



Third Quarter Financial Statements for the Period Ended 30 September 2016

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) Statement of profit or loss and other comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial period.

	Group			Group		
	1-Jul-16 to	1-Jul-15 to	Change	1-Jan-16 to	1-Jan-15 to	Change
	30-Sep-16	30-Sep-15		30-Sep-16	30-Sep-15	
Note	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	8,057	8,312	(3.1)	23,388	25,884	(9.6)
Cost of sales	(5,063)	(5,819)	(13.0)	(15,595)	(18,402)	(15.3)
Gross Profit	2,994	2,493	20.1	7,793	7,482	4.2
Other operating income	7	318	(97.8)	58	1,039	(94.4)
Distribution costs	(156)	(185)	(15.7)	(478)	(590)	(19.0)
Administration expenses	(676)	(1,171)	(42.3)	(2,943)	(3,553)	(17.2)
Other operating expenses	(331)	(233)	42.1	(793)	(822)	(3.5)
Profit from operations	1,838	1,222	50.4	3,637	3,556	2.3
Finance costs	(5)	(17)	(70.6)	(15)	(41)	(63.4)
Profit before income tax	1,833	1,205	52.1	3,622	3,515	3.0
Income tax expenses	(447)	-	NM	(447)	(166)	NM
Net profit for the period	A 1,386	1,205	15.0	3,175	3,349	(5.2)
Other comprehensive income :						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Fair value gain/(loss) on available for sale financial assets	27	(52)	NM	33	(9)	NM
Other comprehensive income/(loss) for the period, net of tax	27	(52)	NM	33	(9)	NM
Total comprehensive income attributable to equity holders of the Company	1,413	1,153	22.5	3,208	3,340	(4.0)
Earnings per share attributable to equity holders of the Company (US cent)						
- Basic	3.92	3.41	15.0	8.98	9.47	(5.2)
- Diluted	3.92	3.41	15.0	8.98	9.47	(5.2)
A. Net profit is arrived at after charging (crediting) :						
- Directors' remuneration	230	232	(0.9)	688	682	0.9
- Interest on borrowings	5	17	(70.6)	15	41	(63.4)
- Depreciation expense	2,132	2,683	(20.5)	7,104	8,320	(14.6)
- Gain on disposal of property, plant and equipment	-	(22)	NM	(4)	(22)	(81.8)
- Foreign currency exchange loss/(gain)	81	(292)	NM	75	(822)	NM
- Interest income	(8)	(2)	300.0	(20)	(143)	(86.0)

NM - Not meaningful



1(b)(i) Statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial period.

	Group		Company	
	30-Sep-16	31-Dec-15	30-Sep-16	31-Dec-15
Note	US\$'000	US\$'000	US\$'000	US\$'000
Current Assets				
Cash	6,139	9,276	697	170
Trade receivables	7,505	5,321	-	-
Other receivables and prepayments	640	984	6,566	6,446
Total current assets	14,284	15,581	7,263	6,616
Non-current Assets				
Investment in subsidiaries	-	-	42,160	45,311
Property, plant and equipment	37,537	38,322	-	-
Available-for-sale investments	700	667	-	-
Other receivables and prepayments	541	533	-	-
Deferred tax assets	718	555	-	-
Total non-current assets	39,496	40,077	42,160	45,311
Total Assets	53,780	55,658	49,423	51,927
Current Liabilities				
Trade payables	386	304	-	-
Other payables	6,302	6,286	1,974	1,357
Income tax payable	293	293	-	-
Total current liabilities	6,981	6,883	1,974	1,357
Capital and Reserves				
Share capital	41,725	44,317	41,725	44,317
Merger reserve	(764)	(764)	-	-
Contributed surplus	-	-	2,295	2,295
Fair value reserve	241	208	-	-
Accumulated profit	5,597	5,014	3,429	3,958
Net shareholders' equity	46,799	48,775	47,449	50,570
Total Liabilities and Shareholders' Equity	53,780	55,658	49,423	51,927



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

Details of loans and borrowings

The Group has entered into a five-year syndication loan facility agreement for NT\$900 million from a consortium of banks in June 2015.

As at 30 September 2016, the Group has available banking facilities of US\$28,699,000 (31 Dec 2015: US\$27,414,000) with a consortium of banks. The facility is secured using certain property, plant and equipment.

As at 30 September 2016, there was no loan outstanding.



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

	Note	Group 1-Jul-16 to 30-Sep-16 US\$'000	Group 1-Jul-15 to 30-Sep-15 US\$'000	Group 1-Jan-16 to 30-Sep-16 US\$'000	Group 1-Jan-15 to 30-Sep-15 US\$'000
Operating activities					
Profit before income tax		1,833	1,205	3,622	3,515
Adjustments for :					
Depreciation expense		2,132	2,683	7,104	8,320
Unrealized foreign exchange loss/(gain)		-	433	-	(165)
Interest income		(8)	(2)	(20)	(143)
Interest expense		5	17	15	41
Gain on disposal of property, plant and equipment		-	(22)	(4)	(22)
Operating profit before working capital changes		3,962	4,314	10,717	11,546
Trade receivables		(862)	267	(2,184)	(388)
Other receivables and prepayments		(126)	(90)	335	1,010
Trade payables		50	(255)	82	(171)
Other payables		81	409	(600)	69
Cash generated from operations		3,105	4,645	8,350	12,066
Income tax paid		(609)	-	(609)	-
Interest received		8	2	20	414
Net cash from operating activities		2,504	4,647	7,761	12,480
Investing activities					
Proceeds from disposal of property, plant and equipment		-	39	4	39
Purchase of property, plant and equipment	A	(2,423)	(1,745)	(5,703)	(3,910)
Net cash used in investing activities		(2,423)	(1,706)	(5,699)	(3,871)
Financing activities					
Proceeds from bank loans		-	(178)	-	2,738
Purchase of treasury shares		-	-	-	(498)
Interest paid		(15)	(16)	(15)	(37)
Cash distribution		(2,592)	(40,041)	(2,592)	(40,041)
Dividend Paid		(2,592)	-	(2,592)	-
Net cash used in financing activities		(5,199)	(40,235)	(5,199)	(37,838)
Net decrease in cash		(5,118)	(37,294)	(3,137)	(29,229)
Cash at the beginning of the period		11,257	46,655	9,276	38,590
Cash at the end of the period		6,139	9,361	6,139	9,361



Note

A. Property, plant and equipment

During the period, the information relating to the Group's acquisition of property, plant and equipment is as follows:

	1-Jul-16 to 30-Sep-16 US\$'000	1-Jul-15 to 30-Sep-15 US\$'000	1-Jan-16 to 30-Sep-16 US\$'000	1-Jan-15 to 30-Sep-15 US\$'000
Total acquisition of property, plant and equipment	2,281	1,570	6,319	3,912
Add: Other payables at beginning of period	848	285	90	108
Less: Other payables at end of period	<u>(706)</u>	<u>(110)</u>	<u>(706)</u>	<u>(110)</u>
Cash paid	<u><u>2,423</u></u>	<u><u>1,745</u></u>	<u><u>5,703</u></u>	<u><u>3,910</u></u>



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 period.

Group	Share capital	Treasury shares	Legal reserve	Merger reserve	Fair value reserve	Accumulated earning (losses)	Net
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance at 1 Jan 2015	85,252	(405)	4,875	23,993	141	(28,283)	85,573
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	2,144	2,144
Other comprehensive income for the period	-	-	-	-	43	-	43
Total	-	-	-	-	43	2,144	2,187
Transactions with owners, recognised directly in equity							
Completion of the Capital Reduction	(40,112)	-	-	-	-	-	(40,112)
Capital surplus used to cover accumulated deficits	-	-	(4,875)	(24,757)	-	29,632	-
Repurchase of shares	-	(418)	-	-	-	-	(418)
Cancellation of shares	(823)	823	-	-	-	-	-
Balance at 30 Jun 2015	44,317	-	-	(764)	184	3,493	47,230
Balance at 1 Jul 2015	44,317	-	-	(764)	184	3,493	47,230
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	1,205	1,205
Other comprehensive profit for the period	-	-	-	-	(52)	-	(52)
Total	-	-	-	-	(52)	1,205	1,153
Balance at 30 Sep 2015	44,317	-	-	(764)	132	4,698	48,383
Balance at 1 Jan 2016	44,317	-	-	(764)	208	5,014	48,775
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	1,789	1,789
Other comprehensive income for the period	-	-	-	-	6	-	6
Total	-	-	-	-	6	1,789	1,795
Balance at 30 Jun 2016	44,317	-	-	(764)	214	6,803	50,570
Balance at 1 Jul 2016	44,317	-	-	(764)	214	6,803	50,570
Total comprehensive income/(loss) for the period							
Profit for the period	-	-	-	-	-	1,386	1,386
Other comprehensive income for the period	-	-	-	-	27	-	27
Total	-	-	-	-	27	1,386	1,413
Transactions with owners, recognised directly in equity							
Completion of the Capital Reduction	(2,592)	-	-	-	-	-	(2,592)
Dividend Paid	-	-	-	-	-	(2,592)	(2,592)
Balance at 30 Sep 2016	41,725	-	-	(764)	241	5,597	46,799



Company	Share capital US\$'000	Treasury shares US\$'000	Contributed surplus US\$'000	Accumulated earning (losses) US\$'000	Net US\$'000
Balance at 1 Jan 2015	85,252	(405)	31,927	(29,632)	87,142
Profit for the period, representing total comprehensive loss for the period	-	-	-	137	137
Transactions with owners, recognised directly in equity					
Completion of the Capital Reduction	(40,112)	-	-	-	(40,112)
Capital surplus used to cover accumulated deficits	-	-	(29,632)	29,632	-
Repurchase of shares	-	(418)	-	-	(418)
Cancellation of shares	(823)	823	-	-	-
Balance at 30 Jun 2015	44,317	-	2,295	137	46,749
Balance at 1 Jul 2015	44,317	-	2,295	137	46,749
Loss for the period, representing total comprehensive loss for the period	-	-	-	(93)	(93)
Balance at 30 Sep 2015	44,317	-	2,295	44	46,656
Balance at 1 Jan 2016	44,317	-	2,295	3,958	50,570
Loss for the period, representing total comprehensive profit for the period	-	-	-	(244)	(244)
Balance at 30 Jun 2016	44,317	-	2,295	3,714	50,326
Balance at 1 Jul 2016	44,317	-	2,295	3,714	50,326
Loss for the period, representing total comprehensive loss for the period	-	-	-	2,307	2,307
Transactions with owners, recognised directly in equity					
Completion of the Capital Reduction	(2,592)	-	-	-	(2,592)
Dividend Paid	-	-	-	(2,592)	(2,592)
Balance at 30 Sep 2016	41,725	-	2,295	3,429	47,449



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 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 period.

Share Capital	Number of shares ('000)			
	Quarter		Year-to-date	
	Q3 2016	Q3 2015	30-Sep-16	30-Sep-15
Balance at beginning of period	35,358	35,358	35,358	719,442
Share Consolidation	-	-	-	(683,470)
Cancellation during the period	-	-	-	(614)
Balance at end of period	<u>35,358</u>	<u>35,358</u>	<u>35,358</u>	<u>35,358</u>

Treasury Shares	Number of shares ('000)			
	Quarter		Year-to-date	
	Q3 2016	Q3 2015	30-Sep-16	30-Sep-15
Balance at beginning of period	-	-	-	6,085
Repurchase during the period	-	-	-	6,196
Share Consolidation	-	-	-	(11,667)
Cancellation during the period	-	-	-	(614)
Balance at end of period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The Company effected share consolidation of every twenty existing shares for one new share and capital reduction and cash distribution pursuant to the shareholders' approval at the annual general meeting held on 29 April 2015. The share consolidation was completed on 27 May 2015.

Subsequent to the completion of capital reduction and cash distribution, the Company carried out the share consolidation of every twenty existing shares for one new share, resulting approximately 683,470,000 to be cancelled.

The Company cancelled the 614,050 treasury shares on 29 May 2015.

Following the 2015 capital reduction, the Company undertook a further capital reduction and cash distribution and declaration of the dividend pursuant to Section 78C of the Companies Act and the shareholders' approval at the extraordinary general meeting held on 11 August 2016.

The Company made two separate payments to the shareholders of (i) S\$0.10 per share for the cash distribution pursuant to the capital reduction and (ii) S\$0.10 per share for the dividend. The sum of US\$5,184,461 (S\$7,071,605 at S\$0.20 per share) was distributed to shareholders on 30 September 2016.

The capital reduction reduced the issued and paid-up share capital of the Company by US\$2,592,231 (S\$3,535,803) from US\$44,316,517 (S\$53,724,837) to US\$41,724,286 (S\$50,189,034).



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.

Total number of issued shares excluding treasury shares as at the end of the current financial period is 35,358,027 (31 December 2015 : 35,358,027) shares.

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.

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

The figures have not been audited but have been reviewed by the auditors in accordance with Singapore Standard on Review Engagements 2410 *Review of Financial Information Performed by the independent Auditor of the Entity*.

3 Where the figures have been audited or reviewed, the auditors' report (including any qualification or emphasis of a matter).

Please see attached review report.

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 applied by the Group and the Company are consistent with those used in its most recently audited financial statements for the year ended 31 December 2015.

Basis of preparation of the interim condensed financial information

The interim condensed financial information of Global Testing Corporation Limited and its subsidiaries (the "Group"), which comprise the condensed statement of financial position of the Group and the Company as at 30 September 2016, and the related condensed statement of profit or loss and other comprehensive income, statement of changes in equity and cash flow statement of the Group for the period from 1 January 2016 to 30 September 2016 and the condensed statement of changes in equity of the Company for the period from 1 January 2016 to 30 September 2016, and the explanatory notes as enumerated in Sections 1, 4, 5, 6, 7, 11, 12 and 15 of the Announcement, has been prepared in accordance with Singapore Financial Reporting Standards ("FRS") 34 – Interim Financial Reporting. This interim condensed financial information should be read in conjunction with the annual financial statements for the year ended 31 December 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.**

There are no changes to the Group's accounting policies and the adoption of the new or revised FRS and Interpretations that become effective in the financial period beginning on or after 1 January 2016 has no material impact on the Group's consolidated condensed interim financial information.

- 6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial period, after deducting any provision for preference dividends.**

	Group	
	1- Jan-16 to 30-Sep-16	1- Jan-15 to 30-Sep-15
On a basic and fully diluted basis (US cents per share)	8.98	9.47
- Weighted average number of shares ('000)	35,358	35,383

The diluted earnings per share is the same as basic earning per share as there is no potential dilutive ordinary shares.

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

	30-Sep-16	31-Dec-15
Net asset value per share (US dollars)		
-The Group	1.32	1.38
-The Company	1.34	1.43

Net asset value per ordinary share is calculated based on the share capital of 35,358,027 (31 December 2015 : 35,358,027) ordinary shares outstanding excluding treasury share as at the end of the relevant financial period.

- 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 loss 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 Operating Results

Revenue

Revenue for 3Q 2016 decreased by 3.1% to US\$8.1 million, compared to US\$8.3 million in 3Q 2015. Revenue for the nine months ended 30 September 2016 decreased by 9.6% to US\$23.4 million, compared to US\$25.9 million in the corresponding period of 2015, mainly due to the decrease in customers' orders.

Cost of sales

Cost of sales for 3Q 2016 decreased by 13.0% to US\$5.1 million, compared to US\$5.8 million in 3Q 2015, Cost of sales for the nine months ended 30 September decreased by 15.3% to US\$15.6 million, compared to US\$18.4 million in the corresponding period of 2015, mainly due to the decrease in depreciation expense.

Other operating income

Other operating income for 3Q 2016 decreased by 97.8% to US\$0.01 million, compared to US\$0.3 million in 3Q 2015, Other operating income for the nine months ended 30 September decreased by 94.4% to US\$0.06 million, compared to US\$1.0 million in the corresponding period of 2015, mainly due to the foreign exchange gain recognized in 2015.

Administration expenses

Administration expenses for 3Q 2016 decreased by 42.3% to US\$0.7 million, compared to US\$1.2 million in 3Q 2015, Administration expenses for the nine months ended 30 September decreased by 17.2% to US\$2.9 million, compared to US\$3.6 million in the corresponding period of 2015, mainly due to prudent control of expenses and reversed unused accrued expenses.

Income tax expenses

Income tax expenses for 3Q 2016 amounted to US\$ 0.4 million, mainly due to the withholding tax for the dividend of Global Testing Corporation Taiwan.

Financial position of the Group

Cash

Cash decreased by 33.8% to US\$6.1 million as at 30 September 2016, compared to US\$9.3 million as at 31 December 2015, mainly due to the payment of the cash distribution and dividend in 3Q 2016.

Trade receivables

Trade receivables increased by 41% to US\$7.5 million as at 30 September 2016, compared to US\$5.3 million as at 31 December 2015, mainly due to the higher revenue generated in 3Q 2016 as compared to 4Q 2015 and the slower repayment from customer.

Other receivables and prepayments

Other receivables and prepayments decreased by 35.0% to US\$0.6 million as at 30 September 2016, compared to US\$1.0 million as at 31 December 2015, mainly due to receiving a refund of the VAT input tax from National Taxation Bureau in 3Q 2016.

Property, plant and equipment

Property, plant and equipment decreased by 2% to US\$37.5 million as at 30 September 2016, compared to US\$38.3 million as at 31 December 2015, mainly due to depreciation expense charged during the period which was partially offset by additions of property, plant and equipment during the period.

Share Capital

Share capital decreased by 5.8% to US\$41.7 million as at 30 September 2016, compared to US\$44.3 million as at 31 December 2015, mainly due to capital reduction in 3Q 2016.

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

Not applicable.

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 global semiconductor industry continues to be impacted by the overall sluggish global economy. Gartner's latest industry reports forecast a second consecutive year of decline for worldwide combined shipments for devices across the board as well as for global semiconductor revenue in 2016.

Correspondingly, International Data Corp. ("IDC") had also reduced its outlook for global PC and smartphone shipments as both markets become increasingly saturated. Notwithstanding these challenges, GTC's efforts to rationalise its operations continue to pay off in maintaining the Group's profitability during these difficult times.

Q4 is seasonally expected to be a more muted quarter for the electronics and semiconductor industry. Barring any unforeseen circumstances, our Group expects to be profitable for FY2016.



11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

Dividend of S\$0.10 per Share has been paid.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

The dividend is tax exempt.

(d) Date payable

30 September 2016.

(e) Books closure date

6 September 2016.

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 ("IPT"), 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.

No IPT mandate has been obtained from shareholders. The company and its subsidiaries did not enter into any IPT during the financial period ended 30 September 2016.

14. Confirmation Pursuant to Rule 720(1) of the Listing Manual

The Company has procured undertaking from all its directors and executive officers as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.



15. **Segmental revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Products and services from which reportable segments derive their revenues

Information reported to the Group's chief operating decision maker for the purposes of resource allocation and assessment of segment performance. The Group's sole operating segment is the provision of testing services to customers in the semi-conductor industry. As there is only one principal operating segment, the information regarding its revenues and results, assets and other information is represented by the financial statements as a whole.

Geographical information

The Group's operations and its assets are located mainly in Taiwan, Republic of China. Its customers are located mainly in Taiwan, Republic of China, the United States of America and Singapore. The Group's revenue from external customers and information about its non-current assets by geographical location are detailed below:

Revenue by geographical region

	1 Jan 2016 to 30 Sep 2016		1 Jan 2015 to 30 Sep 2015	
	US\$'000	%	US\$'000	%
Asia	18,844	80.6	20,840	80.5
North America	4,405	18.8	4,463	17.2
Others	139	0.6	581	2.3
	<u>23,388</u>	<u>100.0</u>	<u>25,884</u>	<u>100.0</u>

	1 Jul 2016 to 30 Sep 2016		1 Jul 2015 to 30 Sep 2015	
	US\$'000	%	US\$'000	%
Asia	6,064	75.3	6,636	79.8
North America	1,889	23.4	1,622	19.5
Others	104	1.3	54	0.7
	<u>8,057</u>	<u>100.0</u>	<u>8,312</u>	<u>100.0</u>

Non-current assets by geographical location

	30-Sep-16	31-Dec-15
	US\$'000	US\$'000
Taiwan	39,234	39,574
US	262	503
Total	<u>39,496</u>	<u>40,077</u>



16. Confirmation Pursuant to Rule 705(5) of the Listing Manual

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results for the financial period ended 30 September 2016 of the Company and of the Group to be false or misleading, in any material aspect.

On behalf of the Board of Directors

Chen, Tie-Min
Executive Chairman

Heng-Chun Ho
Executive Director and
Chief Executive Officer

BY ORDER OF THE BOARD

Heng-Chun Ho
Executive Director and Chief Executive Officer
14 November 2016

November 14, 2016

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Dear Sirs

REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION FOR GLOBAL TESTING CORPORATION LIMITED FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2016

Introduction

We have reviewed the accompanying interim condensed financial information of Global Testing Corporation Limited (the "Company") and its subsidiaries (the "Group") which comprises the condensed statement of financial position of the Group and the Company as at September 30, 2016, and the condensed statement of profit or loss and other comprehensive income, statement of changes in equity, and cash flow statement of the Group and the condensed statement of changes in equity of the Company for the nine months period then ended, and selected explanatory notes as enumerated in sections 1, 4, 5, 6, 7, 11, 12 and 15 of the announcement ("interim condensed financial information").

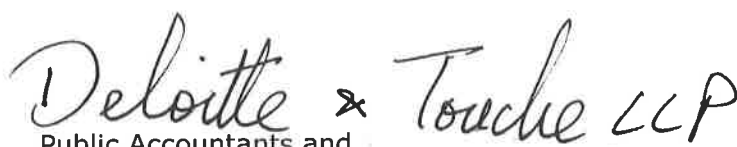
Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with Singapore Financial Reporting Standards 34 *Interim Financial Reporting* ("FRS 34"). Such interim condensed financial information has been prepared by the Company for announcement on the Singapore Exchange Securities Trading Limited. Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of Review

We conducted our review in accordance with the Singapore Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Singapore Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not presented fairly, in all material respects, in accordance with FRS 34.


Public Accountants and
Chartered Accountants
Singapore