

Sunningdale achieves record revenue of S\$684.5 million for FY2016

- Core net profit surges 34.1% yoy to S\$31.7 million excluding one-off retrenchment costs and gains from foreign exchange and property disposal
- Continues to generate positive operating cash flows amounting S\$52.8 million as balance sheet strengthens to a net cash position of S\$15.5 million
- Board of Directors recommends a final dividend 6.0 Singapore cents to shareholders; representing a 5.5%¹ yield

SINGAPORE – 27 February 2017 – Singapore Exchange Mainboard-listed Sunningdale Tech Ltd. (“Sunningdale Tech” or “the Group”), a leading manufacturer of precision plastic components, announced its financial results for the full year ended 31 December 2016 (“FY2016”).

Financial Highlights

(S\$'000)	4QFY2016	4QFY2015	Change	FY2016	FY2015	Change
Revenue	184,119	178,067	3.4%	684,457	674,464	1.5%
Gross Profit	25,084	23,657	6.0%	94,335	90,842	3.8%
Gross Profit Margin (%)	13.6	13.3	0.3 pts	13.8%	13.5%	0.3 pts
Net profit	21,501	13,170	63.3%	39,071	42,104	(7.2)%
Net Profit Margin (%)	11.7%	7.4%	4.3 pts	5.7%	6.2%	(0.5) pts
Net Profit (Excluding one-off costs, FX & PPE gains)	9,829	7,466	31.7%	31,661	23,617	34.1%
EBITDA*	18,166	18,116	0.28%	69,363	65,113	6.5%
Earnings per Share-Basic (Singapore cents)	11.42	7.08	61.3%	20.91	22.68	(7.8)%
Net Asset Value per Share (Singapore \$)	1.87	1.77	5.6%	1.87	1.77	5.6%

*EBITDA=Gross profit - G&A + depreciation + one-off SG&A expenses excluding JV profit/loss

Despite a challenging business environment, the Group reported a 1.5% year-on-year (“yoy”) increase in revenue to a record S\$684.5 million for FY2016. The increase was driven by the Group’s Automotive segment where revenue climbed 12.0% yoy to S\$245.4 million. The Group’s mainstay Consumer/IT segment also contributed to topline growth as revenue increased 1.5% yoy to S\$273.0 million.

Conversely, revenue in the Group’s Healthcare segment declined marginally by 2.7% yoy to S\$48.5 million. This was primarily due to a delay in new product launches and a decrease in orders. Similarly, revenue in the Group’s Mould Fabrication segment decreased 14.0% yoy to S\$117.6 million for FY2016. This decline in revenue was attributed to a reduction in capacity from

¹ As of closing price of S\$1.10 on 31 December 2016

the downsizing of mould fabrication facilities in Southern China as well as a decrease in orders billed and recognised to profit and loss during the period.

With a focus on driving operational efficiency and streamlining operations, the Group's gross profit increased 3.8% yoy to S\$94.3 million. Additionally, the Group's gross profit margin expanded 0.3 percentage points from 13.5% for FY2015 to 13.8% for FY2016.

Backed by robust core business operations, the Group's Earnings Before Interest, Taxes and Depreciation ("EBITDA") increased 6.5% yoy to S\$69.4 million. Correspondingly, the Group's EBITDA margin improved marginally to 10.1% for FY2016.

During the year, the Group incurred one-off retrenchment costs amounting S\$6.5 million as part of a restructuring exercise in the Group's Southern China plant and the relocation of an operating unit from the Group's Shanghai plant to its new manufacturing facility in Chuzhou. In addition, the Group reported foreign exchange gains amounting S\$8.9 million as well as S\$5.0 million in gains from the disposal of property, plant and equipment. Excluding the impact from these factors, the Group's core net profit increased 34.1% yoy to S\$31.7 million for FY2016.

Operationally, the Group continued to generate strong positive operating cash flows amounting S\$52.8 million. This bolstered the Group's cash and cash equivalents to S\$115.3 million as at 31 December 2016. Consequently, the Group strengthened its balance sheet as its net cash position improved to S\$15.5 million as at 31 December 2016 (31 Dec 2015: Net Cash S\$1.1 million).

"Despite difficult business conditions, we are pleased to announce that the Group achieved another record year in terms of revenue which reached S\$684.5 million for FY2016. Our resilient business model, with its diversified business segments and MNC clientele base has allowed us to mitigate the impact from subdued global growth."

During the year, we adopted a proactive approach to driving operational efficiency and improving the utilisation of our manufacturing sites by restructuring our operations. With a leaner organisation, this has also ensured the gradual improvement of our operating margins in spite of rising labour and input costs across our global footprint. In addition, we will continue to drive productivity and intensify business development efforts in order to further diversify our customer base and increase our product offering."

As a mark of confidence in our operations and to reward shareholders for their belief in our long-term vision, the Board has recommended a final dividend of 6.0 Singapore cents representing a dividend yield of 5.5%"

Mr. Khoo Boo Hor, CEO & Executive Director

- The End -



Sunningdale Tech Ltd
51 Joo Koon Circle
Singapore 629069
Co Reg No. 199508621R

About Sunningdale Tech Ltd. (Bloomberg Code: SUNN:SP)

Sunningdale Tech Ltd is a leading manufacturer of precision plastic components. The Group provides one-stop, turnkey plastic solutions, with capabilities ranging from product & mould designs, mould fabrication, injection moulding, complementary finishings, through to the precision assembly of complete products.

Boasting a total factory space of more than 3 million sq feet, with more than 1000 injection moulding machines and a tooling capacity of 3,500 moulds per year, Sunningdale Tech is focusing on serving four key business segments – automotive, consumer/IT/environment, healthcare and tooling.

With manufacturing facilities across Singapore, Malaysia (Johor), China (Tianjin, Shanghai, Suzhou, Guangzhou and Zhongshan), Latvia (Riga), Mexico (Guadalajara), Indonesia (Batam), Thailand (Rayong), India (Chennai) and Brazil (Atibaia). Sunningdale Tech is strategically positioned to target and capture opportunities in diverse business sectors globally using 3rd party logistic partners.

For more information, please visit <http://www.sdaletech.com>.

Issued for and on behalf of Sunningdale Tech Ltd. by Financial PR Pte. Ltd.

For more information please contact: Chong Yap TOK /James BYWATER

Email: tech@financialpr.com.sg Tel: (65) 64382990 Fax: (65) 64380064