



Financial Statements And Related Announcement
For Third Quarter Financial Period Ended 30 November 2015

CHEUNG WOH 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 2015.

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) %
		3QFY16 S\$'000	3QFY15 S\$'000		3QYTFY16 S\$'000	3QYTFY15 S\$'000	
Turnover		25,016	24,382	2.6	67,988	64,697	5.1
Cost of sales		(19,485)	(16,830)	15.8	(52,799)	(50,740)	4.1
Gross profit		5,531	7,552	(26.8)	15,189	13,957	8.8
Other operating income	a	1,229	1,119	9.8	3,561	3,503	1.7
Distribution and selling expenses		(777)	(816)	(4.8)	(2,315)	(2,316)	(0.0)
General and administrative expenses		(4,457)	(3,663)	21.7	(8,910)	(6,775)	31.5
Other expenses	b	-	(738)	n.m.	-	(738)	n.m.
Finance costs		(53)	(68)	(22.1)	(169)	(120)	40.8
Share of results of associate companies		123	441	(72.1)	505	1,751	(71.2)
Profit before taxation	c	1,596	3,827	(58.3)	7,861	9,262	(15.1)
Income tax (expense)/credit	d	(28)	117	n.m.	(254)	45	n.m.
Profit for the financial period		1,568	3,944	(60.2)	7,607	9,307	(18.3)
Other comprehensive income:							
Foreign currency translation gain		229	3,658		330	2,602	
Total comprehensive income for the financial period		1,797	7,602		7,937	11,909	
Profit attributable to:							
Equity owners of the Company		1,569	3,946		7,611	9,333	
Non-controlling interests		(1)	(2)		(4)	(26)	
		1,568	3,944		7,607	9,307	
Total comprehensive income attributable to:							
Equity owners of the Company		1,798	7,400		7,941	11,744	
Non-controlling interests		(1)	202		(4)	165	
		1,797	7,602		7,937	11,909	
Earnings per share (cents)							
Basic and diluted		0.52	1.31		2.52	3.09	

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)

<u>Notes</u>	GROUP		GROUP	
	3QFY16 S\$'000	3QFY15 S\$'000	3QYTDFY16 S\$'000	3QYTDFY15 S\$'000
a	The Group's other operating income included the following:			
	948	959	2,816	2,614
	152	151	452	411
	124	-	250	209
	5	9	29	23
	-	-	14	246
b	Other expenses of S\$0.7 million in 3QFY15 and 3QYTDFY15 represented foreign exchange loss on capital reduction of a subsidiary of the Company.			
c	The Group's profit before taxation is arrived at after charging/(crediting):			
	2,049	1,889	6,222	5,633
	1,743	1,044	1,893	336
	131	(29)	371	111
	53	68	169	120
	-	(4)	-	47
	(6)	(5)	18	(7)
d	The Group's income tax expense have been adjusted for:			
	-	8	-	8

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	
	30.11.2015	28.2.2015	30.11.2015	28.2.2015
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	62,030	55,131	1,721	1,741
Investment properties	2,673	2,722	2,673	2,722
Intangible assets	69	74	61	64
Investments in subsidiary companies	-	-	42,924	42,924
Investments in associate companies	16,996	16,491	15,662	15,662
Investment in a quoted equity	1	1	-	-
Deferred tax assets	233	266	-	-
	82,002	74,685	63,041	63,113
Current assets				
Inventories	14,488	13,357	-	-
Trade receivables	20,490	20,412	56	-
Amounts due from an associate company	205	2	-	-
Other receivables	1,292	2,401	8,263	2,520
Other current assets	4,766	5,287	147	62
Cash and bank balances	13,949	16,545	264	7,623
	55,190	58,004	8,730	10,205
Total assets	137,192	132,689	71,771	73,318
EQUITY AND LIABILITIES				
Current liabilities				
Trade payables	7,359	8,236	59	-
Other payables	6,887	7,915	582	820
Amount due to an associate company	86	283	-	-
Interest-bearing loans and borrowings	9,106	4,632	5,515	2,727
Income tax payable	280	334	-	-
	23,718	21,400	6,156	3,547
Net current assets	31,472	36,604	2,574	6,658
Non-current liabilities				
Interest-bearing loans and borrowings	950	1,834	-	-
Deferred tax liabilities	2,326	2,661	-	-
	3,276	4,495	-	-
Total liabilities	26,994	25,895	6,156	3,547
Net assets	110,198	106,794	65,615	69,771
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	60,874	57,878	17,338	21,494
Statutory reserve	1,205	1,123	-	-
Foreign currency translation reserve	(158)	(488)	-	-
	110,198	106,790	65,615	69,771
Non-controlling interests	-	4	-	-
Total equity	110,198	106,794	65,615	69,771
Total equity and liabilities	137,192	132,689	71,771	73,318

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 30.11.2015		As at 28.02.2015	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
3,591	5,515	4,632	-

B) Amount repayable after one year

As at 30.11.2015		As at 28.02.2015	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
950	-	1,834	-

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 a legal mortgage over the subsidiary companies' properties, a fixed charge over certain of its machineries and corporate guarantee from the holding 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	
	3QFY16 S\$'000	3QFY15 S\$'000	3QYTFY16 S\$'000	3QYTFY15 S\$'000
Cash flows from operating activities				
Profit before taxation	1,596	3,827	7,861	9,262
Adjustments for:				
Amortisation and depreciation	2,049	1,889	6,222	5,633
Loss/(gain) on disposal of property, plant and equipment	131	(29)	371	111
Unrealised exchange (gain)/loss	(316)	126	(185)	98
Interest expense	53	68	169	120
(Write-back of)/ allowance for inventories obsolescence	(6)	(5)	18	(7)
Share of results of associate companies	(123)	(441)	(505)	(1,751)
Interest income	(5)	(9)	(29)	(23)
(Write-back of)/allowance for impairment on trade receivables	-	(4)	-	47
Operating cash flows before changes in working capital	3,379	5,422	13,922	13,490
(Increase)/ decrease in:				
Inventories	1,623	(2,431)	(1,148)	(581)
Trade receivables	(1,775)	(3,714)	(131)	(9,566)
Amount due from an associate company	(200)	(92)	(203)	227
Other receivables and prepayments	(1,756)	(846)	564	(4,027)
(Decrease)/increase in:				
Trade payables	998	1,018	(860)	2,403
Other payables	17	(1,623)	(1,028)	2,486
Amount due to an associate company	36	75	(197)	(192)
Exchange differences arising from consolidation	3,143	2,669	3,399	1,876
Cash flow generated from operations	5,465	478	14,318	6,116
Interest received	5	9	29	23
Interest paid	(53)	(68)	(169)	(120)
Income tax paid	(5)	(159)	(428)	(59)
Net cash flow generated from operating activities	5,412	260	13,750	5,960

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	
	3QFY16 S\$'000	3QFY15 S\$'000	3QYTD FY16 S\$'000	3QYTD FY15 S\$'000
Cash flow from investing activities				
Purchase of property, plant and equipment	(127)	(3,345)	(15,426)	(8,512)
Proceeds from disposal of property, plant and equipment	60	304	116	350
Net cash flow used in investing activities	<u>(67)</u>	<u>(3,041)</u>	<u>(15,310)</u>	<u>(8,162)</u>
Cash flow from financing activities				
Repayment of interest-bearing loans and borrowings	(391)	(843)	(1,599)	(3,404)
Increase in cash and cash equivalents subject to restrictions	-	-	(4)	(5)
Dividends paid on ordinary shares	(1,511)	(1,511)	(4,533)	(2,115)
Proceeds from interest-bearing loans and borrowings	2,323	158	5,073	4,778
Capital reduction	-	(812)	-	(812)
Net cash flow generated from/(used in) financing activities	<u>421</u>	<u>(3,008)</u>	<u>(1,063)</u>	<u>(1,558)</u>
Net increase/(decrease) in cash and cash equivalents	5,766	(5,789)	(2,623)	(3,760)
Cash and cash equivalents at beginning of financial period	8,090	12,618	16,400	10,720
Effect of exchange rate changes on cash and cash equivalents	(39)	387	40	256
Cash and cash equivalents at end of financial period	<u>13,817</u>	<u>7,216</u>	<u>13,817</u>	<u>7,216</u>

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

	GROUP	
	30.11.2015 S\$'000	30.11.2014 S\$'000
Cash and bank balances	13,817	7,216
Fixed deposits	132	156
	<u>13,949</u>	<u>7,372</u>
Less:		
Cash and cash equivalents subject to restriction *	(132)	(156)
Cash and cash equivalents at end of financial period	<u>13,817</u>	<u>7,216</u>

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

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

	Share capital S\$'000	Treasury shares S\$'000	Revenue reserve S\$'000	Statutory reserve S\$'000	Foreign currency translation reserve S\$'000	Total other reserves S\$'000	attributable to equity owners of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
GROUP									
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
Transfer from revenue reserve to statutory reserve	-	-	(82)	82	-	82	-	-	-
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
Balance as at 28.02.2014	50,200	(1,923)	47,618	859	(6,196)	(5,337)	90,558	855	91,413
Total comprehensive income for the financial period	-	-	9,333	-	2,411	2,411	11,744	165	11,909
Capital reduction	-	-	-	-	-	-	-	(812)	(812)
Dividends paid on ordinary shares	-	-	(2,115)	-	-	-	(2,115)	-	(2,115)
Balance as at 30.11.2014	50,200	(1,923)	54,836	859	(3,785)	(2,926)	100,187	208	100,395

- 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 28.02.2015	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	<u>50,200</u>	<u>(1,923)</u>	<u>17,338</u>	<u>65,615</u>
Balance as at 28.02.2014	50,200	(1,923)	24,260	72,537
Total comprehensive income for the financial period	-	-	(811)	(811)
Dividends paid on ordinary shares	-	-	(2,115)	(2,115)
Balance as at 30.11.2014	<u>50,200</u>	<u>(1,923)</u>	<u>21,334</u>	<u>69,611</u>

- 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

	<u>Group and Company</u>	
	No. of shares (('000)	(S\$'000)
Ordinary shares-Issued and fully paid		
Balance as at 1 Sep 2015 and 30 November 2015	<u>313,085</u>	<u>50,200</u>

There was no change in the Company's share capital from 28 February 2015 to 30 November 2015.

As at 30 November 2015, the Company held 10,873,000 of its issued shares as Treasury Shares (30 November 2014: 10,873,000).

The Company does not have any outstanding options or convertibles at the end of the financial period under review (30 November 2014: 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.

	30.11.2015	28.02.2015
	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 2015 except that the Group has adopted new Financial Reporting Standards ("FRS") which became effective for periods beginning on or after 1 January 2015/1 March 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 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			
	3QFY16	3QFY15	3QYTFY16	3QYTFY15
Profit attributable to shareholders (\$'000)	1,569	3,946	7,611	9,333
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	0.52	1.31	2.52	3.09

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	
	30.11.2015	28.2.2015	30.11.2015	28.2.2015
Net asset value per ordinary share based on share capital at the end of the period (cents)	36.46	35.34	21.71	23.09

The calculation of the net asset value per ordinary share was based on total number of 302,212,000 (28.2.2015: 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 a turnover of \$25.0 million for the third quarter ended 30 November 2015 (3QFY16), an increase of 2.6% (approximately \$0.6 million) as compared to \$24.4 million in the corresponding financial period in FY2015 (3QFY15). Revenue in HDD components segment increased by 9.2% quarter-on-quarter. The increase was mainly attributable to the appreciation of United States Dollars (USD) against Singapore Dollars (SGD) as the sales in HDD components segment are denominated in USD. On the other hand, revenue in Precision Metal Stamping (PMS) components segment decreased by 26.0% quarter-on-quarter. The decline in sales was due to decrease in customers demand and the depreciation of Ringgit Malaysia (RM) against SGD as the sales in PMS components segment are mainly denominated in RM.

The Group's cost of sales (COS) increased by 15.8% (approximately \$2.7 million) as compared to 3QFY15. The increase in COS was mainly due to higher materials and overhead costs incurred in subsidiaries in China. The appreciation of Renminbi against SGD has further amplified the increase. However, this was partially offset by the appreciation of SGD against RM in which costs of our subsidiaries in Malaysia is denominated.

8 A review of the performance of the group (cont'd)

Consolidated statement of comprehensive income (cont'd)

Other operating income increased by 9.8% (approximately \$0.1 million) as compared to 3QFY15 mainly attributable to increases in sundry income (approximately \$0.1 million).

Distribution and selling expenses decreased by 4.8% (approximately \$39K) as compared to 3QFY15 mainly due to more efficient logistic arrangement. General and administrative expenses increased by 21.7% (approximately \$0.8 million) as compared to 3QFY15 mainly due to higher foreign exchange losses (approximately \$0.7 million) and loss on disposal of property, plant and equipment (approximately \$0.2 million) incurred in 3QFY16.

Finance cost decreased by 22.1% (approximately \$15K) in 3QFY16 as compared to 3QFY15. Higher finance cost in 3QFY15 was due to an under-accrual of interest expense (approximately \$23K) incurred in 2QFY15.

Share of results of associate companies represents the Group's interest in the profit after taxation of the associate companies. The share of results of associate companies decreased by 72.1% (approximately \$0.3 million) mainly due to lower profits generated by Jiangsu Tysan Precision Engineering (Suzhou) Co., Ltd group of companies (TP Group) and the absence of profits contributed by Mega Mechanism Sdn. Bhd. which was disposed of in the fourth quarter of FY15.

Statement of financial position

The Group's non-current assets increased by 9.8% (approximately \$7.3 million) as compared to previous financial year ended 28 February 2015 (FY15) mainly contributed by increases in property, plant and equipment and investments in associate companies. Property, plant and equipment increased by 12.5% (approximately \$6.9 million) mainly due to purchase of two factories in Malaysia (approximately \$6.5 million) and machinery and equipment (approximately \$8.8 million) during the year. The increase was partially offset by depreciation expenses (approximately \$6.2 million). Investments in associate companies increased by 3.1% (approximately \$0.5 million) due to share of profit after tax derived from associate companies during the current financial period.

The Group's current assets decreased by 4.9% (approximately \$2.8 million) mainly due to decreases in other receivables, other current assets and cash and bank balances. Other receivables decreased by 46.2% (approximately \$1.1 million) mainly due to decreases in amounts receivable from scrap collectors and tax authorities in China. Other current assets decreased by 9.9% (approximately \$0.5 million) mainly due to reclassification of deposits paid upon completion for the acquisition of factories and machineries. The decreases were partially offset by increases in inventories and amount due from an associate company. Inventories increased by 8.5% (approximately \$1.1 million) as compared to FY15 mainly due to planned building up of inventory. Amount due from an associate company increased by approximately \$0.2 million due to an increase in trade receivable. Other receivables of the Company increased substantially (approximately \$5.7 million) mainly due to increase in receivables from subsidiaries. Cash and bank balances of the Company decreased substantially (approximately \$7.4 million) mainly due to advances given to subsidiaries and payment of dividends (approximately \$4.5 million) to shareholders.

8 A review of the performance of the group (cont'd)

Statement of financial position (cont'd)

The Group's current liabilities increased by 10.8% (approximately \$2.3 million) mainly due to increases in interest-bearing loans and borrowings. The increase in interest-bearing loans and borrowings of approximately \$4.5 million was mainly to finance the purchase of plant and machineries and factory in subsidiary companies. The increases were partially offset by decreases in trade payables, other payables and amount due to an associate company. Trade payables decreased by 10.6% (approximately \$0.9 million) mainly due to lesser purchases in 3QFY16 as compared to fourth quarter of FY15. Other payables decreased by 13.0% (approximately \$1.0 million) mainly due to decrease in advanced billings upon completion of toolings. Amount due to an associate company decreased by 69.6% (approximately \$0.2 million) mainly due to repayment made to the associate company.

The Group's non-current liabilities decreased by 27.1% (approximately \$1.2 million) as compared to FY15 due to decreases in interest-bearing loans and borrowings (non-current portion) and deferred tax liabilities. The interest-bearing loans and borrowings (non-current portion) decreased by 48.2% (approximately \$0.9 million) due to repayment made during the financial period. Deferred tax liabilities decreased by 12.6% (approximately \$0.3 million) mainly due to reversal of deferred tax provision in prior years.

Consolidated statement of cash flows

During 3QFY16, the Group has net cash flow generated from operating activities of \$5.4 million as compared to \$0.3 million generated in 3QFY15. The net cash generated from operating activities was mainly contributed by decrease in inventories and increase in trade payables. This was partially offset by increases in trade receivables and other receivables and prepayments.

In investing activities, the Group used \$67K during 3QFY16 as compared to \$3.0 million used in 3QFY15. The net cash used was mainly for purchases of property, plant and equipment.

During 3QFY16, the Group generated \$0.4 million from financing activities as contrast with \$3.0 million used in 3QFY15. The net cash generated was mainly from drawdown of interest-bearing loans and borrowings. This was partially offset by dividends paid on ordinary shares and repayment of 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 2015.

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 both HDD components and PMS components segments are expected to do well. The Company has also received a purchase order from one of the HDD customers to supply Helium Sealed Drive Baseplate and First Article samples have been submitted in January 2016. Pending the approval of the samples, the Company will proceed for mass production in the next few months. This new line of business will give a better prospect to our HDD components segment. 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/recommendeded, 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.

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 2015 set out above to be false or misleading in any material respects.

For and On behalf of the Board of Directors

Law Kung Ying
Director

Law Yu Chui
Director

11 January 2016