



MEMTECH INTERNATIONAL LTD

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

Fourth Quarter Financial Statements Announcement For the period ended 31 December 2017



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 ended 31 December 2017

	Group Fourth Quarter			Group Full Year		
	2017 31-Dec	2016 31-Dec	Increase/ (Decrease)	2017 31-Dec	2016 31-Dec	Increase/ (Decrease)
	US\$'000	US\$'000		US\$'000	US\$'000	
Revenue	49,614	47,933	3.5%	170,013	159,005	6.9%
Cost of sales	(40,308)	(38,742)	4.0%	(139,076)	(133,610)	4.1%
Gross profit	9,306	9,191	1.3%	30,937	25,395	21.8%
Other operating income	898	499	80.0%	5,822	1,618	259.8%
Sales and marketing expenses	(2,268)	(2,820)	-19.6%	(8,076)	(8,999)	-10.3%
General and Administration expenses	(3,216)	(2,928)	9.8%	(11,661)	(11,268)	3.5%
Other operating expenses	(82)	(205)	-60.0%	(254)	(348)	-27.0%
Finance costs	(53)	(88)	-39.8%	(296)	(146)	102.7%
Exchange (loss)/gain	(365)	497	NM	(767)	770	NM
Profit before tax	4,220	4,146	1.8%	15,705	7,022	123.7%
Income tax expenses, net	(422)	(65)	549.2%	(1,462)	(646)	126.3%
Profit for the period/year	3,798	4,081	-6.9%	14,243	6,376	123.4%
Attributable to:						
Owners of the Company	3,759	4,020	-6.5%	14,125	6,270	125.3%
Non-controlling interests	39	61	-36.1%	118	106	11.3%



Statement of Comprehensive Income
For the period ended 31 December 2017

	Group Fourth Quarter			Group Full Year		
	2017 31-Dec	2016 31-Dec	Increase/ (Decrease)	2017 31-Dec	2016 31-Dec	Increase/ (Decrease)
	US\$'000	US\$'000		US\$'000	US\$'000	
Profit for the period/year	3,798	4,081	-6.9%	14,243	6,376	123.4%
Other comprehensive income (net of tax)						
Items that may be reclassified to profit and loss:						
Currency translation differences	1,776	(2,652)	NM	4,765	(4,404)	NM
Total comprehensive income for the period/year	5,574	1,429	290.1%	19,008	1,972	863.9%
Attributable to:						
Owners of the company	5,529	1,376	301.8%	18,873	1,877	905.5%
Non-controlling interests	45	53	-15.1%	135	95	42.1%
Total comprehensive income for the period/year attributable to Owners of the company	5,574	1,429	290.1%	19,008	1,972	863.9%

Notes

NM: Not meaningful

1 Profit from operating activities

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

	Group Fourth Quarter			Group Full Year		
	2017 31-Dec	2016 31-Dec	Increase/ (Decrease)	2017 31-Dec	2016 31-Dec	Increase/ (Decrease)
	US\$'000	US\$'000		US\$'000	US\$'000	
Depreciation	2,269	2,051	10.6%	8,520	7,910	7.7%
Allowance for/(write-back of) doubtful receivables, trade	80	(28)	NM	346	(49)	NM
(Write-back of)/allowance for stock obsolescence	(70)	161	NM	43	758	-94.3%
Net gain on disposal of property, plant and equipment	(22)	(6)	NM	(3,240)	(58)	NM
Exchange loss/(gain)	365	(497)	NM	767	(770)	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 2017

	Group		Company	
	2017	2016	2017	2016
	31-Dec	31-Dec	31-Dec	31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Non-Current Assets:				
Property, plant and equipment	43,790	39,836	-	-
Investment in subsidiaries	-	-	75,107	75,107
Intangible assets	564	547	-	-
	<u>44,354</u>	<u>40,383</u>	<u>75,107</u>	<u>75,107</u>
Current Assets:				
Cash and cash equivalents	34,896	27,353	611	3,870
Bank deposits pledged	1,611	1,942	-	-
Trade receivables	70,662	62,383	-	-
Bills and other receivables	6,691	7,346	3	23
Amounts due from subsidiaries	-	-	8,792	9,743
Prepayments	4,625	4,394	-	-
Inventories	24,579	19,451	-	-
Non-current assets held for sale	-	2,481	-	-
	<u>143,064</u>	<u>125,350</u>	<u>9,406</u>	<u>13,636</u>
Current Liabilities:				
Trade payables and accruals	39,676	35,834	516	371
Bills and other payables	9,499	8,576	15	20
Amounts due to subsidiaries	-	-	5,000	5,000
Provision for taxation	707	732	-	-
Other liabilities	784	825	-	-
Loans and borrowings	1,498	1,169	-	1,111
	<u>52,164</u>	<u>47,136</u>	<u>5,531</u>	<u>6,502</u>
Net Current Assets	90,900	78,214	3,875	7,134
Non-Current Liabilities:				
Loans and borrowings	3,342	3,402	-	-
Other liabilities	754	789	-	-
Deferred taxation	3,840	3,573	-	-
	<u>7,936</u>	<u>7,764</u>	<u>-</u>	<u>-</u>
Net Assets	127,318	110,833	78,982	82,241



Statement of Financial Position (Cont'd)

As at 31 December 2017

	Group		Company	
	2017	2016	2017	2016
	31-Dec	31-Dec	31-Dec	31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Equity Attributable to Owners of the Company				
Share capital	57,808	57,808	57,808	57,808
Treasury shares	(1,441)	(1,441)	(1,441)	(1,441)
Currency translation reserve	(1,474)	(6,222)	-	-
Statutory reserve fund	10,457	10,035	-	-
Acquisition reserve	(714)	(714)	-	-
Revenue reserves	62,356	51,176	22,615	25,874
	<u>126,992</u>	<u>110,642</u>	<u>78,982</u>	<u>82,241</u>
Non-controlling interests	<u>326</u>	<u>191</u>	<u>-</u>	<u>-</u>
Total Equity	<u><u>127,318</u></u>	<u><u>110,833</u></u>	<u><u>78,982</u></u>	<u><u>82,241</u></u>

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

	Group Secured		Group Unsecured	
	2017	2016	2017	2016
	31-Dec	31-Dec	31-Dec	31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Amount repayable in one year or less or on demand	-	-	1,498	1,169
Amount repayable after one year	-	-	3,342	3,402
	<u>-</u>	<u>-</u>	<u>4,840</u>	<u>4,571</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 ended 31 December 2017

	Group Fourth Quarter		Group Full Year	
	2017	2016	2017	2016
	31-Dec	31-Dec	31-Dec	31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Cash flows from operating activities:				
Profit before tax	4,220	4,146	15,705	7,022
Adjustments for:				
Depreciation of property, plant and equipment	2,269	2,051	8,520	7,910
Amortisation of intangible assets	-	6	10	25
Interest expense	53	88	296	146
Interest income	(75)	(40)	(107)	(161)
Allowance for/(write-back of) doubtful receivables, trade	80	(28)	346	(49)
(Write-back of)/allowance for stock obsolescence	(70)	161	43	758
Impairment loss on goodwill	-	205	-	205
Net gain on disposal of property, plant and equipment	(22)	(6)	(3,240)	(58)
Unrealised exchange (gain)/loss, net	(59)	(220)	108	(341)
Total adjustments	2,176	2,217	5,976	8,435
Operating cash flows before changes in working capital	6,396	6,363	21,681	15,457
Changes in working capital				
Trade and other receivables	(6,082)	(5,570)	(4,551)	(11,549)
Inventories	(69)	(1,026)	(4,715)	(5,042)
Trade and other payables	4,148	4,467	2,215	15,911
Total changes in working capital	(2,003)	(2,129)	(7,051)	(680)
Cash flows generated from operations	4,393	4,234	14,630	14,777
Interest received	75	41	118	173
Interest paid	(53)	(88)	(296)	(146)
Income taxes paid	(558)	(8)	(2,167)	(356)
Net cash flows generated from operating activities	3,857	4,179	12,285	14,448
Cash flows from investing activities:				
Purchases of property, plant and equipment	(2,692)	(2,331)	(10,440)	(11,259)
Proceeds from disposal of fixed assets	22	9	6,000	247
Net cash used in investing activities	(2,670)	(2,322)	(4,440)	(11,012)
Cash flows from financing activities:				
Proceeds from loans and borrowings	-	3,460	1,161	5,114
Dividends Paid	-	-	(2,523)	(3,473)
Repayments of loans and borrowings	(277)	(1,932)	(1,185)	(2,766)
Bank deposits pledged	119	1,075	441	(51)
Net cash (used in)/generated from financing activities	(158)	2,603	(2,106)	(1,176)
Net increase in cash and cash equivalents	1,029	4,460	5,739	2,260
Effects of exchange rate changes on opening cash and cash equivalents	620	(974)	1,804	(1,674)
Cash and cash equivalents at the beginning of the period/year	33,247	23,867	27,353	26,767
Cash and cash equivalents at the end of the period/year	34,896	27,353	34,896	27,353



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 2017

	Group		Company	
	2017	2016	2017	2016
	US\$'000	US\$'000	US\$'000	US\$'000
Issued Capital				
Balance at 1 January, 31 March, 30 June, 30 September and 31 December	57,808	57,808	57,808	57,808
Treasury Shares				
Balance at 1 January, 31 March, 30 June, 30 September and 31 December	(1,441)	(1,441)	(1,441)	(1,441)
Statutory Reserve Fund				
Balance at 1 January, 31 March and 30 June	10,035	9,332	-	-
Transfer from revenue reserve	-	12	-	-
Balance at 30 September	10,035	9,344	-	-
Transfer from revenue reserve	422	691	-	-
Balance at 31 December	10,457	10,035	-	-
Acquisition reserve				
Balance at 1 January, 31 March, 30 June, 30 September and 31 December	(714)	(714)	-	-
Currency Translation Reserve				
Balance at 1 January	(6,222)	(1,829)	-	-
Net effect of exchange translation differences	362	596	-	-
Balance at 31 March	(5,860)	(1,233)	-	-
Net effect of exchange translation differences	1,256	(2,040)	-	-
Balance at 30 June	(4,604)	(3,273)	-	-
Net effect of exchange translation differences	1,360	(305)	-	-
Balance at 30 September	(3,244)	(3,578)	-	-
Net effect of exchange translation differences	1,770	(2,644)	-	-
Balance at 31 December	(1,474)	(6,222)	-	-
Revenue Reserves				
Balance at 1 January	51,176	49,082	25,874	31,123
Net profit/(loss) for the period	1,597	569	(136)	(127)
Balance at 31 March	52,773	49,651	25,738	30,996
Net profit/(loss) for the period	4,871	(1,400)	(158)	(170)
Dividend paid	(2,523)	(3,473)	(2,523)	(3,473)
Balance at 30 June	55,121	44,778	23,057	27,353
Net profit/(loss) for the period	3,898	3,081	(120)	(172)
Transfer to statutory reserve	-	(12)	-	-
Balance at 30 September	59,019	47,847	22,937	27,181
Net profit/(loss) for the period	3,759	4,020	(322)	(1,307)
Transfer to statutory reserve	(422)	(691)	-	-
Balance at 31 December	62,356	51,176	22,615	25,874



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 2017 (Cont'd)

	Group		Company	
	2017	2016	2017	2016
	US\$'000	US\$'000	US\$'000	US\$'000
Non- controlling interests				
Balance at 1 January	191	96	-	-
Net profit for the period	14	27	-	-
Net effect of exchange translation differences	1	1	-	-
Balance at 31 March	206	124	-	-
Issuance of shares	-	-	-	-
Net profit for the period	18	4	-	-
Net effect of exchange translation differences	4	(4)	-	-
Balance at 30 June	228	124	-	-
Net profit for the period	47	14	-	-
Net effect of exchange translation differences	6	-	-	-
Balance at 30 September	281	138	-	-
Net loss for the period	39	61	-	-
Net effect of exchange translation differences	6	(8)	-	-
Balance at 31 December	326	191	-	-
Total Equity				
Balance at 1 January	110,833	112,334	82,241	87,490
Total for the period	1,974	1,193	(136)	(127)
Balance at 31 March	112,807	113,527	82,105	87,363
Total for the period	3,626	(6,913)	(2,681)	(3,643)
Balance at 30 June	116,433	106,614	79,424	83,720
Total for the period	5,311	2,790	(120)	(172)
Balance at 30 September	121,744	109,404	79,304	83,548
Total for the period	5,574	1,429	(322)	(1,307)
Balance at 31 December	127,318	110,833	78,982	82,241



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

	2017	2016
	31-Dec	31-Dec
	No. of shares	No. of shares
Ordinary shares	<u>143,999,998</u>	<u>143,999,998</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.

	2017	2016
	31-Dec	31-Dec
	No. of shares	No. of shares
Issued ordinary shares excluding treasury shares	<u>140,880,878</u>	<u>140,880,878</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.

	2017	2016
	31-Dec	31-Dec
	No. of shares	No. of shares
Balance as at beginning and end of the year	3,119,120	3,119,120



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 2017. Except for the adoption of these new/revised FRSs, 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 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 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		Group	
	Fourth Quarter		Full Year	
	2017	2016	2017	2016
	31-Dec	31-Dec	31-Dec	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	2.7	2.9	10.0	4.5
(ii) On a fully diluted basis	2.7	2.9	10.0	4.5

	Group		Group	
	Fourth Quarter		Full Year	
	2017	2016	2017	2016
	31-Dec	31-Dec	31-Dec	31-Dec
	'000	'000	'000	'000
Weighted average number of shares:				
(i) Based on weighted average number of ordinary shares on issue	140,881	140,881	140,881	140,881
(ii) On a fully diluted basis	140,881	140,881	140,881	140,881

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	
	2017	2016	2017	2016
	31-Dec	31-Dec	31-Dec	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	90.1	78.5	56.1	58.4
Number of shares ('000)	140,881	140,881	140,881	140,881



- 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

Q42017 Vs. Q42016 Results

The Group's revenue increased 3.5% year-on-year ("yoy") to US\$49.6 million for 4Q2017. The growth in revenue was led by the Group's Automotive segment which reported a 14.5% yoy increase to US\$24.7 million. Similarly, the Group's Industrial & Medical segment increased 62.8% yoy to US\$4.2 million. Conversely, the Group's Consumer Electronics and Telco segments declined 12.1% yoy and 15.7% yoy to US\$15.5 million and US\$5.1 million respectively. The reason behind the decline in the Group's Consumer Electronics segment can be attributed to lower demand from certain customers as they refresh product lines transitioning to newer models and new products.

Segment (US\$'000)	4Q2017	4Q2016	Change (%)
Automotive	24,695	21,560	14.5
Consumer Electronics	15,540	17,673	(12.1)
Telco	5,134	6,093	(15.7)
Industrial & Medical	4,245	2,607	62.8
Total	49,614	47,933	3.5

In line with the growth in revenue, the Group's gross profit increased 1.3% yoy to US\$9.3 million while gross profit margin was 18.8%.

Other operating income increased 80.0% yoy to US\$0.9 million for 4Q2017 as the Group received government incentives and subsidies due to its use of innovative manufacturing technologies.

Sales and marketing expenses declined 19.6% yoy to US\$2.3 million for 4Q2017 mainly due to a decrease in marketing cost and the restructure of sales incentives.



The Group's General and Administration expenses increased 9.8% yoy to US\$3.2 million mainly due to higher staff costs arising from annual salary adjustments.

The Group reported foreign exchanges losses amounting US\$0.4 million for 4Q2017 as compared to foreign exchange gains of US\$0.5 million for 4Q2016.

As a result, due to an increase in income tax expense of US\$0.4 million, the Group reported a 6.5% yoy decline in net profit attributable to owners of the Company amounting US\$3.8 million for 4Q2017.

FY2017 vs. FY2016

The Group's revenue increased 6.9% yoy to US\$170.0 million for FY2017. This growth was led by the Group's automotive segment which increased 14.2% yoy to US\$79.6 million. The Group's Consumer Electronics segment grew 5.9% yoy to US\$58.6 million while the Industrial & Medical reported a 24.6% yoy increase to US\$11.9 million. Conversely, the Telco segment declined 18.4% yoy to US\$20.0 million.

Segment (US\$'000)	FY2017	FY2016	Change (%)
Automotive	79,583	69,681	14.2
Consumer Electronics	58,559	55,291	5.9
Telco	19,985	24,492	(18.4)
Industrial & Medical	11,887	9,541	24.6
Total	170,013	159,005	6.9

The Group's gross profit increased 21.8% yoy to US\$30.9 million for FY2017 due mainly to a shift in product mix towards higher margin products and improved operational efficiency through automation. Correspondingly, the Group's gross profit margin increased from 16.0% for FY2016 to 18.2% for FY2017.

The Group's other operating income increased to US\$5.8 million for FY2017. This was primarily attributed to the one-off disposal gain amounting to US\$3.2 million from the sale of the Group's land and factory in Huzhou, China.

Sales and marketing expenses declined 10.3% yoy to US\$8.1 million for FY2017 mainly due to tightening cost controls and a decrease in marketing and transport related costs.



The Group's General and Administration expenses increased 3.5% yoy to US\$11.7 million mainly due to higher staff costs arising from annual salary adjustments.

The Group reported foreign exchanges losses amounting US\$0.8 million for FY2017 as compared to foreign exchange gains of US\$0.8 million for FY2016.

As a result, the Group reported a 125.3% yoy increase in net profit attributable to owners of the Company amounting US\$14.1 million for FY2017.

Balance Sheet Analysis

The net book value of property, plant and equipment increased from US\$39.8 million as at 31 December 2016 to US\$43.8 million as at 31 December 2017 mainly due to additions, partly offset by depreciation amounting to US\$8.5 million.

The Group's inventories increased 26.4% from US\$19.5 million as at 31 December 2016 to US\$24.6 million as at 31 December 2017 as the Group expects an increase in sales for FY2018.

The Group's cash and cash equivalents increased from US\$27.4 million as at 31 December 2016 to US\$34.9 million as at 31 December 2017 while the Group's borrowings amounted to US\$4.8 million. This resulted in a net cash position of US\$30.1 million as at 31 December 2017 (31 December 2016: US\$19.3 million).

Cash Flow Analysis

The Group generated US\$12.3 million net cash from operating activities for FY2017 as compared to US\$14.4 million for FY2016. Net cash used in investing activities was US\$4.4 million for FY2017 as compared to US\$11.0 million for FY2016. This was mainly attributable to sales proceeds amounting US\$5.9 million from the disposal of the Group's land and factory in Huzhou, China. Net cash used in financing activities increased marginally to US\$2.1 million as the Group took an additional loan of US\$0.9 million to derive interest subsidies from the local government under high-technology manufacturing grants.

Overall, the Group's financial position remained healthy as at 31 December 2017. The Group's current ratio was 2.7 times with cash and cash equivalent amounting to US\$34.9 million or approximately 25 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

These results are in line with the statement made in the 3Q2017 results announcement for the period ended 30 September 2017.

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 Group has focused on improving earnings quality through the gradual elimination of lower margin processes and a focus on producing high-margin complex engineering parts has translated to improvements in profitability margins. Looking ahead, the Group will continue to drive initiatives geared towards boosting productivity and enhancing operational efficiency in order to maintain sustainable growth.

The Group continues to identify its Automotive and Consumer Electronics segments as key drivers of growth. Within each segment, the Group continues to diversify its customer base through new project wins, leveraging on its niche capabilities. Additionally, the Group has been able to strengthen its relationships with existing customers by value-adding through its engineering design capabilities and solutions.

Presently, the Group has begun the necessary preparations with a major US multinational customer for projects that are expected to enter the ramp up phase in the second half of FY2018. The Group is also looking to capture additional opportunities with new customers in areas such as smart home devices and audio-related products, having begun small batch production and the submission of prototype samples.

The Group continues to generate strong positive operating cash flows which have contributed to an increasingly resilient balance sheet with a net cash position of US\$30.1 million.

The Group continues to operate in a competitive and challenging business environment with rapid technological changes, shifting customer demands and expected increases in labour costs. The Group is committed to meet these challenges and position itself for its next phase of growth in the year ahead. Barring any unforeseen circumstances, the Group remains cautiously optimistic of its performance for the financial year ended 31 December 2018.



11 Dividend

(a) *Current Financial Period Reported On*

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in Singapore cents)	5.5 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)	2.5 cents per ordinary share
Tax Rate	Not applicable (one-tier tax)

(c) *Date payable*

18 May 2018

(d) *Books closure date*

The Share Transfer Books and Register of Members will be closed from 5 p.m. on 4 May 2018 for the preparation of dividend entitlements.

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 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.

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

Chuang Wen Fu and Gu Chenghua, being two directors of Memtech International 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 which may render the 4Q2017 financial results to be false or misleading in any material aspect.



15 Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

The Company hereby confirms that it has procured undertakings from all the directors and executive officers under Rule 720(1).

16 A breakdown of sales

	2017	Group	
	US\$'000	2016	Difference
		US\$'000	%
Sales reported for the first half year	74,188	64,614	14.8%
Operating profit/(loss) after tax reported for first half	6,500	(800)	NM
Sales reported for the second half year	95,825	94,391	1.5%
Operating profit after tax reported for second half	7,743	7,176	7.9%



17 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		Industrial & Medical		Consolidated	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Segment Revenue	79,583	69,681	19,985	24,492	58,559	55,291	11,887	9,541	170,014	159,005
Segment Results	6,090	3,667	817	773	4,989	2,280	939	448	12,835	7,168
Net gain on disposal land & factory									3,167	-
Finance costs									(297)	(146)
Share of results of associates									-	-
Profit before tax									15,705	7,022
Income tax expenses									(1,462)	(646)
Profit for the year									14,243	6,376

By Currency Segments

	RMB		Other currencies*		Consolidated	
	2017	2016	2017	2016	2017	2016
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Segment revenue	88,219	84,413	81,794	74,592	170,013	159,005
As a percentage of sales	51.9%	53.1%	48.1%	46.9%		

- Other currencies mainly comprise of United States Dollar.

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

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

	Full Year	
	2017 31-Dec	2016 31-Dec
	S\$	S\$
Ordinary shares	3,522,022	4,649,069



- 19 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
Chuang Tze Mon	43	Chuang Wen Fu	Acting Head of Group Administration	NA

BY ORDER OF THE BOARD

Chuang Wen Fu
Chairman

27 February 2018