



## Miyoshi Limited

(Incorporated in the Republic of Singapore)  
(Company Registration No. 198703979K)

### Second Quarter Financial Year 2016 Financial Statements And Dividend Announcement

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

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

##### UNAUDITED RESULTS FOR THE PERIOD ENDED 29 FEBRUARY 2016

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	Note	3 months ended			6 months ended		
		29-Feb-16 S\$'000	28-Feb-15 (Restated) S\$'000	Change %	29-Feb-16 S\$'000	28-Feb-15 (Restated) S\$'000	Change %
<b>Revenue</b>		<b>13,256</b>	<b>14,465</b>	<b>-8.4%</b>	<b>25,092</b>	<b>28,138</b>	<b>-10.8%</b>
Other income	(i)	704	1,185	-40.6%	1,475	1,598	-7.7%
Raw materials, consumables used and changes in inventories		(7,546)	(8,206)	-8.0%	(14,301)	(15,630)	-8.5%
Employee benefit expenses		(2,789)	(2,922)	-4.6%	(5,059)	(6,389)	-20.8%
Depreciation and amortisation expenses		(901)	(993)	-9.3%	(1,798)	(2,039)	-11.8%
Other operating expenses	(ii)	(2,259)	(3,058)	-26.1%	(4,471)	(6,045)	-26.0%
Finance costs		(106)	(109)	-2.8%	(206)	(205)	0.5%
<b>Profit / (loss) before income tax</b>		<b>359</b>	<b>362</b>	<b>-0.8%</b>	<b>732</b>	<b>(572)</b>	<b>N.M</b>
Income tax expense		(142)	(273)	-48.0%	(219)	(308)	-28.9%
<b>Profit / (loss) for the period</b>	(iii)	<b>217</b>	<b>89</b>	<b>143.8%</b>	<b>513</b>	<b>(880)</b>	<b>N.M</b>
<b>Profit attributable to:</b>							
Owners of the parent		374	120	211.7%	800	(609)	N.M
Non-controlling interests		(157)	(31)	406.5%	(287)	(271)	5.9%
<b>Profit / (loss) for the period</b>		<b>217</b>	<b>89</b>	<b>143.8%</b>	<b>513</b>	<b>(880)</b>	<b>N.M</b>
Profit / (loss) for the period		217	89	143.8%	513	(880)	N.M
<b>Other comprehensive income</b>							
<i>Items that may be reclassified subsequently to profit or loss</i>							
Exchange differences on translation of foreign operations		(557)	2,679	N.M	(478)	4,687	N.M
<b>Total comprehensive income for the period</b>		<b>(340)</b>	<b>2,768</b>	<b>N.M</b>	<b>35</b>	<b>3,807</b>	<b>-99.1%</b>
<b>Total comprehensive income attributable to:</b>							
Owners of the parent		(168)	2,463	N.M	334	3,721	-91.0%
Non-controlling interests		(172)	305	N.M	(299)	86	N.M
		<b>(340)</b>	<b>2,768</b>	<b>N.M</b>	<b>35</b>	<b>3,807</b>	<b>-99.1%</b>

N.M. denotes not meaningful

**Notes:**

1(a)(i) Other income includes the following:

OTHER INCOME	3 months ended		6 months ended	
	29-Feb-16	28-Feb-15 (Restated)	29-Feb-16	28-Feb-15 (Restated)
	S\$'000	S\$'000	S\$'000	S\$'000
Income from sales of scrap	321	888	717	1,056
Rental income	203	23	375	35
Miscellaneous income	105	140	124	305
Gain on foreign exchange, net	3	39	95	-
Gain on disposal of plant and equipment	8	35	87	94
Interest income	36	60	49	108
Gain on disposal of interest in associate	28	-	28	-
	<b>704</b>	<b>1,185</b>	<b>1,475</b>	<b>1,598</b>

1(a)(ii) Other operating expenses include the following:

OTHER OPERATING EXPENSES	3 months ended		6 months ended	
	29-Feb-16	28-Feb-15 (Restated)	29-Feb-16	28-Feb-15 (Restated)
	S\$'000	S\$'000	S\$'000	S\$'000
Supplies and services	876	1,287	1,856	2,682
Utilities	499	655	960	1,339
Transportation and travelling	217	340	439	583
Maintenance	144	220	298	382
Professional fees	114	145	231	327
Loss on foreign exchange, net	-	-	-	53
Plant and equipment written off	-	-	-	7
Others	409	411	687	672
	<b>2,259</b>	<b>3,058</b>	<b>4,471</b>	<b>6,045</b>

1(a)(iii) Profit for the period is arrived at after charging/(crediting) the following:

OTHER CHARGES AND CREDITS	3 months ended		6 months ended	
	29-Feb-16	28-Feb-15 (Restated)	29-Feb-16	28-Feb-15 (Restated)
	S\$'000	S\$'000	S\$'000	S\$'000
Allowance for / (reversal of) inventory obsolescence	14	7	14	(235)

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.

STATEMENTS OF FINANCIAL POSITION	Group		Company	
	As At		As At	
	29-Feb-16 S\$'000	31-Aug-15 S\$'000	29-Feb-16 S\$'000	31-Aug-15 S\$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and bank balances	4,742	5,225	609	852
Fixed deposits	134	1,587	-	1,200
Trade receivables	12,681	13,292	3,674	4,491
Other receivables and prepayments	4,579	4,645	5,003	3,461
Inventories	8,040	7,321	90	180
<b>Total current assets</b>	<b>30,176</b>	<b>32,070</b>	<b>9,376</b>	<b>10,184</b>
<b>Non-current assets:</b>				
Subsidiaries	-	-	23,934	24,275
Available-for-sale financial assets	17	17	4	4
Property, plant and equipment	30,304	30,676	3,933	3,402
Investment properties	7,185	7,357	-	-
Intangible assets	1,293	1,150	279	-
Goodwill	1,733	1,733	-	-
Deferred tax assets	254	253	-	-
Other receivables	285	285	285	285
<b>Total non-current assets</b>	<b>41,071</b>	<b>41,471</b>	<b>28,435</b>	<b>27,966</b>
<b>Total assets</b>	<b>71,247</b>	<b>73,541</b>	<b>37,811</b>	<b>38,150</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Trade payables	5,874	6,829	299	625
Other payables and accruals	1,490	1,832	543	522
Current income tax payable	83	56	-	-
Bank loans	2,911	3,381	1,068	1,055
Other loan	-	-	62	-
<b>Total current liabilities</b>	<b>10,358</b>	<b>12,098</b>	<b>1,972</b>	<b>2,202</b>
<b>Non-current liabilities:</b>				
Bank loans	1,999	2,603	1,382	1,915
Other loan	-	-	946	-
Provisions	357	336	-	-
Deferred tax liabilities	415	421	-	-
<b>Total non-current liabilities</b>	<b>2,771</b>	<b>3,360</b>	<b>2,328</b>	<b>1,915</b>
<b>Total liabilities</b>	<b>13,129</b>	<b>15,458</b>	<b>4,300</b>	<b>4,117</b>
<b>Equity:</b>				
Share capital	39,309	39,309	39,309	39,309
Revaluation reserve	687	687	-	-
Fair value reserve	(12)	(12)	-	-
Other reserve	727	727	-	-
Share options reserve	220	220	220	220
Currency translation reserve	(9,777)	(9,311)	(10,287)	(10,251)
Retained earnings	24,011	23,211	4,269	4,755
<b>Equity attributable to owners of the parent</b>	<b>55,165</b>	<b>54,831</b>	<b>33,511</b>	<b>34,033</b>
Non-controlling interests	2,953	3,252	-	-
<b>Total equity</b>	<b>58,118</b>	<b>58,083</b>	<b>33,511</b>	<b>34,033</b>
<b>Total liabilities and equity</b>	<b>71,247</b>	<b>73,541</b>	<b>37,811</b>	<b>38,150</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.****Amount repayable in one year or less, or on demand**

<b>As At 29 February 2016 SS\$'000</b>		<b>As At 31 August 2015 SS\$'000</b>	
<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
2,911	-	3,381	-

**Amount repayable after one year**

<b>As At 29 February 2016 SS\$'000</b>		<b>As At 31 August 2015 SS\$'000</b>	
<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
1,999	-	2,603	-

The Group's secured borrowings comprise bank loans.

Bank loans:

The Group's secured borrowing comprises bank loans of the Company and its subsidiaries, Miyoshi Precision Huizhou Co., Ltd, Wuxi Miyoshi Precision Co., Ltd and Miyoshi Precision (Malaysia) Sdn Bhd ("MPM"). The bank loans are secured against assets and properties of the Company and its subsidiaries. The Company provided a corporate guarantee and a letter of comfort for the bank loan to MPM. The current and non-current balances of the secured bank loans as at 29 February 2016 were S\$2,911,000 and S\$1,999,000 (31 August 2015: S\$3,381,000 and S\$2,603,000).

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 CASH FLOWS	Group		Group	
	3 months ended		6 months ended	
	29-Feb-16	28-Feb-15 (Restated)	29-Feb-16	28-Feb-15 (Restated)
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Operating activities:</b>				
Profit / (loss) before income tax	359	362	732	(572)
Adjustments for:				
Depreciation and amortisation expenses	901	993	1,798	2,039
Interest expense	106	109	206	205
Interest income	(36)	(60)	(49)	(108)
Gain on disposal of plant and equipment	(8)	(35)	(87)	(94)
Gain on disposal of interest in associate	(28)	-	(28)	-
Plant and equipment written off	-	-	-	7
Allowance for / (reversal of) inventory obsolescence	14	7	14	(235)
Unrealised exchange differences	16	(8)	(39)	98
<b>Operating cash flows before movements in working capital</b>	<b>1,324</b>	<b>1,368</b>	<b>2,547</b>	<b>1,340</b>
Trade receivables	(1,059)	(39)	642	(898)
Other receivables and prepayments	(27)	910	85	106
Inventories	656	(1,575)	(733)	(1,969)
Trade payables	(422)	1,685	(986)	3,096
Other payables and accruals	(452)	(896)	(347)	(2,033)
<b>Cash generated from / (used in) operations</b>	<b>20</b>	<b>1,453</b>	<b>1,208</b>	<b>(358)</b>
Interest paid	(106)	(109)	(206)	(205)
Interest received	36	60	49	108
Income tax paid	(48)	(39)	(102)	(39)
<b>Net cash (used in) / from operating activities</b>	<b>(98)</b>	<b>1,365</b>	<b>949</b>	<b>(494)</b>
<b>Investing activities:</b>				
Acquisition of subsidiary	-	-	-	(48)
Proceeds from disposal of associate	28	-	28	-
Proceeds from disposal of plant and equipment	8	-	92	-
Addition of Intangible assets	(62)	-	(279)	-
Purchase of plant and equipment	(448)	(2,039)	(1,627)	(2,965)
<b>Net cash used in investing activities</b>	<b>(474)</b>	<b>(2,039)</b>	<b>(1,786)</b>	<b>(3,013)</b>
<b>Financing activities:</b>				
Proceeds from bank loans	-	-	-	1,063
Repayment of bank loans	(774)	(410)	(1,074)	(410)
Repayment of finance leases	-	(5)	-	(10)
<b>Net cash (used in) / from financing activities</b>	<b>(774)</b>	<b>(415)</b>	<b>(1,074)</b>	<b>643</b>
Effect of exchange rate changes on cash and cash equivalents	(34)	387	(26)	940
Decrease in cash and cash equivalents	<b>(1,380)</b>	<b>(702)</b>	<b>(1,937)</b>	<b>(1,924)</b>
Cash and cash equivalents at beginning of period	6,122	8,157	6,679	9,379
<b>Cash and cash equivalents at end of period</b>	<b>4,742</b>	<b>7,455</b>	<b>4,742</b>	<b>7,455</b>
Cash and cash equivalents at end of period includes the following:				
Cash and bank balances	4,876	7,601	4,876	7,601
Restricted cash	(134)	(146)	(134)	(146)
<b>Cash and cash equivalents at end of period</b>	<b>4,742</b>	<b>7,455</b>	<b>4,742</b>	<b>7,455</b>

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.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 29 FEBRUARY 2016	Share Capital	Revaluation Reserve	Fair Value Reserve	Other Reserve	Share Options Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non- Controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01 December 2015	39,309	687	(12)	727	220	(9,235)	23,637	55,333	3,125	58,458
Profit for the period	-	-	-	-	-	-	374	374	(157)	217
<b>Other comprehensive income for the period</b>										
Foreign currency translation	-	-	-	-	-	(542)	-	(542)	(15)	(557)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	(542)	374	(168)	(172)	(340)
<b>Balance at 29 February 2016</b>	<b>39,309</b>	<b>687</b>	<b>(12)</b>	<b>727</b>	<b>220</b>	<b>(9,777)</b>	<b>24,011</b>	<b>55,165</b>	<b>2,953</b>	<b>58,118</b>

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. (continued)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 28 FEBRUARY 2015	Share Capital	Fair Value Reserve	Other Reserve	Share Options Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non-Controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01 December 2014 (Restated)	39,309	(12)	753	379	(12,087)	21,777	50,119	2,772	52,891
Loss for the period	-	-	-	-	-	120	120	(31)	89
<b>Other comprehensive income for the period</b>									
Foreign currency translation	-	-	-	-	2,343	-	2,343	336	2,679
<b>Total comprehensive income for the period</b>	-	-	-	-	2,343	120	2,463	305	2,768
<b>Transactions with owners of the parent recognised directly in equity</b>									
Share options lapsed	-	-	-	(83)	-	83	-	-	-
<b>Total transactions with owners of the parent recognised directly in equity</b>	-	-	-	(83)	-	83	-	-	-
<b>Balance at 28 February 2015 (Restated)</b>	<b>39,309</b>	<b>(12)</b>	<b>753</b>	<b>296</b>	<b>(9,744)</b>	<b>21,980</b>	<b>52,582</b>	<b>3,077</b>	<b>55,659</b>

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. (continued)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 29 FEBRUARY 2016	Share Capital	Revaluation Reserve	Fair Value Reserve	Other Reserve	Share Options Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non- Controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01 September 2015	39,309	687	(12)	727	220	(9,311)	23,211	54,831	3,252	58,083
Profit for the period	-	-	-	-	-	-	800	800	(287)	513
<b>Other comprehensive income for the period</b>										
Foreign currency translation	-	-	-	-	-	(466)	-	(466)	(12)	(478)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	(466)	800	334	(299)	35
<b>Balance at 29 February 2016</b>	<b>39,309</b>	<b>687</b>	<b>(12)</b>	<b>727</b>	<b>220</b>	<b>(9,777)</b>	<b>24,011</b>	<b>55,165</b>	<b>2,953</b>	<b>58,118</b>



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. (continued)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 28 FEBRUARY 2015	Share Capital	Fair Value Reserve	Other Reserve	Share Options Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non- Controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 01 September 2014 (Restated)</b>	37,389	(12)	753	379	(14,063)	22,506	46,952	2,020	48,972
Profit for the period	-	-	-	-	-	(609)	(609)	(271)	(880)
<b>Other comprehensive income for the period</b>									
Foreign currency translation	-	-	-	-	4,330	-	4,330	357	4,687
<b>Total comprehensive income for the period</b>	-	-	-	-	4,330	(609)	3,721	86	3,807
<b>Transactions with owners of the parent recognised directly in equity</b>									
Share options lapsed	-	-	-	(83)	-	83	-	-	-
<b>Total transactions with owners of the parent recognised directly in equity</b>	-	-	-	(83)	-	83	-	-	-
<b>Change in ownership interest in a subsidiary</b>									
Acquisition of subsidiary	1,920	-	-	-	(11)	-	1,909	971	2,880
<b>Total change in ownership interest in a subsidiary</b>	1,920	-	-	-	(11)	-	1,909	971	2,880
<b>Balance at 28 February 2015 (Restated)</b>	39,309	(12)	753	296	(9,744)	21,980	52,582	3,077	55,659

- 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.**

The Company did not hold any treasury shares as at 29 February 2016.

On 28 November 2014, the Company issued 32,000,000 new ordinary shares as partial consideration for acquiring a subsidiary, Green Galaxy Limited ("GGL"). The share consideration of S\$1,920,000 is calculated based on S\$0.06 market price on date of acquisition.

The number of ordinary shares that may be issued upon exercise of all share options outstanding as at 29 February 2016 was 1,070,000 (31 August 2015: 1,070,000).

- 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.**

	<b>As At 29 February 2016</b>	<b>As At 31 August 2015</b>
Total number of issued shares	452,669,490	420,669,490
Add: New shares issued	-	32,000,000
Total number of shares excluding treasury shares	452,669,490	452,669,490

- 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 treasury shares sold, transferred, disposed, cancelled and/or used as at the end of the current financial period reported on.

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

The figures have not been audited nor reviewed by our auditors.

- 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 applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the year ended 31 August 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.**

Refer to note 4.

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.**

	3 months ended		6 months ended	
	29-Feb-16	28-Feb-15 Restated	29-Feb-16	28-Feb-15 Restated
	Cents	Cents	Cents	Cents
(i) Based on weighted average /actual number of ordinary shares in issue	0.08	0.03	0.18	(0.14)
(ii) On a fully diluted basis	0.08	0.03	0.18	(0.14)
Weighted average number of ordinary share in issue for basic and diluted earnings per share	452,669,490	452,669,490	452,669,490	436,934,683

Earnings per ordinary share is calculated on the Group profit/(loss) for the financial periods attributable to owners of the parent divided by the weighted average number of ordinary share for 2Q2016 is 452,669,490 (2Q2015: 452,669,490) and for 6 months ended 29 February 2016 is 452,669,490 (28 February 2015: 436,934,683).

Earnings per ordinary share (diluted basis) is computed based on the same basis as earnings per share by applying the weighted average number of ordinary shares in issuance during the period under review and adjusted to include all potential dilutive ordinary shares up to 29 February 2016. The Company has only one type of potential dilutive shares which are the share options granted under its share option schemes.

For the share options, the weighted average number of shares in issue is adjusted as if all share options that are dilutive were exercised. The number of shares that could have been issued upon the exercise of all dilutive share options less the number of shares that could have been issued at fair value (determined as the Company's average share price for the financial year) for the same total proceeds is added to the denominator as the number of shares issued for no consideration with no adjustment to earnings (numerator).

The share options did not have dilutive effect on the Group's earnings per share in the current and previous financial periods because the average market price per ordinary share of the Company was below the exercise price of the share option granted.

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 issuers at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

	Group	Company
As at 29 February 2016	12.19 cents	7.40 cents
As at 31 August 2015 (Restated)	12.11 cents	7.52 cents

Net asset value per share is calculated based on share capital of 452,669,490 ordinary shares in issue as at 29 February 2016 and 31 August 2015.

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:
- 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
  - any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

#### A. Revenue

##### 2Q2016

The Group recorded a 8.4% decrease in revenue from S\$14.5 million in 2Q2015 to S\$13.3 million in 2Q2016.

##### Business Segment Revenue

	2Q2016 S\$'million	% Revenue	2Q2015 S\$'million	% Revenue	% Change
Data Storage	5.7	42.8	7.3	50.3	(21.9)
Consumer Electronics	5.5	41.4	6.0	41.4	(8.3)
Automotive and Others	2.1	15.8	1.2	8.3	75.0
Total	13.3	100.0	14.5	100.0	(8.4)

Revenue from **Data Storage** decreased by 21.9% mainly due to fewer sales orders from hard disk drive customers.

Revenue from **Consumer Electronics** decreased by 8.3% mainly due to fewer orders from customers in Thailand and China, in line with the economic softness in these two countries.

Revenue from **Automotive and Others** increased by 75.0% mainly due to more orders from an automotive customer in the Philippines in 2Q2016.

##### 1H2016

The Group recorded a 10.8% decrease in revenue from S\$28.1 million in 1H2015 to S\$25.1 million in 1H2016.

##### Business Segment Revenue

	1H2016 S\$'million	% Revenue	1H2015 S\$'million	% Revenue	% Change
Data Storage	10.1	40.2	14.6	52.0	(30.8)
Consumer Electronics	11.3	45.0	11.4	40.5	(0.9)
Automotive and Others	3.7	14.8	2.1	7.5	76.2
Total	25.1	100.0	28.1	100.0	(10.8)

Revenue from **Data Storage** decreased by 30.8% mainly due to fewer sales orders from hard disk drive customers.

Revenue from **Consumer Electronics** decreased by 0.9% mainly due to fewer orders from customers in Thailand and China.

Revenue from **Automotive and Others** increased by 76.2% mainly due to more orders from an automotive customer in the Philippines in 1H2016.

#### B. Other Income

##### 2Q2016

Other income decreased by S\$0.5 million from S\$1.2 in 2Q2015 million to S\$0.7 million in 2Q2016 due to decreases in income from sales of scrap of S\$0.6 million offset by an increase in rental income of S\$0.2 million.

1H2016

Other income decreased by S\$0.1 million from S\$1.6 million in 1H2015 to S\$1.5 million in 1H2016 due to decreases in income from sales of scrap of S\$0.3 million offset by an increase in rental income of S\$0.3 million.

**C. Total Costs and Expenses**2Q2016

Total costs and expenses decreased by S\$1.7 million from S\$15.3 million in 2Q2015 to S\$13.6 million in 2Q2016. This was mainly due to decreases in other operating expenses of S\$0.8 million, raw materials and consumables used of S\$0.7 million and employee benefit expenses of S\$0.1 million.

1H2016

Total costs and expenses decreased by S\$4.5 million from S\$30.3 million in 1H2015 to S\$25.8 million in 1H2016. This was mainly due to decreases in other operating expenses of S\$1.6 million, employee benefit expenses of S\$1.3 million and raw materials and consumables used of S\$1.3 million.

**D. Profit / (Loss) before Income Tax**2Q2016

Profit before income tax decreased by S\$3,000 from S\$362,000 in 2Q2015 to S\$359,000 in 2Q2016. This was mainly due to decrease in total costs and expenses of S\$1.7 million, offset by a decrease in other income of S\$0.5 million and a lower revenue of S\$1.2 million.

1H2016

Profit before income tax increased by S\$1.3 million from a loss of S\$0.6 million in 1H2015 to a profit S\$0.7 million in 1H2016. This was mainly due to decrease in total costs and expenses of S\$4.5 million, offset by a decrease in other income of S\$0.1 million and a lower revenue of S\$3.0 million.

**E. Assets and Liabilities**

Current assets decreased by S\$1.9 million from S\$32.1 million as at 31 August 2015 to S\$30.2 million as at 29 February 2016. This was mainly due to decreases in cash and bank balances and fixed deposits of S\$1.9 million, decrease in trade receivables of S\$0.6 million, offset by increases in inventories of S\$0.7 million.

Current liabilities decreased by S\$1.7 million from S\$12.1 million as at 31 August 2015 to S\$10.4 million as at 29 February 2016. This was mainly due to decreases in trade and other payables of S\$1.3 million and decrease in bank loans of S\$0.5m.

**F. Equity**

Total equity attributable to owners of the parent increased to S\$55.2 million as at 29 February 2016, from S\$54.8 million as at 31 August 2015. This was mainly due to increase in profit attributable to owners of the parent of S\$0.8 million. The increased in translation reserve of S\$0.5m (debit balance) was mainly due to weaker USD and RMB against SGD.

## **G. Cash Flows**

Cash and cash equivalents decreased by S\$1.9 million from S\$6.7 million as at 31 August 2015 to S\$4.7 million as at 29 February 2016. Cash and cash equivalents comprised of cash and bank balances, fixed deposits and excluding restricted cash.

Net cash from operating activities for 1H2016 amounted to S\$0.9 million. The cash from operations of S\$2.5 million before movements in working capital were reduced by an increased in inventory of S\$0.7m and lower trade payables of S\$1.0 million, offset by lower trade receivables of S\$0.6 million.

Net cash used in investing activities for 1H2016 amounted to S\$1.8 million. This is mainly due to capital expenditure of S\$1.6 million.

Net cash used in financing activities for 1H2016 amounted to S\$1.1 million mainly due to repayment of bank loans.

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

No forecast had been issued for the financial period under review.

**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.**

In the near term, our operating landscape remains challenging as a result of competitive pressures and weak global demand in both the data storage and consumer electronics segments.

The Group continues to move swiftly to attract and retain profitable customers and maximise revenue and profitability from existing ones, and trim expenditures.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

None

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

None

**(c) Date payable**

Not applicable

**(d) Books closure date**

Not applicable

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

No dividend has been recommended by the Board.

**13. Interested Person Transactions**

Name of interested person	Aggregate Value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate Value of all interested person transactions conducted during the financial year under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
<b>Total</b>	<b>Nil</b>	<b>Nil</b>

Note: There were interested person transactions occurring during the period under the shareholders' mandate but the individual transactions were less than S\$100,000.

**14. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual**

We, Sin Kwong Wah, Andrew and Masayoshi Taira, being two directors of Miyoshi 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 of the Company, which may render the financial statements for the second quarter ended 29 February 2016 to be false or misleading.

**15. Confirmation by the Board pursuant to Rule 720(1) of the Listing Manual**

The Company hereby confirms that it has procured undertakings from all its Directors and executive officers in the format set out in Appendix 7.7.

On Behalf of the Board of Directors,

**Sin Kwong Wah, Andrew**  
**Executive Chairman and CEO**  
 13 April 2016

**Masayoshi Taira**  
**Director**