

**WORLD PRECISION MACHINERY LIMITED**  
(Company Registration Number: 200409453N)

**FOR IMMEDIATE RELEASE**

## **World Precision Machinery reports stable earnings of RMB75.0 million for 9M2014**

- **Net profit attributable to shareholders increased 4.1% yoy on the back of turnover RMB649.9 million for 9M2014**
- **Group to focus on improving research and development capacity and strengthening product offerings to expand foothold in China and capture international market**

**SINGAPORE, 11 November 2014** – SGX Mainboard-listed World Precision Machinery Limited (“World Precision” and together with its subsidiaries, the “Group”) (“沃得精机有限公司”), a manufacturer of precision stamping equipment in the PRC, today posted a turnover of RMB649.9 million and a net profit of RMB75.0 million attributable to equity holders for the nine months ended 30 September 2014 (“9M2014”).

The Group managed to deliver stable sales, gross profit and gross profit margin year-on-year (‘yoy’) for 9M2014 amidst fluctuation in China’s industrial production growth statistics and manufacturing Purchasing Managers’ Index (“PMI”). Industrial production growth slowed to its lowest level since the 2008 global financial crisis at 6.9% in August<sup>1</sup> while manufacturing PMI hovered at 51.1 in August and September<sup>2</sup>.

Overall sales increased 0.8% yoy for 9M2014 to RMB649.9 million, while overall gross profit and gross profit margin increased 1.5% and 0.2 percentage point yoy respectively. This is mainly due to increase in sales volume for high performance and high tonnage stamping machines (“HPHT”), which is partially offset by a decrease in sales volume for conventional stamping machines and downward revision in the average selling prices of the stamping machines.

<sup>1</sup> <http://www.tradingeconomics.com/china/industrial-production>

<sup>2</sup> <http://online.wsj.com/articles/china-september-official-manufacturing-pmi-holds-steady-1412128010>

## Financial Highlights

RMB 'Million	9M2014	9M2013	% Chg
Revenue	649.9	644.7	0.8%
Gross Profit	200.3	197.5	1.5%
Gross Profit Margin	30.8%	30.6%	0.2 pp
Net Profit	75.0	72.1	4.1%
Net Profit Margin	11.5%	11.2%	0.3 pp
Diluted EPS* (RMB)	0.19	0.18	5.6%

\*Calculated based on the weighted average number of 400,000,000 ordinary shares in 9M2014, 9M2013.

Distribution and selling expenses decreased by 1.2% yoy to RMB44.3 million mainly due to a decrease in publicity and warranty services expense for 9M2014. Administrative expenses increased by 10.9% yoy to RMB55.9 million mainly due to an increase in staff related costs, research and development (“R&D”) costs and administrative expenses of the Shenyang plant which started production in 2Q2014.

The Group’s other income decreased by RMB2.1 million to RMB5.9 million due to the absence of order cancellation deposit forfeited from a customer in 9M2013. On the other hand, the Group’s net other operating expenses increased by 164.6% to RMB7.6 million mainly due to an increase in allowance for doubtful debts and bad debts written off, which was partially offset by a decrease in foreign exchange loss. Finance expenses reduced more than half to RMB3.8 million due to a gradual decrease in interest expenses relating to a gradual decrease in bank loans. However, this was partially offset by a decrease in interest expenses relating to the construction of Shenyang plant being capitalised.

Despite the higher revenue and gross profit, the Group’s tax expenses decreased by 28.7% due to lesser retained earnings distributed from the subsidiaries to the holding company cause lesser withholding tax payment..

### Outlook

Commenting on the China’s economy and the Group’s growth and future strategies, Mr. Wu Yufang, Chief Executive Office of World Precision Machinery says, “**China’s industrial output statistics have yet to indicate a clear trend and manufacturing PMI’s fluctuation showed weakness in China’s economy growth. Nonetheless, we remain optimistic about China’s automobile and smart home appliances as demand for high-tech consumer goods increases.**

**We are consistently upgrading our R&D capabilities to innovate new products at this juncture. By doing so, we will be able to step up our product offerings to compete in the international market apart from expanding our footprint in China.”**

As at 6 November, the Group's order book stood at RMB79.9 million.

- End -

### **About World Precision Machinery Limited**

Based in Danyang City, Jiangsu Province, PRC, World Precision Machinery Limited ("World Precision" and together with its subsidiaries, the "Group") is a manufacturer of stamping machines and related components. The Group manufactures both standard and customised stamping machines to suit the needs of a myriad of industries, including automotive, electronics and white goods.

With its vertically integrated operations, customers are assured of quality products and timely reactions to changes in their demands. World Precision has established sales network and service centre in large- and medium-sized cities across the PRC and products are exported to Southeast Asia, Europe, South America and South Africa.

World Precision currently manufactures around two hundred models of stamping machines which are classified into more than 20 product series. Its stamping machines are primarily marketed under the "World" trademark, divided into Conventional, High Performance and High Tonnage stamping machines.

Its latest range of products includes bending, cutting and CNC punching machines. Its products have been recognised in 2009 as "Jiangsu Trustworthy Quality Products", while its subsidiary – World Precise Machinery (China) Co., Ltd has been awarded "Trustworthy to customers for 2009" by Danyang Consumer Association. It was awarded the ISO 9001:2000 for its quality management efforts since 2003.

For more information please refer to <http://wpmlimited.com/>

### **Issued for and on behalf of World Precision Machinery Limited**

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## 沃得精机有限公司

(Company Registration Number: 200409453N)

### 即时公告

## 沃得精机 9M2014 收益稳定，报人民币 7,500 万元

- 以 9M2014 的人民币 6.499 亿元销售额为基础，归属于母公司股东的净利润同比增长 4.1%
- 集团注重提高研发能力，加强产品线，扩大在中国立足并占领国际市场

新加坡，2014 年 11 月 11 日 - 新交所主板上市公司沃得精机有限公司（“沃得”及其子公司，或“集团”），中国精密冲压机械制造商，公告集团截至 2014 年 9 月 30 日止的九个月（“9M2014”）取得人民币 6.499 亿元的营业额和人民币 7,500 万元的净利润。

在中国工业生产增长数据和制造业采购经理人指数（“PMI”）的波动下，集团于 9M2014 同比仍然取得稳定的销售、毛利及毛利率。今年八月工业生产增长放缓至 6.9%，是自 2008 年全球金融危机以来的最低水平。而八月和九月的 PMI 则徘徊在 51.1。

集团于 9M2014 整体销售同比增长 0.8% 达人民币 6.499 亿元，而整体毛利及毛利率分别同比上升 1.5% 及 0.2 个百分点。这主要是因为高性能高吨位冲压机销售量的提高，但这被普通冲压机销售量的减少和平均销售价格向下调整所部分抵销。

### 财务摘要

人民币（百万）	9M2014	9M2013	% Chg
营业额	649.9	644.7	0.8%
毛利	200.3	197.5	1.5%
毛利率 (%)	30.8%	30.6%	0.2 pp
净利	75.0	72.1	4.1%
净利率 (%)	11.5%	11.2%	0.3 pp
稀释后每股收益* (RMB)	0.19	0.18	5.6%

\*据 9M2014 和 9M2013 财年的加权平均股数计算，400,000,000 股普通股。

集团 9M2014 的营业费用同比下降 1.2%至人民币 4,430 万元,主要是由于宣传和保修服务费用降低所致。而同一时期管理费用同比增长 10.9%至人民币 5,590 万元。这主要是由于员工相关费用增加、研发成本提高,以及沈阳工厂于 2Q2014 开始生产导致管理费用增加所致。

本集团的其他收入于 9M2014 减少人民币 210 万元至人民币 590 万元。这主要是因为于 9M2013 集团因客户取消订单而没收了人民币 300 万元定金的一次性收益。在另一方面,本集团的其他经营费用同比增长 164.6%至人民币 760 万元。这主要是由于坏账拨备及坏账核销的增加被外汇损失的减少所抵消所致。财务费用因银行贷款逐渐减少以及沈阳工厂的建设而产生的利息支出被资本化而同比降低一半以上至人民币 380 万元。

尽管收入和毛利提升,本集团的所得税费用减少了 28.7%,主要是因子公司少分红给母公司所以代扣代缴税减少。

### **前景展望**

首席执行官,吴玉芳先生对此评论,“中国的工业产值统计数据仍没有显示一个明确趋势,而制造业 PMI 的波动显示中国经济增长仍然疲弱。尽管如此,消费者对于高科技产品的需求不断提高,让我们依然看好白色家电和汽车行业。

集团将始终如一的提升我们的研发能力,不断推出创新的产品以强化我们的产品种类,让我们在拓展国内市场的同时,在国际市场也同样具有竞争力。”

截至 2014 年 11 月 6 日,本集团的未发货订单达人民币 0.8 亿元。

## 关于沃得精机有限公司

沃得精机有限公司（“沃得”，及其子公司“集团”）位于中国江苏省丹阳市，是一家冲床及相关部件制造商。集团生产标准化和定制化冲床，以适应许多行业的需求，包括汽车、电子和白色家电。

集团拥有的垂直综合业务运作，使客户确保能根据他们需求的变化，获得优质产品和及时的反应。沃得已经在中国许多大中型城市建立了销售网络和服务中心，产品甚至出口至东南亚，欧洲，南美和南非。

沃得目前生产 20 多个系列，大约 200 种类型的冲床。它的冲床主要以“沃得”商标进行销售，可分为传统型、高性能型和大吨位型。

其最新系列的产品包括弯曲、切割和数控冲床。产品被评为“2009 年江苏质量信得过产品”。子公司沃得精机（中国）有限公司获丹阳消费者协会“2009 年客户信赖奖”。从 2003 年起，获得 ISO9001: 2000 质量管理认证。

更多信息，请登陆 <http://wpmlimited.com>

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