

CHEUNG WOH TECHNOLOGIES LTD
(Company Registration No. 197201205Z)
(Incorporated in the Republic of Singapore)

PROFIT GUIDANCE

The Board of Directors (the “Board”) of Cheung Woh Technologies Ltd (the “Company”, together with its subsidiaries, collectively the “Group”) wishes to issue a profit guidance in respect of the fourth quarter financial results for the period ended 28 February 2017 (“4QFY2017”).

The Group expects to report a loss for 4QFY2017 due to lower sales generated and higher costs incurred in the HDD components segment. The decrease in sales was mainly caused by drop in customers’ demand for air-combs and VCM plates. In addition, machine downtime caused by machine and fixtures set up for Baseplates production during the transitional period of phasing in also contributed to lower sales. Higher costs were attributed to higher labour, material and overhead costs and abnormal high yield loss that resulted in writing-off of defective Baseplates produced during its initial production. However, the Group expects to report a profit for FY2017. This profit guidance is based on preliminary review of the Group’s unaudited financial results for 4QFY2017. Further details on the Group’s performance will be disclosed when the Company releases the unaudited financial results for 4QFY2017 on or before 29 April 2017.

In the meantime, shareholders and investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board

Law Yu Chui
Director

5 April 2017