxation	369	209	-	-
	<u>34,978</u>	<u>30,756</u>	<u>2,100</u>	<u>43,517</u>
Net Current Assets / (Liabilities)	71,609	71,416	13,860	(31,475)
Non-Current Liabilities:				
Loans and borrowings	2,222	3,333	2,222	3,333
Deferred taxation	3,574	3,379	-	-
	<u>5,796</u>	<u>6,712</u>	<u>2,222</u>	<u>3,333</u>
Net Assets	112,126	109,783	91,204	46,099



Statement of Financial Position (Cont'd)

As at 31 December 2014

	Group		Company	
	2014 31-Dec	2013 31-Dec	2014 31-Dec	2013 31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Equity Attributable to Owners of the Company				
Share capital	57,808	42,971	57,808	42,971
Treasury shares	(1,311)	(1,222)	(1,311)	(1,222)
Statutory reserve fund	9,065	8,547	-	-
Acquisition reserve	(714)	(714)	-	-
Currency translation reserve	2,822	28,757	-	14,000
Revenue reserves	44,446	31,444	34,707	(9,650)
	<u>112,116</u>	<u>109,783</u>	<u>91,204</u>	<u>46,099</u>
Non- controlling interests	10	-	-	-
Total Equity	<u>112,126</u>	<u>109,783</u>	<u>91,204</u>	<u>46,099</u>

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

	Group Secured		Group Unsecured	
	2014 31-Dec	2013 31-Dec	2014 31-Dec	2013 31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Amount repayable in one year or less or on demand	-	-	1,111	1,111
Amount repayable after one year	-	-	2,222	3,333
	<u>-</u>	<u>-</u>	<u>3,333</u>	<u>4,444</u>



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

Consolidated Statement of Cashflows

For the period/year ended 31 December 2014

	Group		Group	
	Fourth Quarter		Year to Date	
	2014	2013	2014	2013
	31-Dec	31-Dec	31-Dec	31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Cash flows from operating activities:				
Profit/(loss) before tax from continuing operations	2,802	260	17,843	(2,856)
Profit before tax from discontinued operation	7	2,154	-	561
<u>Adjustments for:</u>				
Depreciation of property, plant and equipment	2,115	2,113	8,513	9,694
Interest expense	29	39	129	196
Interest income	(208)	(224)	(641)	(514)
Allowance for doubtful receivables, trade	405	516	514	254
(Write back of)/allowance for stock obsolescence	(33)	358	66	(151)
Net (gain)/loss on disposal of property, plant and equipment	(317)	28	(233)	491
Net gain from liquidation of subsidiary	-	-	(10,721)	-
Impairment loss on property, plant and equipment	-	806	-	806
Insurance claim	-	(2,337)	-	(2,337)
Share of results of associates	9	(7)	4	(18)
Total adjustments	2,000	1,292	(2,369)	8,421
Operating cashflow before changes in working capital	4,809	3,706	15,474	6,126
<u>Changes in working capital</u>				
Trade and other receivables	(3,800)	(4,828)	(6,928)	(2,882)
Inventories	(690)	(576)	(3,934)	(26)
Trade and other payables	8	2,850	4,058	6,630
Cash generated from operations	327	1,152	8,670	9,848
Income tax paid	(10)	(328)	(919)	(1,059)
Net cash generated from operating activities	317	824	7,751	8,789
Cash flows from investing activities:				
Purchases of property, plant and equipment	(3,150)	(947)	(9,292)	(6,972)
Proceeds from disposal of fixed assets	105	-	205	327
Interest income received	158	224	591	514
Proceeds from insurance claim	-	2,337	-	2,337
Net cash (used in)/generated from investing activities	(2,887)	1,614	(8,496)	(3,794)
Cash flows from financing activities:				
Proceeds from loans and borrowings	-	-	-	2,000
Interest paid	(29)	(40)	(143)	(186)
Dividends Paid	-	-	(3,426)	(1,731)
Repayments of loans and borrowings	(278)	(278)	(1,112)	(2,556)
Bank deposits pledged	1,365	(1,029)	850	(1,252)
Purchase of treasury shares	-	(65)	-	(168)
Proceeds from issuance of shares by subsidiary company to minority shareholders	-	-	49	-
Net cash generated from/(used in) financing activities	1,058	(1,412)	(3,782)	(3,893)
Net (decrease)/increase in cash and cash equivalents	(1,512)	1,026	(4,527)	1,102
Effects of exchange rate changes on opening cash and cash equivalents	201	299	(134)	1,080
Cash and cash equivalents at the beginning of the period/year	33,744	35,769	37,094	34,912
Cash and cash equivalents at the end of the period/year	32,433	37,094	32,433	37,094



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 capitalisation 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 As at 31 December 2014

	Group		Company	
	2014	2013	2014	2013
	US\$'000	US\$'000	US\$'000	US\$'000
Issued Capital				
Balance at 1 January	42,971	42,971	42,971	42,971
Reclassification*	14,837	-	14,837	-
Balance at 31 March, 30 June, 30 September and 31 December	57,808	42,971	57,808	42,971
Treasury Shares				
Balance at 1 January	(1,222)	(1,054)	(1,222)	(1,054)
Reclassification*	(89)	-	(89)	-
Balance at 31 March	(1,311)	(1,054)	(1,311)	(1,054)
Purchase of treasury Shares	-	(103)	-	(103)
Balance at 30 June and 30 September	(1,311)	(1,157)	(1,311)	(1,157)
Purchase of treasury Shares	-	(65)	-	(65)
Balance at 31 December	(1,311)	(1,222)	(1,311)	(1,222)
Statutory Reserve Fund				
Balance at 1 January and 31 March	8,547	8,418	-	-
Transfer from revenue reserve	229	-	-	-
Balance at 30 June and 30 September	8,776	8,418	-	-
Transfer from revenue reserve	289	129	-	-
Balance at 31 December	9,065	8,547	-	-
Acquisition reserve				
Balance at 1 January, 31 March, 30 June, 30 September and 31 December	(714)	(714)	-	-
Currency Translation Reserve				
Balance at 1 January	28,757	23,743	14,000	15,491
Reclassification	(14,000)	-	(14,000)	-
Net effect of exchange translation differences	(1,053)	864	-	(754)
Balance at 31 March	13,704	24,607	-	14,737
Reclassification	(514)	-	-	-
Net effect of exchange translation differences	(100)	2,376	-	(771)
Effect of exchange translation differences on dividend payment	-	(11)	-	(11)
Balance at 30 June	13,090	26,972	-	13,955
Net effect of exchange translation differences	64	389	-	439
Reclassify to income statement	(10,721)	-	-	-
Balance at 30 September	2,433	27,361	-	14,394
Net effect of exchange translation differences	389	1,396	-	(394)
Balance at 31 December	2,822	28,757	-	14,000
Sub-total carried forward				
Balance at 1 January	78,339	73,364	55,749	57,408
Total for the period	(76)	864	748	(754)
Balance at 31 March	78,263	74,228	56,497	56,654
Total for the period	(614)	2,262	-	(885)
Balance at 30 June	77,649	76,490	56,497	55,769
Total for the period	(10,657)	389	-	439
Balance at 30 September	66,992	76,879	56,497	56,208
Total for the period	678	1,460	-	(459)
Balance at 31 December	67,670	78,339	56,497	55,749



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 capitalisation 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 As at 31 December 2014 (Cont'd)

	Group		Company	
	2014	2013	2014	2013
	US\$'000	US\$'000	US\$'000	US\$'000
Sub-total carried forward				
Balance at 1 January	78,339	73,364	55,749	57,408
Total for the period	(76)	864	748	(754)
Balance at 31 March	78,263	74,228	56,497	56,654
Total for the period	(614)	2,262	-	(885)
Balance at 30 June	77,649	76,490	56,497	55,769
Total for the period	(10,657)	389	-	439
Balance at 30 September	66,992	76,879	56,497	56,208
Total for the period	678	1,460	-	(459)
Balance at 31 December	67,670	78,339	56,497	55,749
Revenue Reserves				
Balance at 1 January	31,444	37,097	(9,650)	(12,318)
Reclassification*	(748)	-	(748)	-
Net profit/(loss) for the period	1,084	(4,596)	(369)	5,007
Balance at 31 March	31,780	32,501	(10,767)	(7,311)
Reclassification	514	-	-	-
Net profit/(loss) for the period	1,718	(2,579)	7,762	(740)
Transfer to statutory reserve	(229)	-	-	-
Dividend paid	(3,426)	(1,720)	(3,426)	(1,720)
Balance at 30 June	30,357	28,202	(6,431)	(9,771)
Net profit for the period	12,408	1,947	42,535	10
Balance at 30 September	42,765	30,149	36,104	(9,761)
Net profit/(loss) for the period	1,970	1,424	(1,397)	111
Transfer to statutory reserve	(289)	(129)	-	-
Balance at 31 December	44,446	31,444	34,707	(9,650)
Non- controlling interests				
Balance at 1 January and 31 March	-	-	-	-
Issuance of shares	130	-	-	-
Net loss for the period	(61)	-	-	-
Balance at 30 June	69	-	-	-
Net loss for the period	(31)	-	-	-
Balance at 30 September	38	-	-	-
Net loss for the period	(28)	-	-	-
Balance at 31 December	10	-	-	-
Total Equity				
Balance at 1 January	109,783	110,461	46,099	45,090
Total for the period	260	(3,732)	(369)	4,253
Balance at 31 March	110,043	106,729	45,730	49,343
Total for the period	(1,968)	(2,037)	4,336	(3,345)
Balance at 30 June	108,075	104,692	50,066	45,998
Total for the period	1,720	2,336	42,535	449
Balance at 30 September	109,795	107,028	92,601	46,447
Total for the period	2,331	2,755	(1,397)	(348)
Balance at 31 December	112,126	109,783	91,204	46,099

*Due to change in functional currency as at 1 January 2014



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. 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

	2014	2013
	31-Dec	31-Dec
	No. of shares	No. of shares
Ordinary shares	<u>720,000,000</u>	<u>720,000,000</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 immediately preceding year.

	2014	2013
	31-Dec	31-Dec
	No. of shares	No. of shares
Issued ordinary shares excluding treasury shares	<u>705,920,000</u>	<u>705,920,000</u>

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.

	2014	2013
	31-Dec	31-Dec
	No. of shares	No. of shares
Balance as at beginning of the year	14,080,000	11,080,000
Open market purchase	-	3,000,000
Balance as at end of the year	<u>14,080,000</u>	<u>14,080,000</u>



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

The above figures have not been audited or reviewed.

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

Not Applicable.

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 has adopted all the new/revised FRSs that are mandatory for financial year beginning on or after 1 January 2014. Except for the adoption of these new/revised FRSs and the change of functional currency of the Company from S\$ to US\$ from 1st January 2014, the Group has consistently adopted the same accounting policies and methods of computation as stated in the audited financial statements of the Group 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

The adoption of the new/revised FRSs has no material financial impact on the Group's financial statements.



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

	Group Fourth Quarter		Group Year to Date	
	2014 31-Dec	2013 31-Dec	2014 31-Dec	2013 31-Dec
	US cents	US cents	US cents	US cents
Earnings per ordinary share for the period after deducting any provision for preference dividends:				
(i) Based on weighted average number of ordinary shares on issue	0.3	0.2	2.4	(0.5)
(ii) On a fully diluted basis	0.3	0.2	2.4	(0.5)
Continuing operations				
Earnings per ordinary share for the period after deducting any provision for preference dividends:				
(i) Based on weighted average number of ordinary shares on issue	0.3	(0.1)	2.4	(0.6)
(ii) On a fully diluted basis	0.3	(0.1)	2.4	(0.6)
(iii) On a fully diluted basic and adjusted out FCTR reclassification effect upon subsidiary liquidation *	n/a	n/a	0.9	(0.6)
* In FY 2014 earnings per ordinary share included a gain of US\$10.7 million due to reclassification from foreign currency translation reserve to income statement in Q3 2014, upon the liquidation of a Hong Kong subsidiary. The reclassification has no effect on the net asset value of the Company.				
<u>Adjusted earning per share</u>				
Continuing operations				
Earnings per ordinary share for the period after deducting any provision for preference dividends:				
(i) Based on weighted average number of ordinary shares on issue	0.3	(0.1)	0.9	(0.6)
(ii) On a fully diluted basis	0.3	(0.1)	0.9	(0.6)
	Group Fourth Quarter		Group Year to Date	
	2014 31-Dec	2013 31-Dec	2014 31-Dec	2013 31-Dec
	'000	'000	'000	'000
Weighted average number of shares:				
(i) Based on weighted average number of ordinary shares on issue	705,920	706,790	705,920	707,849
(ii) On a fully diluted basis	705,920	706,790	705,920	707,849



7 Net asset 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 financial period reported on; and
 (b) immediately preceding financial year

	Group		Company	
	2014 31-Dec	2013 31-Dec	2014 31-Dec	2013 31-Dec
	US cents	US cents	US cents	US cents
Net asset value per ordinary share based on issued share capital at the end of the period reported on	15.9	15.6	12.9	6.5
Number of shares ('000)	705,920	705,920	705,920	705,920

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 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.

Commentary On Results

Q42014 Vs. Q42013 Results

The Group achieved US\$37.9 million sales in Q4 2014, an increase of 11.5% over Q4 2013. The increase was due mainly to stronger growth in sales of our automotive components and consumer electronic products.

In Q4 2014 gross profit margin was lower at 19.3% as compared to 21.7% in Q4 2013, mainly due to change in product mix and inclusion of packaging cost in cost of sales to better reflect the cost structure. In Q4 2013, packaging cost was classified under sales and marketing expenses.

Due to the reclassification of packaging cost, Sales and Marketing expenses in Q4 2014 were lower than that of Q3 2013 notwithstanding the increase in sales.

General and administration expenses in Q4 2014 was lower when compared to that in Q4 2013, mainly because there was an impairment charge of US\$0.8 million in Q4 2013.

Discontinued operation refers to the Group touch screen segment which had ceased operation since last year.



The Group net profit increased by 50.3% from US\$ 1.4 million in Q4 2013 to US\$2.1 million in Q4 2014.

FY 2014 Results Highlights

The Group generated revenue of US\$137.6 million in 2014 compared to US\$116.6 million in 2013 representing an 18% increase. The increase was due mainly to stronger growth in sales in automotive components and consumer electronic products. As a result of higher sales, gross profit increased by 32.1% from US\$18.2 million in 2013 to US\$24 million in 2014.

Due to reclassification of packaging cost to cost of sales, Sales and Marketing expenses in FY 2014 were lower than FY 2013 notwithstanding the increase in sales.

The net gain of US\$10.7 million from liquidation of subsidiary in 2014 arose from reclassification of the exchange gain in the currency translation reserve to the income statement in accordance with FRS21.

The Group reported a net profit attributable to the owners of the Company for FY2014 of US\$17.2 million as compared to net loss of US\$3.8 million for FY 2013.

Financial Position and Cash Flows

Cash balance as at 31 December 2014 was US\$32.4 million compared to 31 December 2013 US\$37.1 million. The higher spending on capital expenditures and increase in dividends payout in FY 2014 reduced the cash balance.

In 2014 the Company changed its functional currency from SGD to USD to align with its current operating conditions. As a result of the change, US\$14.8 million has been reclassified to share capital.

Overall the Group's financial position remains healthy as at 31 Dec 2014. The Group's current ratio was 3.05 times with cash and cash equivalent amounting to US\$32.4 million or approximately 4.59 US cents per share

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

Not applicable.



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

In FY 2014 the Group's sales increased by 18% and the Group achieved a turnaround in net profit as compared to FY 2013. The improved performance was the result of the Group's efforts in diversifying into the automotive industry and other business segments also contributed to the Group's profitability.

In FY 2015, the Group will continue to focus on building its automotive segment to increase the product portfolio. At the same time, the Group will continue to look for new business opportunities.

Although the growth rate in China has moderated in FY 2014, the Group will continue to face increased labour costs and labour shortage in FY 2015.

Barring unforeseen circumstances, the Group expects to improve its performance in FY 2015.

11 Dividend

(a) Current Financial Period Reported On

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in Singapore cents)	0.60 cents per ordinary share
Tax Rate	Not applicable (one-tier tax)

(b) Corresponding Period of the Immediately Preceding Financial Year

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in Singapore cents)	0.60 cents per ordinary share
Tax Rate	Not applicable (one-tier tax)

(c) Date payable

22 May 2015

(d) Books closure date

The Share Transfer Books and Register of Members will be closed from 5 p.m. on 8 May 2015 for the preparation of dividend entitlements.



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

Not Applicable.

13 Interested Person Transactions

The Company does not have a shareholders' mandate for interested person transactions.

14 If the Group has obtained a general mandate from shareholders for interested person transactions ("IPTs"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to the effect.

The Group has not obtained a general mandate from shareholders for IPTs.

15 Negative Confirmation of the Board pursuant to Rule 705 (5)

Not Applicable for the current quarter.

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

Not Applicable for the current quarter.

17 A breakdown of sales

	2014	Group	Difference
	US\$'000	2013 US\$'000	%
Sales reported for the first half year	63,518	49,029	29.6%
Operating profit/(loss) after tax reported for first half	2,741	(7,175)	NM
Sales reported for the second half year	74,055	67,553	9.6%
Operating profit after tax reported for second half	14,319	3,371	NM



18 Segmented revenue and results for business or business segments (of the group) in the form for which information is reported to key management personnel for the purpose of evaluating the units' past performance and for making decisions about future allocations of resources.

By Business Segments

	Automotive		Telecommunication		Consumer Electronic		Consolidated	
	2014 US\$'000	2013 US\$'000	2014 US\$'000	2013 US\$'000	2014 US\$'000	2013 US\$'000	2014 US\$'000	2013 US\$'000
Segment Revenue	45,485	29,901	42,950	46,201	49,138	40,480	137,573	116,582
Segment Results	3,395	1,409	1,368	(3,061)	2,492	(1,026)	7,255	(2,678)
Finance costs							(129)	(196)
Net gain from liquidation of subsidiary							10,721	-
Share of results of associates							(4)	18
Profit/(loss) before tax from continuing operations							17,843	(2,856)
Income tax expenses							(783)	(1,509)
Profit/(loss) from continuing operations							17,060	(4,365)
Profit from discontinued operation							-	561
Profit/(loss) for the year							17,060	(3,804)

By Currency Segments

	RMB		Other currencies*		Consolidated	
	2014 US\$'000	2013 US\$'000	2014 US\$'000	2013 US\$'000	2014 US\$'000	2013 US\$'000
Segment revenue	71,226	57,092	66,347	59,490	137,573	116,582
As a percentage of sales	51.8%	49.0%	48.2%	51.0%		

- Other currencies mainly comprise of United States Dollar.

The Group does not analyse geographical segment by results for management's business evaluation.

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

	Full Year	
	2014 31-Dec	2013 31-Dec
	S\$	S\$
Ordinary shares	4,235,540	2,126,670



20 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.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Not applicable	Not applicable	Not applicable	Not applicable	Not applicable

BY ORDER OF THE BOARD

Chuang Wen Fu
Chairman

25 February 2015