



Financial Statements And Related Announcement
For Third Quarter Financial Period Ended 30 November 2016

CHEUNG WO H TECHNOLOGIES LTD

Co. Reg. No. 197201205Z

Third Quarter Financial Statements And Related Announcement

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

The Directors of Cheung Woh Technologies Ltd advise the following unaudited results of the Group for the period ended 30 November 2016.

1(a) A consolidated statement of comprehensive income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year

Consolidated Statement of Comprehensive Income

	Notes	GROUP		Increase/ (decrease) %	GROUP		Increase/ (decrease) %
		3QFY17 S\$'000	3QFY16 S\$'000		3QYTD FY17 S\$'000	3QYTD FY16 S\$'000	
Turnover		20,360	25,016	(18.6)	63,031	67,988	(7.3)
Cost of sales		(16,970)	(19,485)	(12.9)	(51,928)	(52,799)	(1.6)
Gross profit		3,390	5,531	(38.7)	11,103	15,189	(26.9)
Other operating income	a	823	1,229	(33.0)	3,002	3,561	(15.7)
Distribution and selling expenses		(838)	(777)	7.9	(2,351)	(2,315)	1.6
General and administrative expenses		(3,621)	(4,457)	(18.8)	(7,502)	(8,910)	(15.8)
Finance costs		(136)	(53)	156.6	(342)	(169)	102.4
Share of results of associate companies		788	123	540.7	1,940	505	284.2
Profit before taxation	b	406	1,596	(74.6)	5,850	7,861	(25.6)
Income tax expense		(142)	(28)	407.1	(491)	(254)	93.3
Profit for the financial period		264	1,568	(83.2)	5,359	7,607	(29.6)
Other comprehensive income:							
Foreign currency translation gain/(loss)		1,888	229		(1,914)	330	
Total comprehensive income for the financial period		2,152	1,797		3,445	7,937	
Profit attributable to:							
Equity owners of the Company		264	1,569		5,359	7,611	
Non-controlling interests		-	(1)		-	(4)	
		264	1,568		5,359	7,607	
Total comprehensive income attributable to:							
Equity owners of the Company		2,152	1,798		3,445	7,941	
Non-controlling interests		-	(1)		-	(4)	
		2,152	1,797		3,445	7,937	
Earnings per share (cents)							
Basic and diluted		0.09	0.52		1.77	2.52	

n.m. - not meaningful

1(a) A consolidated statement of comprehensive income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year (cont'd)

Notes	GROUP		GROUP	
	3QFY17 S\$'000	3QFY16 S\$'000	3QYTFY17 S\$'000	3QYTFY16 S\$'000
a The Group's other operating income included the following:				
Sales of scrap metal	701	948	2,277	2,816
Sundry income	74	124	256	250
Rental income	40	152	344	452
Interest income	8	5	21	29
Write-back of doubtful debts	-	-	92	-
Income from insurance claim	-	-	-	14
Gain on disposal of property, plant and equipment	-	-	12	-
b The Group's profit before taxation is arrived at after charging/(crediting):				
Amortisation and depreciation	2,254	2,049	6,454	6,222
Foreign exchange loss	1,379	1,743	864	1,893
Interest expense on interest-bearing loans and borrowings	136	53	342	169
Write-down of inventories	234	-	234	-
(Write-back of)/ Allowance for inventories obsolescence	(111)	(6)	(102)	18
Loss on disposal of property, plant and equipment	16	131	-	371
Property, plant and equipment written off	6	-	6	-

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

	GROUP		COMPANY	
	30.11.2016	28.2.2016	30.11.2016	28.2.2016
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	72,013	62,609	1,581	1,703
Investment properties	2,607	2,657	2,607	2,657
Intangible assets	64	68	56	59
Investments in subsidiary companies	-	-	44,397	44,397
Investments in associate companies	18,627	16,687	15,662	15,662
Investment in a quoted equity	-	1	-	-
Deferred tax assets	409	419	162	162
	<u>93,720</u>	<u>82,441</u>	<u>64,465</u>	<u>64,640</u>
Current assets				
Inventories	13,964	12,002	-	-
Trade receivables	18,027	21,131	-	-
Amounts due from an associate company	-	5	-	-
Other receivables	3,273	2,505	2,199	7,597
Other current assets	3,825	5,357	211	166
Cash and bank balances	10,839	14,631	399	4,815
	<u>49,928</u>	<u>55,631</u>	<u>2,809</u>	<u>12,578</u>
Total assets	<u>143,648</u>	<u>138,072</u>	<u>67,274</u>	<u>77,218</u>
EQUITY AND LIABILITIES				
Current liabilities				
Trade payables	7,400	6,683	51	69
Other payables	7,571	6,668	907	2,728
Amount due to an associate company	384	414	-	-
Interest-bearing loans and borrowings	11,818	10,531	1,816	6,999
Income tax payable	339	8	-	-
	<u>27,512</u>	<u>24,304</u>	<u>2,774</u>	<u>9,796</u>
Net current assets	<u>22,416</u>	<u>31,327</u>	<u>35</u>	<u>2,782</u>
Non-current liabilities				
Interest-bearing loans and borrowings	2,731	632	-	-
Deferred tax liabilities	1,877	1,880	-	-
	<u>4,608</u>	<u>2,512</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>32,120</u>	<u>26,816</u>	<u>2,774</u>	<u>9,796</u>
Net assets	<u>111,528</u>	<u>111,256</u>	<u>64,500</u>	<u>67,422</u>
Equity attributable to owners of the Company				
Share capital	50,200	50,200	50,200	50,200
Treasury shares	(1,923)	(1,923)	(1,923)	(1,923)
Revenue reserve	65,697	63,511	16,223	19,145
Statutory reserve	1,177	1,170	-	-
Foreign currency translation reserve	(3,623)	(1,702)	-	-
Total equity	<u>111,528</u>	<u>111,256</u>	<u>64,500</u>	<u>67,422</u>
Total equity and liabilities	<u>143,648</u>	<u>138,072</u>	<u>67,274</u>	<u>77,218</u>

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

A) Amount repayable in one year or less, or on demand #

As at 30.11.2016		As at 28.02.2016	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
10,002	1,816	3,532	6,999

The amount of \$10,002,000 (28.02.2016: \$3,532,000) includes \$5,531,000 (28.02.2016: \$1,802,000) repayable after one year based on the scheduled repayment dates in the loan agreements. The amount is classified as repayable in one year or less, or on demand in compliance with accounting standard.

B) Amount repayable after one year

As at 30.11.2016		As at 28.02.2016	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
2,731	-	632	-

C) Details of any collateral

- i) Certain bank borrowings of the Group and the Company are unsecured; and
- ii) The bank borrowings of certain subsidiary companies are secured by legal mortgage over the subsidiary companies' properties and corporate guarantee from the Company.

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

	GROUP		GROUP	
	3QFY17 S\$'000	3QFY16 S\$'000	3QYTDFY17 S\$'000	3QYTDFY16 S\$'000
Cash flows from operating activities				
Profit before taxation	406	1,596	5,850	7,861
Adjustments for:				
Amortisation and depreciation	2,254	2,049	6,454	6,222
Loss/(gain) on disposal of property, plant and equipment	16	131	(12)	371
Unrealised exchange gain	(418)	(316)	(272)	(185)
Interest expense	136	53	342	169
Allowance for/(write-back of) inventories obsolescence	123	(6)	132	18
Share of results of associate companies	(788)	(123)	(1,940)	(505)
Interest income	(8)	(5)	(21)	(29)
Property, plant and equipment written off	6	-	6	
Operating cash flows before changes in working capital	1,727	3,379	10,539	13,922
(Increase)/decrease in:				
Inventories	(1,733)	873	(2,478)	(1,827)
Trade receivables	(278)	(1,780)	2,326	154
Amount due from an associate company	84	(200)	5	(203)
Other receivables and prepayments	1,220	(572)	(823)	1,499
(Decrease)/increase in:				
Trade payables	481	1,814	1,529	651
Other payables	1,689	1,912	2,042	311
Amount due to an associate company	(90)	39	(43)	(189)
Cash flow generated from operations #	3,100	5,465	13,097	14,318
Interest received	8	5	21	29
Interest paid	(136)	(53)	(342)	(169)
Income tax paid	(35)	(5)	(104)	(428)
Net cash flow generated from operating activities	2,937	5,412	12,672	13,750

The comparative figures have been reclassified to conform to the current period's presentation and to better reflect their classification in consolidated statement of cash flows.

1(c) A consolidated statement of cash flow, together with a comparative statement for the corresponding period of the immediately preceding financial year (cont'd)

	GROUP		GROUP	
	3QFY17 S\$'000	3QFY16 S\$'000	3QYTFY17 S\$'000	3QYTFY16 S\$'000
Cash flow from investing activities				
Purchase of property, plant and equipment	(2,796)	(127)	(17,114)	(15,426)
Proceeds from disposal of property, plant and equipment	52	60	534	116
Proceeds from disposal of investment in a quoted equity	-	-	1	-
Net cash flow used in investing activities	(2,744)	(67)	(16,579)	(15,310)
Cash flow from financing activities				
Repayment of interest-bearing loans and borrowings	(3,084)	(391)	(12,147)	(1,599)
Increase in cash and cash equivalents subject to restrictions	-	-	-	(4)
Dividends paid on ordinary shares	(906)	(1,511)	(3,173)	(4,533)
Proceeds from interest-bearing loans and borrowings	2,201	2,323	15,730	5,073
Net cash flow (used in)/generated from financing activities	(1,789)	421	410	(1,063)
Net (decrease)/increase in cash and cash equivalents	(1,596)	5,766	(3,497)	(2,623)
Cash and cash equivalents at beginning of financial period	12,234	8,090	14,499	16,400
Effect of exchange rate changes on cash and cash equivalents	74	(39)	(290)	40
Cash and cash equivalents at end of financial period	10,712	13,817	10,712	13,817

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following:

	GROUP	
	30.11.2016 S\$'000	30.11.2015 S\$'000
Cash and bank balances	10,712	13,817
Fixed deposits	127	132
	10,839	13,949
Less:		
Cash and cash equivalents subject to restriction *	(127)	(132)
Cash and cash equivalents at end of financial period	10,712	13,817

* This relates to fixed deposits pledged for banker's facilities granted to a subsidiary company.

The following table summarises the reclassification made in the comparative figures.

	GROUP		GROUP	
	3 months ended		9 months ended	
	As	As	As	As
	announced	restated	announced	restated
	30.11.2015	30.11.2015	30.11.2015	30.11.2015
	S\$'000	S\$'000	S\$'000	S\$'000
Operating cash flows before changes in working capital	3,379	3,379	13,922	13,922
(Increase)/decrease in:				
Inventories	1,623	873	(1,148)	(1,827)
Trade receivables	(1,775)	(1,780)	(131)	154
Amount due from an associate company	(200)	(200)	(203)	(203)
Other receivables and prepayments	(1,756)	(572)	564	1,499
(Decrease)/increase in:				
Trade payables	998	1,814	(860)	651
Other payables	17	1,912	(1,028)	311
Amount due to an associate company	36	39	(197)	(189)
Exchange differences arising from consolidation	3,143	-	3,399	-
Cash flow generated from operations	5,465	5,465	14,318	14,318

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

	Attributable to equity owners of the Company					Total other reserves S\$'000	Total equity attributable to equity owners of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
	Share capital S\$'000	Treasury shares S\$'000	Revenue reserve S\$'000	Statutory reserve S\$'000	Foreign currency translation reserve S\$'000				
GROUP									
Balance as at 28.02.2016	50,200	(1,923)	63,511	1,170	(1,702)	(532)	111,256	-	111,256
Total comprehensive income for the financial period	-	-	5,359	7	(1,921)	(1,914)	3,445	-	3,445
Dividends paid on ordinary shares	-	-	(3,173)	-	-	-	(3,173)	-	(3,173)
Balance as at 30.11.2016	50,200	(1,923)	65,697	1,177	(3,623)	(2,446)	111,528	-	111,528
Balance as at 28.02.2015	50,200	(1,923)	57,878	1,123	(488)	635	106,790	4	106,794
Total comprehensive income for the financial period	-	-	7,611	-	330	330	7,941	(4)	7,937
Dividends paid on ordinary shares	-	-	(4,533)	-	-	-	(4,533)	-	(4,533)
Balance as at 30.11.2015	50,200	(1,923)	60,874	1,205	(158)	1,047	110,198	-	110,198

- 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 (cont'd)

	Share capital S\$'000	Treasury shares S\$'000	Revenue reserve S\$'000	Total equity S\$'000
COMPANY				
Balance as at 28.02.2016	50,200	(1,923)	19,145	67,422
Total comprehensive income for the financial period	-	-	251	251
Dividends paid on ordinary shares	-	-	(3,173)	(3,173)
Balance as at 30.11.2016	50,200	(1,923)	16,223	64,500
Balance as at 28.02.2015				
Balance as at 28.02.2015	50,200	(1,923)	21,494	69,771
Total comprehensive income for the financial period	-	-	377	377
Dividends paid on ordinary shares	-	-	(4,533)	(4,533)
Balance as at 30.11.2015	50,200	(1,923)	17,338	65,615

- 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

Share Capital

	Group and Company	
	No. of shares (('000)	(S\$'000)
Ordinary shares - Issued and fully paid:		
Balance as at 1 Sep 2016 and 30 November 2016	313,085	50,200

There was no change in the Company's share capital from 28 February 2016 to 30 November 2016.

As at 30 November 2016, the Company held 10,873,000 of its issued shares as Treasury Shares (30 November 2015: 10,873,000).

The Company does not have any outstanding options or convertibles at the end of the financial period under review (30 November 2015: Nil).

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.

	30.11.2016	28.02.2016
	Number of shares	Number of shares
	('000)	('000)
Total number of shares issued	313,085	313,085
Less: Treasury shares	<u>(10,873)</u>	<u>(10,873)</u>
Issued shares excluding treasury shares	<u><u>302,212</u></u>	<u><u>302,212</u></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.

There were no sales, transfers, disposal, cancellation and/or use of treasury shares during the current financial period reported on.

2 Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

The figures in this announcement have not been audited or reviewed by the Company's auditors.

3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of the 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 accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those disclosed in the audited financial statements as at 28 February 2016 except that the Group has adopted new Financial Reporting Standards ("FRS") which became effective for periods beginning on or after 1 January 2016/1 March 2016.

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 standards and interpretations highlighted in paragraph 4 above did not have any effect on the financial performance or position of the Group presented in this announcement.

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			
	3QFY17	3QFY16	3QYTFY17	3QYTFY16
Profit attributable to shareholders (\$'000)	264	1,569	5,359	7,611
Weighted average number of shares used to compute				
basic and diluted earnings per share ('000)	302,212	302,212	302,212	302,212
Earnings per share (cents) - basic and diluted	0.09	0.52	1.77	2.52

The weighted average number of shares was computed after adjusting for the effect of treasury shares held by the Company.

**7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued share capital excluding treasury shares of the issuer at the end of the:
(a) current period reported on; and
(b) immediately preceding financial year**

	GROUP		COMPANY	
	30.11.2016	28.2.2016	30.11.2016	28.2.2016
Net asset value per ordinary share based on				
share capital at the end of the period (cents)	36.90	36.81	21.34	22.31

The calculation of the net asset value per ordinary share was based on total number of 302,212,000 (28.2.2016: 302,212,000) ordinary shares (excluding treasury 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 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**

Consolidated statement of comprehensive income

The Group has reported turnover of \$20.4 million for the third quarter ended 30 November 2016 (3QFY17), a decrease of 18.6% (approximately \$4.7 million) as compared to \$25.0 million in the corresponding financial period in FY2016 (3QFY16). The decrease was mainly attributable to lower sales in HDD components segment during the transitional period of phasing in the manufacturing of Baseplates cum phasing out of manufacturing of air-combs in the Zhuhai factories. Revenue in this segment decreased by 24.7% quarter-on-quarter. On the other hand, revenue in Precision Metal Stamping components segment increased by 22.7% quarter-on-quarter mainly contributed by sales to a new customer.

The Group's cost of sales (COS) decreased by 12.9% as compared to 3QFY16. The decrease in COS was not in line with decrease in revenue mainly due to higher labour and overhead costs incurred in HDD components segment during 3QFY17. Higher labour costs were mainly attributed to increase of minimum wages in Malaysia, higher headcount and subcontract costs as a result of shortage of workers in subsidiary in Johor. Overhead costs were higher due to higher depreciation expense, repair and maintenance and utilities expenses. As a result, the gross profit margin declined as compared to 3QFY16.

Consolidated statement of comprehensive income (cont'd)

Other operating income decreased by \$406K as compared to 3QFY16. The decrease was mainly due to decrease in sales of scrap metal (\$247K), rental income (\$112K) and sundry income (\$50K).

Distribution and selling expenses increased by \$61K as compared to 3QFY16 mainly due to higher promotional expenses incurred in 3QFY17.

General and administrative expenses decreased by \$836K as compared to 3QFY16 mainly attributed to decreases in foreign exchange loss (\$364K), loss on disposal of property, plant and equipment (\$115K) and export tariffs (\$393K).

Finance costs increased by \$83K as compared to 3QFY16 mainly due to increase in interest-bearing loans and borrowings.

Share of results of associate companies represents the Group's interest in the profit after taxation of Jiangsu Tysan Precision Engineering Co., Ltd. group of companies ("TP Group"). During 3QFY17, TP Group has recorded higher revenue and profit. As a result, the share of results of associate companies increased by \$665K.

Statement of financial position

The Group's non-current assets increased by 13.7% (\$11.3 million) as compared to previous financial year ended 28 February 2016 (FY16). This was mainly contributed by increases in property, plant and equipment and investments in associate companies. Higher property, plant and equipment as at 3QFY17 was attributed to purchases of plant and machineries, primarily for HDD components segment. Investment in associate companies increased by approximately \$1.9 million attributed to share of profit after taxation derived from TP Group during three quarters ended 30 November 2016.

The Group's current assets decreased by 10.2% (\$5.7 million) as compared to FY16 mainly due to decreases in trade receivables, other current assets and cash and bank balances. Trade receivables decreased by \$3.1 million mainly due to lower sales recorded in 3QFY17 as compared to fourth quarter in FY16 (4QFY16). Other current assets decreased by \$1.5 million mainly due to lower balance of advance payments made for the acquisitions of plant and machineries. The lower balance was caused by the reclassification to property, plant and equipment upon completion of installation. The decreases were partially offset by increases in inventories and other receivables. Inventories increased by \$2.0 million as compared to FY16 partly due to building up of inventories. Other receivables increased by \$0.8 million mainly attributed to higher value-added-tax recoverable in subsidiaries in China. At the Company level, other receivables decreased by \$5.4 million mainly due to decrease in inter-companies receivables.

The Group's current liabilities increased by 13.2% (\$3.2 million) as compared to FY16 mainly due to increases in trade payables, other payables and interest-bearing loans and borrowings. Trade payables increased by \$0.7 million mainly due to higher purchases in 3QFY17 as compared to 4QFY16. Other payables increased by \$0.9 million mainly attributed to higher accrued personnel expenses and deposits received from customers. Interest-bearing loans and borrowings increased by \$1.3 million mainly due to additional financing obtained for the acquisition of plant and machineries. At the Company level, other payables and interest-bearing loans and borrowings decreased by \$1.8 million and \$5.2 million respectively mainly due to decrease in inter-companies payables and repayments made for the interest-bearing loans and borrowings.

The Group's non-current liabilities increased by 83.4% (\$2.1 million) mainly due to additional financing obtained for the acquisition of plant and machineries.

Consolidated statement of cash flows

During 3QFY17, the Group has net cash flow generated from operating activities of \$2.9 million as compared to \$5.4 million in 3QFY16. The net cash flows generated from operating activities in 3QFY17 was mainly contributed by operating cash flows before changes in working capital and decrease in other receivables and prepayment and increases in trade and other payables. It was partially offset by increases in inventories and trade receivables.

In investing activities, the Group used \$2.7 million during 3QFY17 as compared to \$67K used in 3QFY16. The net cash used was mainly for purchases of property, plant and equipment.

During 3QFY17, the Group has net cash flow used in financing activities of \$1.8 million in contrast with \$421K net cash flow generated in 3QFY16. The net cash flow used in 3QFY17 was mainly for repayment of interest-bearing loans and borrowings and dividends paid on ordinary shares. This was partially offset by proceeds from interest-bearing loans and borrowings.

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

There is no variance from the previous financial results announcement for the second quarter period ended 31 August 2016.

10 A commentary at the date of the announcement of the significant trends or 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

Turnover in HDD components segment will continue to be affected during the transitional period of phasing in the manufacture of Baseplates. PMS components segment is expected to do well. However, the Group views that the unclear global financial conditions and volatility in foreign exchange may pose some uncertainties to our business.

11 Dividend

(a) Current Financial Period Reported On

Any interim (final) dividend declared (recommended) for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable

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

Not applicable.

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

The Group does not have a general mandate from its shareholders for interested person transactions.

14 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in the Appendix 7H) under Rule 720(1).

The Company has procured undertakings from all its directors and executive officer.

Confirmation by the Board

On behalf of the Board of Directors, we, the undersigned, hereby confirm to the best of our knowledge that nothing has to come to the attention of the Board of Directors of the Company which may render the unaudited financial results of Cheung Woh Technologies Ltd for the third quarter ended 30 November 2016 set out above to be false or misleading in any material aspects.

For and On behalf of the Board of Directors

Law Kung Ying
Director

Law Yu Chui
Director

9 January 2017