

PROFIT GUIDANCE

The Board of Directors of Santak Holdings Limited (the “Company”) considers it appropriate to issue profit guidance, ahead of the announcement of the financial results of the Company and its subsidiaries (the “Group”) for the six months of FY2017 ended 31 December 2016 (“HY2017”).

Following a preliminary assessment of the financial results for HY2017, the continuing operations of the Group is expected to report a higher loss after tax for HY2017 compared to the previous corresponding period (“HY2016”). The above is mainly attributable to the lower turnover of the continuing operations for HY2017 compared to HY2016 arising from the weaker demand from the consumer electronics sector. On the other hand, the discontinued operation of the Group (being the China operation under Santak Metal Manufacturing (Wuxi) Co., Ltd. (“Santak Wuxi”) is expected to register a lower loss after tax for HY2017 as compared to HY2016 mainly due to lower gross loss in HY2017. There was a reduction in the business activities of Santak Wuxi as part of the on-going efforts to restructure the Group’s businesses.

Further details of the Group’s results will be made available when the Company announces its unaudited consolidated financial results for HY2017, which is expected to be on or before mid-February 2017.

In the meantime, shareholders and investors are advised to exercise caution when dealing in the Company’s securities. When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisors before trading or making any investment decision on the Company’s securities.

By Order of the Board

Lynn Wan Tiew Leng
Company Secretary
8 February 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor (“Sponsor”), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“Exchange”). The Company’s Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

*The contact person for the Sponsor is Ms Foo Quee Yin
Telephone number: 6221 0271*