



## First Quarter Financial Statements for the Period Ended 31 March 2017

### 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.

|                                                                            | Note | Group       |             | Change |
|----------------------------------------------------------------------------|------|-------------|-------------|--------|
|                                                                            |      | 1-Jan-17 to | 1-Jan-16 to |        |
|                                                                            |      | 31-Mar-17   | 31-Mar-16   |        |
|                                                                            |      | US\$'000    | US\$'000    | %      |
| Revenue                                                                    |      | 7,223       | 7,450       | (3.0)  |
| Cost of sales                                                              |      | (4,884)     | (5,265)     | (7.2)  |
| Gross Profit                                                               |      | 2,339       | 2,185       | 7.0    |
| Other operating income                                                     |      | 10          | 57          | (82.5) |
| Distribution costs                                                         |      | (176)       | (162)       | 8.6    |
| Administration expenses                                                    |      | (1,063)     | (1,110)     | (4.2)  |
| Other operating expenses                                                   |      | (437)       | (234)       | 86.8   |
| Profit from operations                                                     |      | 673         | 736         | (8.6)  |
| Finance costs                                                              |      | (5)         | (5)         | -      |
| Profit before income tax                                                   |      | 668         | 731         | (8.6)  |
| Income tax expenses                                                        |      | (195)       | -           | NM     |
| Net profit for the period                                                  | A    | 473         | 731         | (35.3) |
| Other comprehensive income :                                               |      |             |             |        |
| <i>Items that may be reclassified subsequently to profit or loss</i>       |      |             |             |        |
| Fair value gain on available for sale financial assets                     |      | 15          | 19          | (21.1) |
| Other comprehensive income for the period, net of tax                      |      | 15          | 19          | (21.1) |
| Total comprehensive income attributable to equity holders of the Company   |      | 488         | 750         | (34.9) |
| Earnings per share attributable to equity holders of the Company (US cent) |      |             |             |        |
| - Basic                                                                    |      | 1.34        | 2.07        | (35.3) |
| - Diluted                                                                  |      | 1.34        | 2.07        | (35.3) |
| A. Net profit is arrived at after charging (crediting) :                   |      |             |             |        |
| - Directors' remuneration                                                  |      | 276         | 216         | 27.8   |
| - Interest on borrowings                                                   |      | 5           | 5           | -      |
| - Depreciation expense                                                     |      | 2,125       | 2,605       | (18.4) |
| - Foreign currency exchange loss/(gain)                                    |      | 158         | (15)        | NM     |
| - Interest income                                                          |      | (3)         | (4)         | (25.0) |
| - Provision for tax penalty                                                |      | 1,048       | -           | NM     |

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       |               |
|---------------------------------------------------|---------------|---------------|---------------|---------------|
|                                                   | 31-Mar-17     | 31-Dec-16     | 31-Mar-17     | 31-Dec-16     |
| Note                                              | US\$'000      | US\$'000      | US\$'000      | US\$'000      |
| <b>Current Assets</b>                             |               |               |               |               |
| Cash                                              | 8,681         | 8,117         | 544           | 599           |
| Trade receivables                                 | 5,910         | 6,694         | -             | -             |
| Other receivables and prepayments                 | 683           | 904           | 6,639         | 6,579         |
| Total current assets                              | 15,274        | 15,715        | 7,183         | 7,178         |
| <b>Non-current Assets</b>                         |               |               |               |               |
| Investment in subsidiaries                        | -             | -             | 46,853        | 46,853        |
| Property, plant and equipment                     | 36,781        | 37,378        | -             | -             |
| Available-for-sale investments                    | 585           | 570           | -             | -             |
| Other receivables and prepayments                 | 410           | 404           | -             | -             |
| Deferred tax assets                               | 1,495         | 1,653         | -             | -             |
| Total non-current assets                          | 39,271        | 40,005        | 46,853        | 46,853        |
| <b>Total Assets</b>                               | <b>54,545</b> | <b>55,720</b> | <b>54,036</b> | <b>54,031</b> |
| <b>Current Liabilities</b>                        |               |               |               |               |
| Trade payables                                    | 391           | 715           | -             | -             |
| Other payables                                    | 5,634         | 7,010         | 2,204         | 2,009         |
| Income tax payable                                | 599           | 562           | -             | -             |
| Total current liabilities                         | 6,624         | 8,287         | 2,204         | 2,009         |
| <b>Capital and Reserves</b>                       |               |               |               |               |
| Share capital                                     | 41,725        | 41,725        | 41,725        | 41,725        |
| Legal reserve                                     | 388           | 388           | -             | -             |
| Merger reserve                                    | (764)         | (764)         | -             | -             |
| Contributed surplus                               | -             | -             | 2,295         | 2,295         |
| Fair value reserve                                | 358           | 343           | -             | -             |
| Accumulated profits                               | 6,214         | 5,741         | 7,812         | 8,002         |
| Net shareholders' equity                          | 47,921        | 47,433        | 51,832        | 52,022        |
| <b>Total Liabilities and Shareholders' Equity</b> | <b>54,545</b> | <b>55,720</b> | <b>54,036</b> | <b>54,031</b> |



**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 31 March 2017, the Group has available banking facilities of US\$29,674,000 (31 Dec 2016: US\$27,907,000) with a consortium of banks. The facility is secured using certain property, plant and equipment.

As at 31 March 2017, 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.**

|                                                         |      | Group<br>1-Jan-17 to<br>31-Mar-17<br>US\$'000 | Group<br>1-Jan-16 to<br>31-Mar-16<br>US\$'000 |
|---------------------------------------------------------|------|-----------------------------------------------|-----------------------------------------------|
|                                                         | Note |                                               |                                               |
| <b>Operating activities</b>                             |      |                                               |                                               |
| Profit before income tax                                |      | 668                                           | 731                                           |
| Adjustments for :                                       |      |                                               |                                               |
| Provision for tax penalty                               |      | 1,048                                         | -                                             |
| Depreciation expense                                    |      | 2,125                                         | 2,605                                         |
| Interest income                                         |      | (3)                                           | (4)                                           |
| Interest expense                                        |      | 5                                             | 5                                             |
| Gain on disposal of property, plant and equipment       |      | -                                             | (4)                                           |
| Operating profit before working capital changes         |      | 3,843                                         | 3,333                                         |
| Trade receivables                                       |      | 784                                           | (1,465)                                       |
| Other receivables and prepayments                       |      | 216                                           | (17)                                          |
| Trade payables                                          |      | (324)                                         | (9)                                           |
| Other payables                                          |      | (2,488)                                       | (1,929)                                       |
| Cash generated from operations                          |      | 2,031                                         | (87)                                          |
| Interest received                                       |      | 2                                             | 4                                             |
| Net cash generated from/(used in) operating activities  |      | 2,033                                         | (83)                                          |
| <b>Investing activities</b>                             |      |                                               |                                               |
| Proceeds from disposal of property, plant and equipment |      | -                                             | 4                                             |
| Purchase of property, plant and equipment               | A    | (1,464)                                       | (1,240)                                       |
| Net cash used in investing activities                   |      | (1,464)                                       | (1,236)                                       |
| <b>Financing activities</b>                             |      |                                               |                                               |
| Interest paid                                           |      | (5)                                           | -                                             |
| Net cash used in financing activities                   |      | (5)                                           | -                                             |
| Net increase/(decrease) in cash                         |      | 564                                           | (1,319)                                       |
| Cash at the beginning of the period                     |      | 8,117                                         | 9,276                                         |
| <b>Cash at the end of the period</b>                    |      | <b>8,681</b>                                  | <b>7,957</b>                                  |



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:

|                                                    | <b>1-Jan-17 to<br/>31-Mar-17</b> | <b>1-Jan-16 to<br/>31-Mar-16</b> |
|----------------------------------------------------|----------------------------------|----------------------------------|
|                                                    | <b>US\$'000</b>                  | <b>US\$'000</b>                  |
| Total acquisition of property, plant and equipment | 1,528                            | 1,191                            |
| Add: Other payables at beginning of period         | 653                              | 90                               |
| Less: Other payables at end of period              | (717)                            | (41)                             |
| Cash paid                                          | <u>1,464</u>                     | <u>1,240</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         | Treasury | Legal      | Merger       | Fair value | Accumulated  |               |
|--------------------------------------------------|---------------|----------|------------|--------------|------------|--------------|---------------|
|                                                  | capital       | shares   | reserve    | reserve      | reserve    | earning      | Net           |
|                                                  | US\$'000      | US\$'000 | US\$'000   | US\$'000     | US\$'000   | US\$'000     | US\$'000      |
| <b>Balance at 1 Jan 2016</b>                     | 44,317        | -        | -          | (764)        | 208        | 5,014        | 48,775        |
| Total comprehensive income for the period        |               |          |            |              |            |              |               |
| Profit for the period                            | -             | -        | -          | -            | -          | 731          | 731           |
| Other comprehensive income for the period        | -             | -        | -          | -            | 19         | -            | 19            |
| Total                                            | -             | -        | -          | -            | 19         | 731          | 750           |
| <b>Balance at 31 Mar 2016</b>                    | <u>44,317</u> | <u>-</u> | <u>-</u>   | <u>(764)</u> | <u>227</u> | <u>5,745</u> | <u>49,525</u> |
| <b>Balance at 1 Jan 2017</b>                     | 41,725        | -        | 388        | (764)        | 343        | 5,741        | 47,433        |
| Total comprehensive income/(loss) for the period |               |          |            |              |            |              |               |
| Profit for the period                            | -             | -        | -          | -            | -          | 473          | 473           |
| Other comprehensive income/(loss) for the period | -             | -        | -          | -            | 15         | -            | 15            |
| Total                                            | -             | -        | -          | -            | 15         | 473          | 488           |
| <b>Balance at 31 Mar 2017</b>                    | <u>41,725</u> | <u>-</u> | <u>388</u> | <u>(764)</u> | <u>358</u> | <u>6,214</u> | <u>47,921</u> |

| Company                                                                     | Share         | Treasury | Contributed  | Accumulated  |               |
|-----------------------------------------------------------------------------|---------------|----------|--------------|--------------|---------------|
|                                                                             | capital       | shares   | surplus      | earning      | Net           |
|                                                                             | US\$'000      | US\$'000 | US\$'000     | (losses)     | US\$'000      |
| <b>Balance at 1 Jan 2016</b>                                                | 44,317        | -        | 2,295        | 3,958        | 50,570        |
| Loss for the period, representing total comprehensive profit for the period | -             | -        | -            | (113)        | (113)         |
| <b>Balance at 31 Mar 2016</b>                                               | <u>44,317</u> | <u>-</u> | <u>2,295</u> | <u>3,845</u> | <u>50,457</u> |
| <b>Balance at 1 Jan 2017</b>                                                | 41,725        | -        | 2,295        | 8,002        | 52,022        |
| Loss for the period, representing total comprehensive profit for the period | -             | -        | -            | (190)        | (190)         |
| <b>Balance at 31 Mar 2017</b>                                               | <u>41,725</u> | <u>-</u> | <u>2,295</u> | <u>7,812</u> | <u>51,832</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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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                                    | Number of shares ('000) |           |
|--------------------------------------------------|-------------------------|-----------|
|                                                  | Year-to-date            |           |
|                                                  | 31-Mar-17               | 31-Mar-16 |
| Balance at beginning of period and end of period | 35,358                  | 35,358    |

| Treasury Shares                                  | Number of shares ('000) |           |
|--------------------------------------------------|-------------------------|-----------|
|                                                  | Year-to-date            |           |
|                                                  | 31-Mar-17               | 31-Mar-16 |
| Balance at beginning of period and end of period | -                       | -         |

The Company undertook a 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 2016 : 35,358,027) shares.



**1(d)(iv) A statement showing all sales, transfers, 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.

**1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not Applicable.

**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 Interim 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 2016.

**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 comprises the condensed statement of financial position of the Group and the Company as at March 31, 2017, 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 three months period then ended, and selected 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 34 Interim Financial Reporting ("FRS 34"). This interim condensed financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2016.

**5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of the change.**

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 2017 has no material impact on the Group's 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.**

|                                                         | <b>Group</b>                      |                                   |
|---------------------------------------------------------|-----------------------------------|-----------------------------------|
|                                                         | <b>1- Jan-17 to<br/>31-Mar-17</b> | <b>1- Jan-16 to<br/>31-Mar-16</b> |
| On a basic and fully diluted basis (US cents per share) | 1.34                              | 2.07                              |
| - Weighted average number of shares ('000)              | 35,358                            | 35,358                            |

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.**

|                                        | <b>31-Mar-17</b> | <b>31-Dec-16</b> |
|----------------------------------------|------------------|------------------|
| Net asset value per share (US dollars) |                  |                  |
| -The Group                             | 1.36             | 1.34             |
| -The Company                           | 1.47             | 1.47             |

Net asset value per ordinary share is calculated based on the share capital of 35,358,027 (31 December 2016 : 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 1Q 2017 decreased by 3% to US\$7.2 million, compared to US\$7.5 million in 1Q 2016, mainly due to the decrease in customers' orders.

#### **Cost of sales**

Cost of sales for 1Q 2017 decreased by 7.2% to US\$4.9 million, compared to US\$5.3 million in 1Q 2016 , mainly due to the decrease in depreciation expense.



### **Administration expenses**

Administration expenses comprise mainly administrative salaries cost net of reversal of prior year's overprovision, and also included an amount of US\$1.0 million pertaining to provision made in current quarter for potential tax penalties arising from the disputation of entertainment expenses incurred by management personnel and withholding tax in prior years' tax computation.

### **Other operating expenses**

Other operating expenses for 1Q 2017 increased by 86.8% to US\$0.4 million compared to US\$0.2 million in 1Q 2016, mainly due to the foreign exchange loss recognized in 2017.

### **Financial position of the Group**

#### **Cash**

Cash increased by 6.9% to US\$8.7 million as at 31 March 2017, compared to US\$8.1 million as at 31 December 2016, mainly contributed by cash generated from operating activities during the period, which was partially offset by purchase of property, plant and equipment.

#### **Trade receivables**

Trade receivables decreased by 11.7% to US\$5.9 million as at 31 March 2017, compared to US\$6.7 million as at 31 December 2016, mainly due to faster repayment from customers and lower sales in 1Q 2017.

#### **Other receivables and prepayments (Current)**

Other receivables and prepayments decreased by 24.4% to US\$0.7 million as at 31 March 2017, compared to US\$0.9 million as at 31 December 2016, mainly due to receiving a refund of the VAT input tax from National Taxation Bureau in 2017.

#### **Property, plant and equipment**

Property, plant and equipment decreased by 1.6% to US\$36.8 million as at 31 March 2017, compared to US\$37.4 million as at 31 December 2016, mainly due to depreciation expense charged during the period which was partially offset by additions of property, plant and equipment during the period.

#### **Trade payables**

Trade payables decreased by 45.3% to US\$0.4 million as at 31 March 2017, compared to US\$0.7 million as at 31 December 2016, due to the decrease in purchase of raw materials during the period.



### **Other payables**

Other payables decreased by 19.6% to US\$5.6 million as at 31 March 2017, compared to US\$7.0 million as at 31 December 2016, mainly due to the payment of FY2016 year-end bonus in January 2017, which was partially offset by increase in provision for certain tax penalty.

**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.**

A sustained slowdown in China's electronics demand has continued to weigh on global semiconductor revenue across the board this quarter. This is expected to persist through the first half of this year in anticipation of an inventory correction in the smartphone and TV sectors, amid a stable economic recovery worldwide.

Against this backdrop, GTC will continue to adopt a long-term view in growing our business by leveraging on our strong business fundamentals and proprietary technology that enables us to deliver quality testing services to all our customers more efficiently and accurately.

We intend to keep our focus on growing our project pipeline in our Group's key geographic markets, while maintaining our profitability through existing cost rationalisation measures.

**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/recommendeded, 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 31 March 2017.

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 2017 to 31 Mar 2017 |              | 1 Jan 2016 to 31 Mar 2016 |              |
|---------------|---------------------------|--------------|---------------------------|--------------|
|               | US\$'000                  | %            | US\$'000                  | %            |
| Asia          | 4,710                     | 65.2         | 6,208                     | 83.3         |
| North America | 2,431                     | 33.7         | 1,235                     | 16.6         |
| Others        | 82                        | 1.1          | 7                         | 0.1          |
|               | <u>7,223</u>              | <u>100.0</u> | <u>7,450</u>              | <u>100.0</u> |



**Non-current assets by geographical location**

|        | <b>31-Mar-17</b> | <b>31-Dec-16</b> |
|--------|------------------|------------------|
|        | <b>US\$'000</b>  | <b>US\$'000</b>  |
| Taiwan | 39,142           | 39,822           |
| US     | 129              | 183              |
| Total  | <u>39,271</u>    | <u>40,005</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 31 March 2017 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  
15 May 2017

May 15, 2017

The Board of Directors  
Global Testing Corporation Limited  
9 Battery Road  
#15-01 MYP Centre  
Singapore 049910

Dear Sirs

**REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION FOR GLOBAL TESTING CORPORATION LIMITED FOR THE THREE MONTHS ENDED MARCH 31, 2017**

**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 March 31, 2017, 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 three 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").

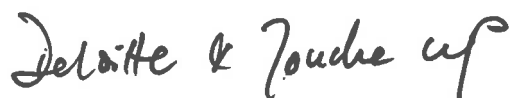
Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with Singapore Financial Reporting Standards 34 *Interim Financial Reporting* ("FRS 34"). Such interim condensed financial information has been prepared by the Company for announcement 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 does not present fairly, in all material respects, in accordance with FRS 34.



Public Accountants and  
Chartered Accountants  
Singapore