



Miyoshi Limited

(Incorporated in the Republic of Singapore)
(Company Registration No. 198703979K)

First Quarter FY2015 Financial Statements And Dividend Announcement

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

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

UNAUDITED RESULTS FOR THE PERIOD ENDED 30 NOV 2014

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	Note	3 months ended		
		30-Nov-14 S\$'000	30-Nov-13 (Restated) S\$'000	Change %
Revenue		13,672	28,138	-51.4%
Other income	(i)	3,623	6,156	-41.1%
Raw materials, consumables used and changes in inventories		(7,423)	(17,104)	-56.6%
Employee benefit expenses		(3,467)	(5,924)	-41.5%
Depreciation expense		(1,045)	(1,409)	-25.8%
Other operating expenses	(ii)	(3,114)	(4,582)	-32.0%
Finance costs		(96)	(98)	-2.0%
Share of results of associates		-	18	N.M
Profit before income tax		2,150	5,195	-58.6%
Income tax expense		(35)	(111)	-68.5%
Profit for the period	(iii)	2,115	5,084	-58.4%
Profit attributable to:				
Owners of the parent		2,335	4,989	-53.2%
Non-controlling interests		(220)	95	N.M
		2,115	5,084	-58.4%
Profit for the period		2,115	5,084	-58.4%
Other comprehensive income				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Loss on fair value change of available-for-sale financial assets		-	(4)	N.M
Foreign currency translation, net of tax		1,991	(782)	N.M
Total comprehensive income for the period		4,106	4,298	-4.5%
Total comprehensive income attributable to:				
Owners of the parent		4,291	4,305	-0.3%
Non-controlling interests		(185)	(7)	2542.9%
		4,106	4,298	-4.5%

N.M. denotes not meaningful

Notes:

1(a)(i) Other income includes the following:

OTHER INCOME	3 months ended	
	30-Nov-14	30-Nov-13 (Restated)
	S\$'000	S\$'000
Gain on disposal of asset held for sale	-	5,132
Gain on disposal of plant and equipment	88	-
Income from sales of scrap	168	231
Interest income from non-related companies	49	31
Miscellaneous income	164	78
Reversal of impairment of property, plant and equipment	3,140	-
Reversal of impairment loss of disposal group	-	643
Rental income	14	41
	3,623	6,156

1(a)(ii) Other operating expenses include the following:

OTHER OPERATING EXPENSES	3 months ended	
	30-Nov-14	30-Nov-13 (Restated)
	S\$'000	S\$'000
Maintenance	162	312
Professional fees	182	339
Supplies and services	1,396	2,013
Transportation and travelling	243	391
Loss / (Gain) on foreign exchange, net	92	(51)
Plant and equipment written off	7	3
Utilities	684	1,203
Others	348	372
	3,114	4,582

1(a)(iii) Profit for the period is arrived at after charging/(crediting) the following:

OTHER CHARGES AND CREDITS	3 months ended	
	30-Nov-14	30-Nov-13 (Restated)
	S\$'000	S\$'000
Reversal of doubtful trade receivables	-	(11)
Reversal of inventory obsolescence	(242)	(161)
Loss on disposal of plant and equipment	-	9

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.

STATEMENTS OF FINANCIAL POSITION	Group		Company	
	As At		As At	
	30-Nov-14 S\$'000	31-Aug-14 (Restated) S\$'000	30-Nov-14 S\$'000	31-Aug-14 (Restated) S\$'000
ASSETS				
Current assets:				
Cash and bank balances	5,924	6,176	944	637
Fixed deposits	2,955	3,942	2,001	3,006
Trade receivables	13,228	12,303	4,263	4,660
Other receivables and prepayments	4,106	2,974	2,135	2,160
Inventories	7,818	6,807	636	412
Non-current assets held for sale	2,010	1,924	-	-
Total current assets	36,041	34,126	9,979	10,875
Non-current assets:				
Investment in associates	-	-	-	-
Investment in joint venture	-	-	-	-
Subsidiaries	-	-	24,011	20,221
Available-for-sale financial assets	19	18	4	4
Property, plant and equipment	30,025	25,864	2,571	2,513
Goodwill	2,478	-	-	-
Deferred tax assets	-	5	-	-
Loans receivable	-	-	2,387	2,291
Total non-current assets	32,522	25,887	28,973	25,029
Total assets	68,563	60,013	38,952	35,904
LIABILITIES AND EQUITY				
Current liabilities:				
Bank overdrafts	574	588	-	-
Trade payables	8,300	6,696	924	886
Other payables and accruals	2,927	3,728	862	886
Current income tax payable	21	20	-	-
Finance leases	21	21	21	21
Bank loans	2,470	1,352	-	-
Total current liabilities	14,313	12,405	1,807	1,793
Non-current liabilities:				
Finance leases	18	24	18	24
Bank loans	892	947	-	-
Other loan	338	332	-	-
Provisions	573	262	-	-
Deferred tax liabilities	9	-	-	-
Total non-current liabilities	1,830	1,565	18	24
Total liabilities	16,143	13,970	1,825	1,817
Capital and reserves:				
Share capital	39,309	37,389	39,309	37,389
Fair value reserve	(12)	(12)	-	-
Other reserve	753	753	-	-
Share options reserve	379	379	379	379
Currency translation reserve	(12,209)	(14,154)	(12,940)	(14,488)
Retained earnings	21,995	19,660	10,379	10,807
Equity attributable to owners of the parent	50,215	44,015	37,127	34,087
Non-controlling interests	2,205	2,028	-	-
Total equity	52,420	46,043	37,127	34,087
Total liabilities and equity	68,563	60,013	38,952	35,904

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 November 2014 SS\$'000		As At 31 August 2014 SS\$'000	
Secured	Unsecured	Secured	Unsecured
2,491	-	1,373	-

Amount repayable after one year

As At 30 November 2014 SS\$'000		As At 31 August 2014 SS\$'000	
Secured	Unsecured	Secured	Unsecured
910	338	971	332

The Group's secured borrowings comprise finance leases, short-term bank loans and long-term bank loans.

Finance leases:

Finance leases of the Group are secured on the plant and machinery under finance lease. The current and non-current balance of these finance leases as at 30 November 2014 were S\$21,000 and S\$18,000 respectively (31 August 2014: S\$21,000 and S\$24,000); and the net book value of the plant and machinery under these finance leases as at 30 November 2014 was S\$3,000 (31 August 2014: S\$27,000).

Short-term bank loans:

Short-term bank loans of the Group consist of secured and unsecured borrowings. The Group's secured borrowing comprises short-term bank loans from Miyoshi Precision Huizhou Co., Ltd and Wuxi Miyoshi Precision Co., Ltd. The bank loans are secured against a properties of the subsidiaries. The balance of the secured short-term loans as at 30 November 2014 were S\$2,338,000 (31 August 2014: S\$1,220,000).

The Group's unsecured borrowing comprises other loan from non-controlling shareholder of Miyoshi Hi-Tech Co., Ltd, a subsidiary of the Company. The balances of other loan as at 30 November 2014 was S\$338,000 (31 August 2014: S\$332,000).

Long-term bank loans:

Long-term bank loans of the Group are secured by a legal charge over the freehold land and buildings of subsidiaries, a corporate guarantee and a letter of comfort from the Company. The current and non-current balances of these long-term bank loans as at 30 November 2014 were S\$132,000 and S\$892,000 respectively (31 August 2014: S\$132,000 and S\$947,000).

- 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 CASH FLOWS	Group	
	3 months ended	
	30-Nov-14 S\$'000	30-Nov-13 (Restated) S\$'000
Operating activities:		
Profit before income tax	2,150	5,195
Adjustments for:		
Depreciation expense	1,045	1,409
Interest expense	96	98
Interest income	(49)	(31)
Gain on disposal of asset held for sale	-	(5,132)
(Gain) / loss on disposal of plant and equipment	(88)	9
Plant and equipment written off	7	3
Reversal of impairment loss of disposal group	-	(643)
Reversal of allowance for doubtful trade receivables	-	(11)
Reversal of inventory obsolescence	(242)	(161)
Reversal of impairment of property, plant and equipment	(3,140)	-
Share of results of associates	-	(18)
Operating cash flows before movements in working capital	(221)	718
Trade receivables	(606)	260
Other receivables and prepayments	(616)	(340)
Inventories	(395)	(325)
Trade payables	1,547	29
Other payables and accruals	(1,177)	(215)
Cash (used in) / generated from operations	(1,468)	127
Interest paid	(96)	(98)
Interest received	49	31
Income tax paid	-	(21)
Net cash (used in) / from operating activities	(1,515)	39
Investing activities:		
Acquisition of subsidiary (Note 1)	(48)	-
Disposal of subsidiary, net of cash disposed (Note 2)	-	(4,926)
Proceeds from disposal of asset held for sale	-	7,200
Proceeds from disposal of plant and equipment	61	656
Purchase of plant and equipment	(928)	(510)
Net cash (used in) / from investing activities	(915)	2,420
Financing activities:		
Proceeds from bank loans	1,063	-
Proceeds from disposal of treasury shares	-	32
Repayment of bank loans	(5)	(2,760)
Repayment of finance leases	(5)	(58)
Net cash from / (used in) financing activities	1,053	(2,786)
Effect of exchange rate changes on cash and cash equivalents	154	(19)
Decrease in cash and cash equivalents	(1,223)	(346)
Cash and cash equivalents at beginning of period	9,379	14,280
Cash and cash equivalents at end of period	8,156	13,934
Cash and cash equivalents at end of period includes the following:		
Cash and bank balances	5,924	8,569
Fixed deposits	2,955	6,080
Bank overdrafts	(574)	(571)
	8,305	14,078
Restricted cash	(149)	(144)
Cash and cash equivalents at end of period	8,156	13,934

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.(continued)

Note 1:

The effects of the acquisition of subsidiary on the cash flows are as follows:

Acquisition of subsidiary	3 months ended	
	30-Nov-14 S\$'000	30-Nov-13 S\$'000
Other receivables	417	-
Inventories	374	-
Cash and bank balances	952	-
Property, plant and equipment	12	-
Trade payables	(257)	-
Other payables	(694)	-
Non-controlling interests	(362)	-
Net identifiable assets acquired	442	-
Goodwill on acquisition	2,478	-
Purchase consideration by issuance of new shares	(1,920)	-
Less: Cash and bank balances	(952)	-
Cash flow on acquisition, net of cash acquired	48	-

The Group has yet to obtain an independent valuation of Green Galaxy Limited ("GGL") as at acquisition date for the purpose of accounting for the business combination. In view that the fair values as at acquisition date are not available pending the completion of the valuation, the carrying amounts as at acquisition date have been used as provisional amounts in the measurement of identifiable assets acquired and liabilities assumed and the resulting goodwill on acquisition.

Note 2:

The effects of the disposal of subsidiary on the cash flows are as follows:

Disposal of subsidiary	3 months ended	
	30-Nov-14 S\$'000	30-Nov-13 S\$'000
Trade receivables	-	13,140
Other receivables	-	428
Inventories	-	5,347
Cash and bank balances	-	4,926
Property, plant and equipment	-	4,790
Trade payables	-	(11,344)
Other payables	-	(3,455)
Finance leases and term loan	-	(2,057)
Impairment of disposal group recognised in FY2013	-	(2,100)
Non-controlling interests	-	(4,107)
Net assets deconsolidated	-	5,568
Remaining equity interest of associates	-	(3,055)
Add: Reversal of impairment loss of disposal group	-	643
Less: Proceed from placement of share by disposal group	-	(3,156)
Less: Cash and bank balances	-	(4,926)
Net cash outflow	-	(4,926)

The dilution of the Company's equity interest in Giken Sakata (S) Limited ("Giken") is considered a deemed disposal of its interest in Giken.

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.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 NOVEMBER 2014	Share Capital	Fair Value Reserve	Other Reserve	Share Options Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent S\$'000	Non- Controlling Interests S\$'000	Total Equity S\$'000
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01 September 2014 (Restated)	37,389	(12)	753	379	(14,154)	19,660	44,015	2,028	46,043
Profit for the period	-	-	-	-	-	2,335	2,335	(220)	2,115
Other comprehensive income for the period									
Foreign currency translation	-	-	-	-	1,956	-	1,956	35	1,991
Total comprehensive income for the period	-	-	-	-	1,956	2,335	4,291	(185)	4,106
Change in ownership interest in a subsidiary									
Acquisition of subsidiary	1,920	-	-	-	(11)	-	1,909	362	2,271
Total change in ownership interest in a subsidiary	1,920	-	-	-	(11)	-	1,909	362	2,271
Total transactions with owners of the parent	1,920	-	-	-	(11)	-	1,909	362	2,271
Balance at 30 November 2014	39,309	(12)	753	379	(12,209)	21,995	50,215	2,205	52,420

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. (continued)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 NOVEMBER 2013	Share Capital	Treasury Share Reserve	Fair Value Reserve	Other Reserve	Share Options Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non-Controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01 September 2013 (Restated)	37,389	(55)	(8)	1,063	474	(13,024)	21,828	47,667	6,769	54,436
Profit for the period	-	-	-	-	-	-	4,989	4,989	95	5,084
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Gain on fair value change of available-for-sale financial assets	-	-	(4)	-	-	-	-	(4)	-	(4)
Foreign currency translation	-	-	-	-	-	(680)	-	(680)	(102)	(782)
Total comprehensive income for the period	-	-	(4)	-	-	(680)	4,989	4,305	(7)	4,298
Contribution by and distribution to owners	-	-	-	-	-	-	-	-	-	-
Disposal of treasury shares	-	55	-	-	-	(9)	(14)	32	-	32
Total contribution by and distribution to owners	-	55	-	-	-	(9)	(14)	32	-	32
Change in ownership interest in a subsidiary	-	-	-	-	-	-	-	-	-	-
Disposal of subsidiary	-	-	-	(353)	-	(106)	353	(106)	(4,107)	(4,213)
Balance at 30 November 2013 (Restated)	37,389	-	(12)	710	474	(13,819)	27,156	51,898	2,655	54,553

- 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.**

The Company had on 20 November 2013 sold its entire 499,000 treasury shares for cash. Following the sale, the Company did not hold any treasury shares as at 30 November 2014 (31 August 2014: Nil).

On 28 November 2014, the Company issued 32,000,000 new ordinary shares as partial consideration for acquiring a subsidiary, Green Galaxy Limited ("GGL"). The share consideration of S\$1,920,000 is calculated based on S\$0.06 market price on date of acquisition.

The number of ordinary shares that may be issued upon exercise of all share options outstanding as at 30 November 2014 was 2,775,000 (31 August 2014: 2,775,000).

- 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.**

	As At 30 November 2014	As At 31 August 2014
Total number of issued shares	420,669,490	420,669,490
Add: New shares issued	32,000,000	-
Total number of shares excluding treasury shares	452,669,490	420,669,490

- 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.**

Other than the sale of treasury shares mentioned in 1(d)(ii) above, no treasury shares were sold, transferred, disposed, cancelled and/or used as at the end of the current financial period reported on.

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

The figures have not been audited nor reviewed by our auditors.

- 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 applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the year ended 31 August 2014, except for the adoption of the following accounting standard (including its consequential amendments) applicable for the financial year beginning 1 September 2014.

FRS 110 Consolidated Financial Statements

FRS 110 establishes a single control model as the basis for determining the entities that will be consolidated. It also requires management to exercise significant judgement to determine which investees are controlled, and therefore are required to be consolidated by the Group. The Group has re-evaluated its involvement with investees under the new control model. Based on its assessment, the Group is required under FRS 110 to consolidate Miyoshi International Philippines, Inc. In accordance with FRS 110, this change in accounting policy was applied retrospectively.

Accordingly, the effects in the Group's financial statements arising from the adoption of FRS 110 are as follows:

	Group	
	2014 \$'000 Increase/(Decrease)	2013 \$'000 Increase/(Decrease)
<u>Balance sheet as at 1 September</u>		
Retained earnings	199	194
Translation reserves	(189)	(184)
Total equity	10	10
 <u>Balance sheet as at 31 August</u>		
Property, plant & equipment	-	2,189
Investment in associate	-	17
Loan receivable	-	(2,313)
Cash and cash equivalents	-	25
Other current assets	-	96
Total assets	-	14
 Other current liabilities	-	4
Total liabilities	-	4
 Net assets	-	10

	Group 2013 \$'000 Increase/(Decrease)
<u>Income statement for the period ended 30 November 2013</u>	
Other operating income	(6)
Other operating expense	92
Share of results of associates (net of tax)	(29)
Profit attributable to owners of the Company	57
 Increase in basic earnings per share (cents)	0.02
Increase in diluted earnings per share (cents)	0.02

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.**

Refer to note 4.

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.**

	3 months ended	
	30 November 14	30 November 13 (Restated)
	Cents	Cents
(i) Based on weighted average/actual number of ordinary shares in issue	0.55	1.19
(ii) On a fully diluted basis	0.55	1.19

	Number of Shares	
	30 November 14	30 November 13
Weighted average number of ordinary share in issue for basic and diluted earnings per share	421,372,787	420,230,809

Earnings per ordinary share is calculated on the Group profit/(loss) for the financial periods attributable to owners of the parent divided by the weighted average number of ordinary share for 1Q 2015 is 421,372,787 (1Q2014: 420,230,809).

Earnings per ordinary share (diluted basis) is computed based on the same basis as earnings per share by applying the weighted average number of ordinary shares in issuance during the period under review and adjusted to include all potential dilutive ordinary shares up to 30 November 2014. The Company has only one type of potential dilutive shares which are the share options granted under its share option schemes.

For the share options, the weighted average number of shares in issue is adjusted as if all share options that are dilutive were exercised. The number of shares that could have been issued upon the exercise of all dilutive share options less the number of shares that could have been issued at fair value (determined as the Company's average share price for the financial year) for the same total proceeds is added to the denominator as the number of shares issued for no consideration with no adjustment to earnings (numerator).

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 issuers at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

	Group	Company
As at 30 November 2014	11.09 cents	8.20 cents
As at 31 August 2014 (Restated)	10.46 cents	8.10 cents

Net asset value per share is calculated based on share capital of 452,669,490 ordinary shares in issue as at 30 November 2014 and 420,669,490 ordinary shares in issue as at 31 August 2014.

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.**

A. Revenue

1Q2015

The Group recorded a 51.4% decrease in revenue from S\$28.2 million in 1Q2014 to S\$13.7 million in 1Q2015. The significant decrease was mainly due to the dilution of shareholding interest and subsequent disposal of principal subsidiary, Giken Sakata (S) Limited ("Giken") in the last financial year.

Business Segment Revenue

	1Q2015 S\$'million	% Revenue	1Q2014 S\$'million	% Revenue	% Change
Data Storage	7.4	54.0	10.4	36.9	(28.8)
Consumer Electronics	5.4	39.4	13.5	47.9	(60.0)
Medical	-	-	0.7	2.5	N.M.
Automotive, Microshaft and Others	0.9	6.6	3.6	12.7	(75.0)
Total	13.7	100.0	28.2	100.0	(51.4)

N.M. denotes not meaningful.

Revenue from **Data Storage** decreased by 28.8% mainly due to weaker sales orders from Thailand.

Revenue from **Consumer Electronics** decreased by 60.0% mainly due to the dilution of shareholding interest and subsequent disposal of Giken in the last financial year. Revenue from **Medical** in 1Q2014 was only from Giken.

Revenue from **Automotive, Microshaft and Others** decreased by 75.0% mainly due to the dilution of shareholding interest and subsequent disposal of Giken in the last financial year.

B. Other Income

1Q2015

Other income decreased by S\$2.5 million from S\$6.1 million in 1Q2014 to S\$3.6 million in 1Q2015. In 1Q2014, the gain on disposal of asset held for sale and reversal of impairment loss of disposal group were S\$5.1 million and S\$0.6 million respectively. This is offset by the reversal of impairment of property, plant and equipment of S\$3.1 million in 1Q2015. The impairment loss recognised in prior periods was reversed as there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised.

C. Total Costs and Expenses

1Q2015

Total costs and expenses decreased by S\$14.0 million from S\$29.1 million in 1Q2014 to S\$15.1 million in 1Q2015. This was mainly due to decreases in (1) raw materials and consumables used of S\$9.7 million, (2) employee benefits of S\$2.5 million and (3) other operating expenses of S\$1.5 million. The above reduction in total costs and expenses was in line with the lower revenue in 1Q2015.

D. Profit for the Period

1Q2015

Profit for the period decreased by S\$3.0 million from S\$5.1 million in 1Q2014 to S\$2.1 million in 1Q2015. This was mainly due to decrease in other income of S\$2.5 million.

E. Assets and Liabilities

Current assets increased by S\$1.9 million from S\$34.1 million as at 31 August 2014 to S\$36.0 million as at 30 November 2014. This was mainly due to increases in trade receivables of S\$0.9 million, other receivables and prepayments of S\$1.1 million and inventories of S\$1.0 million, offset by a decrease in cash and bank balances of S\$1.2 million.

Current liabilities increased by S\$1.9 million from S\$12.4 million as at 31 August 2014 to S\$14.3 million as at 30 November 2014. This was mainly due to increases in bank loans of S\$1.1 million and trade payables of S\$1.6 million, offset by a decrease in other payables of S\$0.8 million.

Non-current assets increased by S\$6.6 million from S\$25.9 million as at 31 August 2014 to S\$32.5 million as at 30 November 2014. This was mainly due to Goodwill on acquisition of a subsidiary of S\$2.5 million, reversal of impairment of plant and equipment of S\$3.1 million and currency realignment of S\$1.0 million from property, plant and equipment.

F. Equity

Total equity attributable to owners of the parent increased to S\$50.2 million as at 30 November 2014, from S\$44.0 million as at 31 August 2014. This was mainly due to issue of 32 million new shares amounting to S\$1.9 million as partial consideration of the newly acquired subsidiary, reduction in currency translation reserve (debit balance) of S\$1.9 million and increased in current period profit of S\$2.3 million attributable to owners of the parent.

G. Cash Flow

Cash and cash equivalents decreased by S\$1.2 million from S\$9.4 million as at 31 August 2014 to S\$8.2 million as at 30 November 2014. Cash and cash equivalents comprised of cash and bank balances, fixed deposits, bank overdrafts and excluding restricted cash.

Net cash used in operating activities in 1Q2015 amounted to S\$1.5 million. This is mainly due to increases in trade and other receivables of S\$0.6 million and S\$0.6 million respectively, and decreases in other payables of S\$1.2 million, offset by increase in trade payables of S\$1.5 million.

Net cash used in investing activities in 1Q2015 amounted to S\$0.9 million. This is mainly due to capital expenditure of S\$0.9 million.

Net cash from financing activities in 1Q2015 amounted to S\$1.1 million mainly due to proceeds from bank loans of S\$1.1 million.

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

No forecast had been issued for the financial period under review.

- 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.**

The operating landscape for the precision business remains competitive and challenging. The Group continues to operate at breakneck speed to bring new technologies and product features to market to support diversifying customer requirements, especially by data storage customers.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared 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/recommendeded, a statement to that effect.**

No dividend has been recommended by the Board.

13. Interested Person Transactions

Name of interested person	Aggregate Value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate Value of all interested person transactions conducted during the financial year under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Total	Nil	Nil

Note: There were interested person transactions occurring during the period under the shareholders' mandate but the individual transactions were less than S\$100,000.

14. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual

We, Sin Kwong Wah, Andrew and Masayoshi Taira, being two directors of Miyoshi Limited (the "Company"), do hereby confirm on behalf of the directors of the Company 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 financial statements for the first quarter ended 30 November 2014 to be false or misleading.

On Behalf of the Board of Directors,

Sin Kwong Wah, Andrew
Executive Chairman and CEO

Masayoshi Taira
Director

BY ORDER OF THE BOARD

SIN KWONG WAH, ANDREW
Executive Chairman and CEO
14 January 2015