

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

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

	GROUP					
	3 months ended	3 months ended		6 months ended	6 months ended	
	30.06.15	30.06.14	Change	30.06.15	30.06.14	Change
	\$'000	\$'000	%	\$'000	\$'000	%
Revenue	83,984	87,182	(3.7)	169,574	172,766	(1.8)
Cost of sales	(76,111)	(78,306)	(2.8)	(153,849)	(155,153)	(0.8)
Gross profit	7,873	8,876	(11.3)	15,725	17,613	(10.7)
Other operating income	581	848	(31.5)	1,352	1,232	9.7
Selling and distribution costs	(1,530)	(1,500)	2.0	(3,178)	(3,133)	1.4
Administrative expenses	(5,003)	(5,440)	(8.0)	(10,201)	(10,591)	(3.7)
Finance costs	(520)	(439)	18.5	(1,000)	(812)	23.2
Profit before income tax	1,401	2,345	(40.3)	2,698	4,309	(37.4)
Income tax	(401)	(537)	(25.3)	(480)	(821)	(41.5)
Net profit for the period	1,000	1,808	(44.7)	2,218	3,488	(36.4)
Other comprehensive income						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Exchange differences on translation of foreign operations	(525)	(186)	182.3	299	(337)	n.m.
Available-for-sale financial assets	(13)	10	n.m.	13	14	(7.1)
Other comprehensive income for the period, net of tax	(538)	(176)	205.7	312	(323)	n.m.
Total comprehensive income for the period, net of tax	462	1,632	(71.7)	2,530	3,165	(20.1)
Profit attributable to:						
Shareholders of the Company	1,000	1,808	(44.7)	2,218	3,488	(36.4)
Non-controlling interests	-	-	-	-	-	-
Total comprehensive income attributable to:						
Shareholders of the Company	462	1,632	(71.7)	2,530	3,165	(20.1)
Non-controlling interests	-	-	-	-	-	-

n.m. Not meaningful

	GROUP					
Profit before income tax is arrived at after crediting (charging) the following:	3 months ended	3 months ended		6 months ended	6 months ended	
	30.06.15	30.06.14	Change	30.06.15	30.06.14	Change
	\$'000	\$'000	%	\$'000	\$'000	%
1. Interest income	72	45	60.0	153	92	66.3
2. Interest expense	(215)	(282)	(23.8)	(568)	(520)	9.2
3. Depreciation	(2,598)	(1,446)	79.7	(4,929)	(2,672)	84.5
4. Amortisation of intangible assets	(596)	(585)	1.9	(1,182)	(1,185)	(0.2)
5. Fair value gain (loss) on derivatives financial instruments	110	(617)	n.m.	309	(974)	n.m.
6. Fair value (loss) gain on held for trading investments	(1)	29	n.m.	31	61	(49.2)
7. Gain (loss) on disposal of property, plant and equipment	167	(48)	n.m.	237	(48)	n.m.
8. Net exchange gain (loss)	120	470	(74.5)	111	462	(76.0)
9. Finance costs, including:	(520)	(439)	18.5	(1,000)	(812)	23.2
a) Bank charges	(305)	(157)	94.3	(432)	(292)	47.9
b) Interest expenses for:						
Bills payable and short-term trade loans	(157)	(211)	(25.6)	(449)	(397)	13.1
Finance leases	(10)	(3)	233.3	(29)	(11)	163.6
Vessel loan	-	(9)	100.0	-	(12)	100.0
Revolving loans and term loans	(48)	(59)	(18.6)	(90)	(100)	(10.0)

n.m. Not meaningful

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	GROUP			COMPANY		
	30.06.15	31.12.14	Change	30.06.15	31.12.14	Change
	\$'000	\$'000	%	\$'000	\$'000	%
ASSETS						
Current assets:						
Cash and bank balances	31,469	20,483	53.6	9,077	5,619	61.5
Trade receivables	68,843	65,035	5.9	-	-	-
Other receivables and prepayments	4,405	4,574	(3.8)	15,550	14,234	9.2
Tax recoverable	263	70	275.7	1	1	-
Available-for-sale financial assets	2,507	1,992	25.8	2,506	1,989	26.0
Held for trading investments	2,516	2,485	1.2	2,239	2,223	0.7
Inventories	46,595	48,374	(3.7)	-	-	-
Total current assets	156,598	143,013	9.5	29,373	24,066	22.1
Non-current assets:						
Trade receivables	56	148	(62.3)	-	-	-
Other receivables and prepayments	920	1,075	(14.4)	-	-	-
Investment in subsidiaries	-	-	-	97,968	97,968	-
Available-for-sale financial assets	412	412	-	405	405	-
Property, plant and equipment	70,292	70,202	0.1	897	767	16.9
Intangible assets	5,040	5,055	(0.3)	-	-	-
Deferred tax assets	-	8	(100.0)	-	-	-
Total non-current assets	76,720	76,900	(0.2)	99,270	99,140	0.1
Total assets	233,318	219,913	6.1	128,643	123,206	4.4

	GROUP			COMPANY		
	30.06.15	31.12.14	Change	30.06.15	31.12.14	Change
	\$'000	\$'000	%	\$'000	\$'000	%
LIABILITIES AND EQUITY						
Current liabilities:						
Trade payables	66,188	54,206	22.1	14	220	(93.7)
Other payables and provisions	5,748	8,609	(33.2)	44,242	34,601	27.9
Income tax payable	150	147	1.9	-	-	-
Borrowings	56,804	55,521	2.3	3,204	5,228	(38.7)
Derivative financial instruments	615	700	(12.1)	-	-	-
Total current liabilities	129,505	119,183	8.7	47,460	40,049	18.5
Non-current liabilities:						
Borrowings	16,960	13,977	21.3	10,297	11,058	(6.9)
Deferred tax liabilities	347	355	(2.2)	-	-	-
Total non-current liabilities	17,307	14,332	20.8	10,297	11,058	(6.9)
Total liabilities	146,812	133,515	10.0	57,757	51,107	13.0
Capital and reserves:						
Share capital	77,929	121,450	(35.8)	77,929	121,450	(35.8)
Treasury shares	(5,894)	(5,894)	-	(5,894)	(5,894)	-
Investment revaluation reserve	77	64	20.8	77	64	20.8
Foreign currency translation reserve	(8,441)	(8,740)	(3.4)	-	-	-
Accumulated losses	22,835	(20,482)	n.m.	(1,227)	(43,521)	(97.2)
Total equity	86,506	86,398	0.1	70,885	72,099	(1.7)
Total liabilities and equity	233,318	219,913	6.1	128,643	123,206	4.4

n.m: Not meaningful

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

Detail of borrowings:

	GROUP		COMPANY	
	30.06.15	31.12.14	30.06.15	31.12.14
	\$'000	\$'000	\$'000	\$'000
Current				
Unsecured				
Bills payable	18,188	19,663	-	-
Export trade loans	27,998	25,279	-	-
Revolving loans	6,108	8,056	1,684	3,708
Term loans	2,230	200	-	-
Secured				
Term loans	1,920	1,920	1,500	1,500
Finance leases	<u>360</u>	<u>403</u>	<u>20</u>	<u>20</u>
	56,804	55,521	3,204	5,228
Non-current				
Unsecured				
Term loans	4,782	550	-	-
Secured				
Term loans	11,265	12,225	10,250	11,000
Finance leases	<u>913</u>	<u>1,202</u>	<u>47</u>	<u>58</u>
	16,960	13,977	10,297	11,058
Total borrowings	73,764	69,498	13,501	16,286

The borrowings are repayable as follows:

	GROUP		COMPANY	
	30.06.15	31.12.14	30.06.15	31.12.14
	\$'000	\$'000	\$'000	\$'000
On demand or within one year	56,804	55,521	3,204	5,228
In the second year	5,769	2,871	1,522	1,522
In the third year	3,732	2,301	1,522	1,522
In the fourth year	1,758	2,228	1,503	1,514
In the fifth year	5,701	6,577	5,750	6,500
	73,764	69,498	13,501	16,286
Less: Amount due for settlement within 12 months (shown under current liabilities)	(56,804)	(55,521)	(3,204)	(5,228)
Amount due for settlement after 12 months	16,960	13,977	10,297	11,058

Bank borrowings

1) Trade finance:

The Group has banking facilities related to bills discounted with recourse, trade bills payable, revolving credit, export trade loan, and bank overdrafts of \$103,260,000 (FY2014: \$88,409,000), of which \$52,494,000 (FY2014: \$52,998,000) was utilised as at 30 June 2015. These banking facilities are secured by corporate guarantee from the Company. These banking facilities bear interest rates from 1.7% to 5.8% (FY2014: 1.6% to 5.8%) per annum.

2) Term loans:

The Group and the Company have term loans balance as at 30 June 2015 of \$20,197,000 (FY2014: \$14,895,000) and \$11,750,000 (FY2014: \$12,500,000) respectively. \$6,362,000 term loan was extended during the first 6 months of 2015 to finance the working capital of the subsidiaries in the Group, of which \$5,390,000 are denominated in US dollars. These term loans bear interest of 2.4% to 3.29% per annum.

3) Finance leases

The Group and the Company acquired certain of its plant and equipment under finance leases in accordance to the Group's policy. The leases bear an average interest rate of 2.2% per annum (FY2014: 2.2% per annum) and are repayable over an average lease term of 4 years (FY2014: 4 years). Interest rates are fixed at contract dates and on fixed repayment basis without contingent rental payments. The Group's obligations under finance leases are secured by the Group's title to the leased assets, recorded within property, plant and equipment.

The Group and the Company are in compliance with all imposed financial covenant requirements on borrowings as at 30 June 2015.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.15	30.06.14	30.06.15	30.06.14
	\$'000	\$'000	\$'000	\$'000
Operating activities:				
Profit before income tax	1,401	2,345	2,698	4,309
Adjustments for:				
Depreciation	2,598	1,446	4,929	2,672
Gain on disposal of property, plant and equipment	(167)	48	(237)	48
Amortization of intangible assets	596	585	1,182	1,185
Loss on disposal of available-for-sales financial assets	-	-	-	2
Fair value (gain) loss on derivatives financial instruments	(110)	617	(309)	974
Fair value loss (gain) on held for trading investments	1	(29)	(31)	(61)
Interest income	(72)	(45)	(153)	(92)
Interest expense	215	282	568	520
Net foreign exchange loss (gain)	7	(89)	176	(196)
Operating cash flows before movement in working capital	4,469	5,160	8,823	9,361
Trade receivables	(3,621)	(7,998)	(2,819)	(14,251)
Other receivables and prepayments	833	1,558	263	854
Inventories	5,128	(1,811)	2,498	(176)
Trade payables	4,316	9,244	11,122	7,349
Other payables	(1,576)	(44)	(2,925)	489
Cash generated from operations	9,549	6,109	17,061	3,626
Interest paid	(215)	(282)	(568)	(520)
Income tax paid	(294)	(185)	(670)	(332)
Net cash from operating activities	9,040	5,642	15,823	2,774

	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.15	30.06.14	30.06.15	30.06.14
	\$'000	\$'000	\$'000	\$'000
Investing activities:				
Proceeds from sale of debt securities	-	-	-	500
Proceeds from disposal of property, plant and equipment	9	9	829	15
Purchase of financial assets	(502)	(252)	(502)	(252)
Purchase of property, plant and equipment	(1,382)	(1,529)	(5,291)	(2,215)
Deferred development costs	(612)	(530)	(1,167)	(1,111)
Interest received	72	45	153	92
Proceeds from derivative financial instruments	2	252	155	649
Net cash used in investing activities	(2,413)	(2,005)	(5,823)	(2,322)
Financing activities:				
Repayment of obligations under finance leases	(118)	(89)	(434)	(119)
Proceeds from bank borrowings	59,904	53,980	116,728	105,531
Repayment of bank borrowings	(61,276)	(49,086)	(113,024)	(95,826)
Refund of unclaimed dividend	8	-	8	-
Payment of dividend	(2,430)	(3,646)	(2,430)	(3,646)
Net cash (used in) from financing activities	(3,911)	1,159	849	5,940
Net increase in cash and cash equivalents	2,716	4,796	10,849	6,392
Effects of exchange rate changes on the balance of cash held in foreign currencies	(265)	(125)	137	(164)
Cash and cash equivalents at beginning of period	29,018	27,233	20,483	25,676
Cash and cash equivalents at end of period	31,469	31,904	31,469	31,904

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share capital	Treasury shares	Investment revaluation reserve	Foreign currency translation reserve	Accumulated losses	Total
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Latest Period						
Balance at 1 January 2015	121,450	(5,894)	64	(8,740)	(20,482)	86,398
<i>Total comprehensive income for the period</i>						
Profit for the period	-	-	-	-	1,218	1,218
Other comprehensive income for the period	-	-	26	824	-	850
Total	-	-	26	824	1,218	2,068
Balance at 31 March 2015	121,450	(5,894)	90	(7,916)	(19,264)	88,466
<i>Total comprehensive income for the period</i>						
Profit for the period	-	-	-	-	1,000	1,000
Other comprehensive loss for the period	-	-	(13)	(525)	-	(538)
Dividend paid	-	-	-	-	(2,430)	(2,430)
Refund of unclaimed dividend	-	-	-	-	8	8
Capital reduction	(43,521)	-	-	-	43,521	-
Total	(43,521)	-	(13)	(525)	42,099	(1,960)
Balance at 30 June 2015	77,929	(5,894)	77	(8,441)	22,835	86,506
Previous Corresponding Period						
Balance at 1 January 2014	121,450	(5,894)	62	(9,561)	(21,409)	84,648
<i>Total comprehensive income for the period</i>						
Profit for the period	-	-	-	-	1,680	1,680
Other comprehensive loss for the period	-	-	4	(151)	-	(147)
Total	-	-	4	(151)	1,680	1,533
Balance at 31 March 2014	121,450	(5,984)	66	(9,712)	(19,729)	86,181
<i>Total comprehensive income for the period</i>						
Profit for the period	-	-	-	-	1,808	1,808
Other comprehensive loss for the period	-	-	10	(186)	-	(176)
Dividend paid	-	-	-	-	(3,646)	(3,646)
Total	-	-	10	(186)	(1,838)	(2,014)
Balance at 30 June 2014	121,450	(5,894)	76	(9,898)	(21,567)	84,167

	Share capital	Treasury shares	Investment revaluation reserve	Accumulated losses	Total
Company	\$'000	\$'000	\$'000	\$'000	\$'000
Latest Period					
Balance at 1 January 2015	121,450	(5,894)	64	(43,521)	72,099
<i>Total comprehensive income for the period</i>					
Income for the period	-	-	-	979	979
Other comprehensive income for the period	-	-	26	-	26
Total	-	-	26	979	1,005
Balance at 31 March 2015	121,450	(5,894)	90	(42,542)	73,104
<i>Total comprehensive income for the period</i>					
Profit for the period	-	-	-	216	216
Other comprehensive income for the period	-	-	(13)	-	(13)
Dividend paid	-	-	-	(2,430)	(2,430)
Refund of unclaimed dividend	-	-	-	8	8
Capital reduction	(43,521)	-	-	43,521	-
Total	(43,521)	-	(13)	41,315	(2,219)
Balance at 30 June 2015	77,929	(5,894)	77	(1,227)	70,885
Previous Corresponding Period					
Balance at 1 January 2014	121,450	(5,894)	62	(46,926)	68,692
<i>Total comprehensive income for the period</i>					
Profit for the period	-	-	-	187	187
Other comprehensive income for the period	-	-	4	-	4
Total	-	-	4	187	191
Balance at 31 March 2014	121,450	(5,894)	66	(46,739)	68,883
<i>Total comprehensive income for the period</i>					
Profit for the period	-	-	-	191	191
Other comprehensive income for the period	-	-	10	-	10
Dividend paid	-	-	-	(3,646)	(3,646)
Total	-	-	10	(3,455)	(3,445)
Balance at 30 June 2014	121,450	(5,894)	76	(50,194)	65,438

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 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	2015 '000	2014 '000	2015 \$'000	2014 \$'000
	Number of ordinary shares			
<u>Ordinary shares issued and fully paid</u>				
Balance as at 1 January and 31 March	510,094	510,094	121,450	121,450
Share consolidation exercise	(459,085)	-	-	-
Capital reduction	-	-	(43,521)	-
Balance as at 30 June	51,009	510,094	77,929	121,450

Share consolidation exercise ("Share Consolidation") was carried out by the Company, consolidating every 10 existing issued ordinary shares into 1 ordinary share in the capital of the company. Subsequent to the EGM approval on 24 April 2015, the exercise was completed and announced on 20 May 2015, with 51,009,343 as the new issued number of ordinary shares.

Capital reduction exercise was carried out by the Company, reducing the issued and fully paid-up share capital of the Company from \$121,450,105.41 to \$77,929,440.16. Subsequent to the EGM approval on 24 April 2015, the exercise was completed and announced on 8 June 2015.

As at 30 June 2015, there were no unissued ordinary shares under exercisable options. All options had expired during the financial year ended 31 December 2013

Treasury Shares	2015 '000	2014 '000	2015 \$'000	2014 \$'000
	Number of treasury shares			
<u>Ordinary shares issued and fully paid</u>				
Balance as at 1 January and 31 March	24,001	24,001	5,894	5,894
Share consolidation exercise	(21,601)	-	-	-
Balance as at 30 June	2,400	24,001	5,894	5,894

Share consolidation exercise was carried out by the Company, consolidating every 10 existing issued ordinary shares into 1 ordinary share in the capital of the company. Subsequent to the EGM approval on 24 April 2015, the exercise was completed and announced on 20 May 2015, with 2,400,100 as the new total number of treasury shares held.

The Companies Act was amended to allow companies to hold Treasury Shares after 30 January 2006. Pursuant to a share purchase mandate (“Share Purchase Mandate”) approved by shareholders on 12 April 2006 and renewed on 10 April 2007, the Company purchased a total of 24,001,000 shares through market purchase on the Singapore Exchange Securities Trading Limited. The total amount paid to acquire shares pursuant to the Share Purchase Mandate was \$5,894,000 and has been deducted from shareholders’ equity. The repurchased shares are held as “Treasury Shares”.

1 (d)(iii) Total number of issued shares excluding treasury shares

	30.06.15 '000	31.12.14 '000
Number of ordinary shares	51,009	510,094
Treasury shares	(2,400)	(24,001)
Number of issued shares excluding treasury shares	48,609	486,093

1 (d)(iv) Statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Please refer to 1(d)(ii)

1 (d)(v) Status on the use of proceeds from IPO and any offerings pursuant to Chapter 8 of the SGX Listing Manual and whether the use of proceeds is in accordance with the stated use.

There is no use of proceeds during the period ended 30 June 2015.

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

These figures have not been audited nor reviewed by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a 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 same accounting policies and methods of computation have been applied in the financial statements as in the most recently audited annual financial statements as at 31 December 2014 except for the adoption of Financial Reporting Standards (“FRSs”) which are relevant to the Group’s operations and became effective for the financial years beginning on or after 1 January 2015.

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 and revised FRSs have no material effect on the Group's and Company's accounting policies or have any significant impact on the 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			
	3 months ended	3 months ended	6 months ended	6 months ended
	30.06.15	30.06.14	30.06.15	30.06.14
	(in cents)	(in cents)	(in cents)	(in cents)
Earnings per share (EPS)				
(a) Based on weighted average number of ordinary shares in issue	2.06	3.72	4.56	7.18
(b) On a fully diluted basis	2.06	3.72	4.56	7.18

Earnings per share for the periods have been computed based on the revised number of shares of 48,609,243 shares as a result of the Share Consolidation.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current financial period reported on; and (b) immediately preceding financial year.

	GROUP		COMPANY	
	30.06.15	31.12.14	30.06.15	31.12.14
	(in dollars)	(in dollars)	(in dollars)	(in dollars)
Net asset value per ordinary share	1.78	1.78	1.46	1.48
Net tangible asset value per ordinary share	1.46	1.67	1.46	1.48

The Group's and the Company's net assets value per ordinary share for the periods have been computed based on the revised number of shares of 48,609,243 shares as a result of the Share Consolidation..

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.**

Review of Group's performance

Results for 2Q2015 and 1H2015

Revenue

The Group registered a comparable turnover for both 2Q2015 and 1H2015. Turnover for 2Q2015 was at \$84.0 million (2Q2014 : \$87.2 million) and 1H2015 was at \$169.6 million (1H2014 : \$172.8 million).

Electronics segment revenue increased by 85.2% to \$156.1 million for 1H2015 (1H2014 : \$84.3 million). This was offset by a similar decline in revenue from the Marine and Material Supply segment in the absence of significant contract wins and slowdown in marine and offshore market.

Profitability

Net profit for 2Q2015 was at \$1.0 million and \$2.2 million for 1H2015 which were lower as compared to previous corresponding periods as a result of lower gross profit contribution primary as a results of lower gross margin contribution from its Marine and Material Supply segment.

Overall for 2Q2015 and 1H2015, total Selling & Distribution and Administrative costs were comparable with the same periods last year, with administrative costs managed and lowered through process improvement and cost control.

The increase in other operating income by \$0.1 million, due to increase in fair value on the financial derivatives, was offset by the increase in finance cost.

The Group was able to generate comparable positive operating cash flow from operations of \$4.5 million for 2Q2015 and \$8.8 million 1H2015 respectively.

Financial Resources

The Group closed the quarter with cash of \$31.5 million (31 December 2014 : \$20.5 million) with positive net working capital of \$27.1 million (31 December 2014 : \$23.8 million).

As at 31 June 2015, the Group maintain a heathy financial position with current ratio of 1.2 (31 December 2014 : 1.2) and lower net debt to equity ratio (total borrowings net of cash on hand to shareholders' equity less cash) of 48.9% (31 December 2014: 56.7%).

Trade receivables and trade payables as at 30 June 2015, had increased by \$3.7 million and \$12.0 million respectively. The overall increase is largely attributed to the increase in transactions in Electronics business segment as compared to 4Q2014 and the increase in sourcing of raw material with improved credit terms. As at 30 June 2015, trade receivables and trade payables were carried at \$68.9 million and \$66.2 million respectively.

Consequently, trade receivables turnover-days was 71 days in 1H2015 as compared to 61 days in 31 December 2014 and inventory turnover days at 66 days from 59 days in 31 December 2014, with corresponding trade payables turnover-days at 83 days from 58 days in 31 December 2014.

On 20 May 2015, the Group has successfully completed its exercise of consolidating every 10 existing issued ordinary share into 1 ordinary share in the capital of the Company.

On 8 June 2015, the Group has also completed the capital reduction proposal, thereby reducing the issued and fully paid-up share capital of the Company from \$121.5 million to \$77.9 million. This has given rise to the reduction in share capital and a corresponding increase in retained earnings of the same amount, resulting in no impact to the net equity position more fully described in paragraph 1(d) (ii).

The Group has sufficient financial resources (including existing available banking facilities) to fund its operations and capital expenditure requirements for the next 12 months.

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

The 2Q2015 financial results are in line with the prospect statement made in 1Q2015 announcement dated 27 April 2015.

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 expects persistent strong headwinds from market uncertainty and currency volatility.

Barring any adverse market development and subject to the materialisation of stronger orders for our LED Lighting products, the Group is cautiously optimistic of its performance for the next reporting period and next 12 months.

11. Dividend.

(a) Current Financial Period Reported On

Any dividend declared 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/recommendeded, 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 that effect.

There was no IPT mandate in force during the financial period ended 30 June 2015. There was no interested person transaction in the financial period ended 30 June 2015 that was discloseable under Rule 920(1)(a)(ii) of the SGX-ST Listing Manual.

CONFIRMATION BY THE BOARD

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the second quarter ended 30 June 2015 to be false or misleading.

On behalf of the Board of Directors

Michael Mun Hong Yew
CEO and Chairman

Martin Chia Heok Miin
Executive Director