

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

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

	Group			Group		
	9 months ended		Fav/ (Unfav)	3 months ended		Fav/ (Unfav)
	30/9/2014	30/9/2013		30/9/2014	30/9/2013	
	\$'000	\$'000	%	\$'000	\$'000	%
Revenue	41,415	51,157	(19)	14,853	16,886	(12)
Cost of sales	(37,611)	(50,116)	25	(13,765)	(15,568)	12
Gross profit	3,804	1,041	265	1,088	1,318	(17)
<i>Gross margin</i>	<i>9.2%</i>	<i>2.0%</i>		<i>7.3%</i>	<i>7.8%</i>	
Other income (including interest income)	1,019	2,498	(59)	1,245	338	268
Administrative expenses	(8,113)	(8,209)	1	(2,511)	(2,869)	12
Distribution costs	(1,193)	(1,549)	23	(389)	(532)	27
Other expenses	(59)	(104)	43	(15)	(66)	77
Finance costs	(848)	(1,077)	21	(303)	(355)	15
Loss before income tax	(5,390)	(7,400)	27	(885)	(2,166)	59
Income tax expense	-	-	-	-	-	-
Net loss for the period	(5,390)	(7,400)	27	(885)	(2,166)	59
Attributable to:						
Equity holders of the parent	(5,174)	(6,522)	21	(832)	(2,009)	59
Non-controlling interest	(216)	(878)	75	(53)	(157)	66
	(5,390)	(7,400)		(885)	(2,166)	
Statement of comprehensive income						
Net loss for the period	(5,390)	(7,400)	27	(885)	(2,166)	59
Other comprehensive income:						
Foreign currency translation	(441)	1,455	NM	743	(108)	NM
Other comprehensive (loss) profit for the period	(441)	1,455		743	(108)	
Total comprehensive loss for the period	(5,831)	(5,945)	2	(142)	(2,274)	94
Total comprehensive loss attributable to:						
Equity holders of the parent	(5,445)	(5,642)	3	(432)	(2,049)	79
Non-controlling interest	(386)	(303)	(27)	290	(225)	NM
	(5,831)	(5,945)	2	(142)	(2,274)	94

NM: Not meaningful

Net loss for the period as a percentage of revenue

-13.0%

-14.5%

-6.0%

-12.8%

Loss before income tax is arrived at after charging (crediting) the following:

Reversal of impairment of property, plant and equipment	(832)	-	-	-
Depreciation of property, plant and equipment	5,819	8,634	1,704	2,853
Amortisation of land use rights	44	44	-	-
Fixed assets written off	4	75	-	2
Foreign exchange loss (gain)	102	(594)	(138)	(668)
(Gain) Loss on disposal of property, plant and equipment	(166)	(238)	1	(1)
Interest income	(54)	(115)	(6)	(56)
Interest expense	848	1,077	303	355

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

Statements of Financial Position

	Group		Company	
	As at 30/9/2014 \$'000	As at 31/12/2013 \$'000	As at 30/9/2014 \$'000	As at 31/12/2013 \$'000
Current assets				
Cash and bank balances	20,646	18,997	166	459
Pledged bank deposits	-	609	-	-
Trade receivables	18,131	22,560	-	-
Other receivables and prepayments	2,193	2,300	6,259	9,601
Assets classified as held for sale	-	3,332	-	-
Land use rights	95	96	-	-
Inventories	4,587	4,635	-	-
Total current assets	45,652	52,529	6,425	10,060
Non-current assets				
Investment in subsidiaries	-	-	71,021	71,949
Investment in associate	204	205	-	-
Land use rights	3,911	4,034	-	-
Property, plant and equipment	38,700	43,265	731	740
Other receivables	458	1,244	-	-
Goodwill	82	82	-	-
Deferred tax asset	617	619	-	-
Total non-current assets	43,972	49,449	71,752	72,689
Total assets	89,624	101,978	78,177	82,749
Current liabilities				
Trade payables	12,581	14,466	-	-
Other payables	3,467	6,983	8,532	12,667
Provision	10,479	10,479	10,479	10,479
Short-term bank loans	7,517	4,354	-	-
Current portion of long-term bank loans	3,091	6,761	-	41
Current portion of finance leases	29	29	-	-
Due to shareholders	1,726	3,230	1,726	3,230
Total current liabilities	38,890	46,302	20,737	26,417
Non-current liabilities				
Due to shareholders	14,708	10,995	14,708	10,995
Long-term bank loans	2,937	5,740	-	-
Finance leases	-	21	-	-
Total non-current liabilities	17,645	16,756	14,708	10,995
Capital, reserves and non-controlling interests				
Share capital	56,127	56,127	56,127	56,127
Reserves	(29,959)	(24,514)	(13,395)	(10,790)
Equity attributable to equity holders of the company	26,168	31,613	42,732	45,337
Non-controlling interest	6,921	7,307	-	-
Total equity	33,089	38,920	42,732	45,337
Total liabilities and equity	89,624	101,978	78,177	82,749

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

Amount repayable in one year or less, or on demand

As at 30/9/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
10,637	1,726	11,144	3,230

The amount repayable after one year

As at 30/9/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
2,937	14,708	5,761	10,995

Details of any collaterals

The group's borrowings are primarily secured by personal guarantees from directors, plant and equipment, land use rights and trade receivables.

1 (c) **Statements of Cash Flows for period ended 30 September**

Operating Activities:

Loss before Income Tax:	(5,390)	(7,400)
Adjustments for:-		
Depreciation of property, plant and equipment	5,819	8,634
Amortisation of land use rights	44	44
Reversal of impairment of property, plant and equipment	(832)	-
Fixed assets written off	4	75
Interest income	(54)	(115)
Interest expense	848	1,077
Foreign exchange loss (gain)	102	(594)
(Gain) Loss on disposal of property, plant and equipment	(166)	(238)
Operating gain before working capital changes	375	1,483

Changes in working capital:-

Trade receivables	4,429	8,224
Other receivables and prepayments	893	(574)
Inventories	48	1,641
Trade payables	(1,885)	(5,268)
Other payables	(3,516)	412
Cash generated from operations	344	5,918
Net interest paid	(794)	(962)
Income tax paid	-	-

Cash flows (used in) generated from operating activities

Investing Activities:

Incorporation of associate	-	(212)
Proceeds on disposal of property, plant and equipment	4,383	2,838
Purchase of property, plant and equipment	(1,977)	(1,517)

Cash flows generated from (used in) investing activities

Financing Activities:

Decrease in cash subjected to restriction	609	146
Repayment of bank loans	(15,484)	(11,391)
New bank loans raised	12,280	6,228
Amount paid to shareholders	(694)	(1,023)
Amount raised from shareholders	3,009	326
Repayment of finance lease obligations	(24)	(1,202)

Cash flows used in financing activities

Net increase (decrease) in cash and bank balances

Cash and bank balances at beginning of period	18,997	17,395
Effect of exchange rate changes on the balances of cash held in foreign currencies	(3)	97

Cash and bank balances at end of period

Group	
9 months ended	
30/9/2014	30/9/2013
\$'000	\$'000
(5,390)	(7,400)
5,819	8,634
44	44
(832)	-
4	75
(54)	(115)
848	1,077
102	(594)
(166)	(238)
375	1,483
4,429	8,224
893	(574)
48	1,641
(1,885)	(5,268)
(3,516)	412
344	5,918
(794)	(962)
-	-
(450)	4,956
-	(212)
4,383	2,838
(1,977)	(1,517)
2,406	1,109
609	146
(15,484)	(11,391)
12,280	6,228
(694)	(1,023)
3,009	326
(24)	(1,202)
(304)	(6,916)
1,652	(852)
18,997	17,395
(3)	97
20,646	16,640

Group	
3 months ended	
30/9/2014	30/9/2013
\$'000	\$'000
(885)	(2,166)
1,704	2,853
-	-
-	-
-	2
(6)	(56)
303	355
(138)	(668)
1	(1)
979	319
(2,004)	1,197
429	474
695	1,018
595	(2,132)
268	1,699
962	2,575
(297)	(299)
-	-
665	2,276
-	-
(6)	26
(837)	(167)
(843)	(141)
-	-
(8,217)	(1,406)
6,888	582
299	(365)
194	65
(7)	(658)
(843)	(1,783)
(1,021)	352
21,648	16,759
19	(471)
20,646	16,640

1(d)(i) A statement for the issuer and the group together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statements of Changes in Equity for the financial period ended 30 September

	Share capital \$'000	Currency translation reserves \$'000	Statutory reserves \$'000	Other reserves \$'000	Accumulated profits (losses) \$'000	Total attributable to equity holders of the company \$'000	Minority interests \$'000	Total \$'000
Group								
At 1 July 2013	56,127	(7,818)	7,780	(2,993)	(18,377)	34,719	7,066	41,785
Net loss for the period	-	-	-	-	(2,009)	(2,009)	(157)	(2,166)
Other comprehensive income for the period	-	(40)	-	-	-	(40)	(68)	(108)
Total comprehensive loss for the period	-	(40)	-	-	(2,009)	(2,049)	(225)	(2,274)
At 30 September 2013	56,127	(7,858)	7,780	(2,993)	(20,385)	32,670	6,841	39,511
At 1 July 2014	56,127	(8,250)	7,781	(2,993)	(26,065)	26,600	6,631	33,231
Net loss for the period	-	-	-	-	(832)	(832)	(53)	(885)
Other comprehensive loss for the period	-	399	-	-	1	400	343	743
Total comprehensive loss for the period	-	399	-	-	(831)	(432)	290	(142)
At 30 September 2014	56,127	(7,851)	7,781	(2,993)	(26,896)	26,168	6,921	33,089
Company								
At 1 July 2013	56,127	970	-	-	(10,989)	46,108	-	46,108
Net gain for the period	-	-	-	-	(723)	(723)	-	(723)
Other comprehensive income for the period	-	(276)	-	-	-	(276)	-	(276)
Total comprehensive income for the period	-	(276)	-	-	(723)	(999)	-	(999)
At 30 September 2013	56,127	694	-	-	(11,712)	45,109	-	45,109
At 1 July 2014	56,127	(162)	-	-	(14,639)	41,326	-	41,326
Net loss for the period	-	-	-	-	253	253	-	253
Other comprehensive loss for the period	-	1,153	-	-	-	1,153	-	1,153
Total comprehensive loss for the period	-	1,153	-	-	253	1,406	-	1,406
At 30 September 2014	56,127	991	-	-	(14,386)	42,732	-	42,732

- 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.

During 1 January 2014 to 30 September 2014, the Company did not issue any shares.

- 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.

	As at 30/9/2014	As at 31/12/2013
The total number of issued shares excluding treasury shares	570,000,000	570,000,000

- 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.

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 or reviewed.

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 adopted the same accounting policies and methods of computation for the current year consistent with those of the audited financial statements for the year ended 31 December 2013. In the current financial year, the Group has adopted all the new and revised Financial Reporting Standards ("FRSs") that are relevant to its operations and effective for annual periods beginning on 1 January 2014.

Other than FRS19, the adoption of these new and revised FRSs does not result in changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior years.

The amendments to FRS 19 change the accounting for defined benefit plans and termination benefits. The most significant change relates to the accounting for changes in defined benefit obligations and plan assets. The amendments require the recognition of changes in defined benefit obligations and in fair value of plan assets when they occur, and hence eliminate the 'corridor approach' permitted under the previous version of FRS 19 and accelerate the recognition of past service costs. The amendments require all actuarial gains and losses to be recognised immediately through other comprehensive income in order for the net pension asset or liability recognised in the consolidated statement of financial position to reflect the full value of the plan deficit or surplus.

The amendments to FRS 19 are effective for annual periods beginning on or after January 1, 2013 and require retrospective application with certain exceptions. Management is still evaluating the impact of the amendments to FRS 19 on the financial statements.

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 effect, of the change.

Not applicable.

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

	Group		Group	
	9 months ended		3 months ended	
	30/9/2014	30/9/2013	30/9/2014	30/9/2013
Earnings per ordinary share for the year based on net profit/(loss) for the period:				
(i) Based on the weighted average number of ordinary shares in issue (cts); and	(0.91)	(1.14)	(0.15)	(0.35)
Weighted average number of shares	570,000,000	570,000,000	570,000,000	570,000,000
(ii) On a fully diluted basis (cts)	(0.91)	(1.14)	(0.15)	(0.35)
Weighted average number of shares	570,000,000	570,000,000	570,000,000	570,000,000

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

	Group		Company	
	As at 30/9/2014	As at 31/12/2013	As at 30/9/2014	As at 31/12/2013
Net asset value per ordinary share (cts) *	4.58	5.53	7.50	7.95
Number of shares	570,000,000	570,000,000	570,000,000	570,000,000

* NAV per ordinary share excluding goodwill.

8. Review of the Group's performance

Revenue

For the nine months ended 30 September 2014 ("YTD3Q14"), the Group reported revenue of \$41.4 million, a decrease of 19% from \$51.2 million from the corresponding period in 2013 ("YTD3Q13"). There is an overall decrease in all business segments with PCB operations taking the lead. PCB operations are undergoing a restructuring exercise to maintain its customer base above a specific profit margin.

Similarly, for the three months ended 30 September 2014 ("3Q14"), the Group reported revenue of \$14.9 million, a decrease of 12% from \$16.9 million from the corresponding period in 2013 ("3Q13"). This is due to decrease in mechanical drilling and routing segment, partially offset by a slight increase in revenue for PCB operations.

PCB Operations

PCB operations continue to be the major contributor accounting for 88% of our Group's revenue in YTD3Q14. Revenue from PCB operations decreased by 13% from \$41.8 million in YTD3Q13 to \$36.5 million in YTD3Q14. The reduction was mainly due to restructuring to maintain customer base above specific profit margin. This restructuring exercise resulted in the increase in gross profit despite a decrease in revenue.

On a quarterly basis, revenue from PCB operations increased by 2% from \$12.9 million in 3Q13 to \$13.1 million in 3Q14.

Mechanical Drilling and Routing

Revenue from mechanical drilling and routing segment remained constant at \$4.9 million for both YTD3Q13 and YTD3Q14. Mechanical drilling and routing segments are mainly made up of sub-contracted sales which are volatile to any fluctuations in market demands.

On a quarterly basis, revenue from mechanical drilling and routing segment decreased by 18% from \$2.2 million in 3Q13 to \$1.8 million in 3Q14.

Geographical Markets

China operations remained as the key contributor to Group's revenue for 2014. Proportion of revenue from China operations slightly decreased by 1% from 97% in 2Q14 to 96% in 3Q14. Upon cessation of laser drilling segment, Taiwan operations will focus on embedded PCB production. To-date, we had begun productions to fulfill small embedded PCB orders.

Profitability

Gross Profit

Gross profit improved from \$1 million in YTD3Q13 to a \$3.8 million in YTD3Q14 despite a drop in revenue. This improvement was brought about by the restructuring exercise to maintain customer base above specific profit margin, coupled with decrease in depreciation expense of machineries.

On a quarterly basis, gross profit decreased by 17% from \$1.3 million in 3Q13 to \$1 million in 3Q14.

Other Income

The decrease in other income was mainly due to net exchange gain of \$1.5 million incurred in YTD3Q13 as compared to a net exchange gain of \$49,000 incurred in YTD3Q14.

Administrative Expenses

The slight decrease in administrative expenses was mainly due to decrease in research and development expenses by \$0.1 million. To-date, our Group has been continuing our research to further our expertise in embedded PCB production.

Distribution Costs

Distribution costs comprise mainly sales commission payable to sales representatives in processing sales for PCB manufacturing and related delivery costs.

Distribution costs decreased by 23% from \$1.5 million in YTD3Q13 to \$1.2 million in YTD3Q14. This is in line with the decrease in revenue, resulting in a decrease in sales commission payable to sales representatives in processing sales for PCB manufacturing.

Finance Costs

There is a decrease in finance cost from \$1.1 million in YTD3Q13 to \$0.8 million in YTD3Q14. This decrease is mainly due to lesser bank borrowings.

Balance Sheet

The Group's cash and bank balances improved from \$19 million at 4Q13 to \$20.6 million at 3Q14.

Pledged bank deposit of \$0.6 million as at 4Q13 pertains to security for banking facilities. Upon maturity, pledged bank deposits were released.

The decrease in trade receivables of \$4.4 million is in line with the decrease in sales. Generally, trade receivables are correlated with the revenue level of that quarter. There was an improvement in trade receivables turnover days from 119 days in 4Q13 to 111 days in 3Q14.

Other receivables and prepayments decreased by \$0.8 million from \$3.5 million at 4Q13 to \$2.7 million at 3Q14. It is the norm for our China subsidiaries for expenses to be prepaid at the beginning of each financial year, prior to expensing it on a monthly basis. Other receivables and prepayments mainly comprise of prepaid operating expenses, such as utilities, insurance, maintenance expense, etc.

Laser drilling machines held for sales as at 4Q13 were sold in 2Q14.

Inventory level remained constant at \$4.6 million for both 4Q13 and 3Q14 as sales orders are expected to remain unchanged.

The decrease in property, plant and equipment arises mainly from depreciation of \$5.8 million, and partially offset by reversal of impairment of plant and machinery previously impaired totalling to \$0.8 million.

The decrease of \$1.9 million in trade payables was in line with the decrease in sales.

Other payables decreased by \$3.5 million were mainly due to payment to suppliers amounting to \$2.5 million, coupled with payout of accrued audit fees, bonuses as well as decrease in net VAT payables.

Amount due to shareholders increased by \$2.2 million from \$14.2 million as at 4Q13 to \$16.4 million as at 3Q14.

Total bank borrowings had also reduced by \$3.3 million from \$16.9 million at 4Q13 to \$13.6 million at 3Q14. This was due to repayments of bank loans and finance leases.

The Group's net current assets position improved from \$6.2 million in 4Q13 to \$6.8 million in 3Q14.

The Group's current ratio improves from 1.13 as at 4Q13 to 1.17 as at 3Q14, while debt/equity ratio increases from 1.94 as at 4Q13 to 2.16 as at 3Q14. The Group's equity stands at \$33 million as at 3Q14.

Cash Flow

Cash generated from operating activities of \$0.7 million in 3Q14 was mainly due to a decrease in repayment to payables and suppliers in 3Q14 as compared to 2Q14, and partially offset by repayment to trade receivables.

Cash flow used in investing activities of \$0.8 million was mainly for purchase of plant and machineries. Purchases were made to acquire machine parts required for modifications on existing machineries used for embedded PCB production.

Cash flow used in financing activities of \$0.8 million in 3Q14 was mainly for bank loan repayments.

Cash and bank balances decreased by \$1 million from \$21.6 million in 2Q14 to \$20.6 million in 3Q14.

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

No forecast or prospect statement was disclosed to shareholders previously.

10. A commentary at the date of announcement of the 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.

Our manufacturing line for embedded PCB production has begun productions to fulfill orders received.

Management will continue to remain cautious and conservative in its outlook, bearing in mind the renewed uncertainties in the global financial markets and signs of instabilities in many parts of the world.

11. Dividend

11(a) Any dividend declared for the current financial period reported on?

None

11(b) Any dividend declared for the corresponding period of the immediately preceding financial year?

None

11(c) Date payable

Not applicable

11(d) Books closure date

Not applicable

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

No dividend has been declared for the second quarter ended 30 September 2014.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segmented 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.

Not applicable

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by business or geographical segments.

Not applicable

15. A breakdown of sales as follows:

Not applicable

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-

Not applicable

17. Interested party transactions

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

During the financial year, there were related parties transactions based on terms agreed between the parties as follows:-

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under Shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under Shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Loan guarantees provided by Mr Wen Yao-Long, Mr Wen Yao-Chou, Ms Chan Hui-Chung to various financial institutions to secure credit facilities for the Group	Total facilities granted as at 30.9.2014: \$23.1 million Amount outstanding as at 30.9.2014: \$9.8 million	-
Loan from Sunny Worldwide Int'l Ltd (Amount outstanding as at 30.9.2014 is \$10.5 million)	Interest for the 9 months ended 30.9.2014: \$0.23 million	-
Loan from Mr Wen Yao-Long (Amount outstanding as at 30.9.2014 is \$5.0 million)	Interest-free loan	-
Loan from Mr Wen Yao-Chou (Amount outstanding as at 30.9.2014 is \$0.6 million)	Interest-free loan	-

Except for the above, there was no other interested person transaction, as defined in Chapter 9 of the Listing Manual of the SGX-ST, entered into the Group or by the Company during the financial period ended 30 September 2014.

BY ORDER OF THE BOARD

Wen Yao-Long
Executive Chairman & CEO
5 November 2014