



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

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

Consolidated income statement for second quarter ended 30 June 2019. These figures have not been audited or reviewed.

(In Singapore dollars)	Apr - Jun 2019 \$'000	Apr - Jun 2018 \$'000	+ / (-) %	Jan - Jun 2019 \$'000	Jan - Jun 2018 \$'000	+ / (-) %
Revenue	163,129	181,866	(10.3)	322,640	350,840	(8.0)
Cost of sales	(147,544)	(158,823)	(7.1)	(289,802)	(306,388)	(5.4)
Gross profit	15,585	23,043	(32.4)	32,838	44,452	(26.1)
Other items of income						
Interest income	62	112	(44.6)	230	226	1.8
Other income	1,752	5,402	(67.6)	2,761	6,914	(60.1)
Other items of expense						
Marketing and distribution	(3,606)	(3,569)	1.0	(7,003)	(6,908)	1.4
Administrative expenses	(10,094)	(10,729)	(5.9)	(20,265)	(20,952)	(3.3)
Other operating expenses	(1,733)	(1,729)	0.2	(3,631)	(7,634)	(52.4)
Impairment loss on financial assets	-	(15)	(100.0)	-	(10)	(100.0)
Finance costs	(1,270)	(1,151)	10.3	(2,584)	(2,121)	21.8
Share of results of joint venture	169	508	(66.7)	413	862	(52.1)
Profit before tax	865	11,872	(92.7)	2,759	14,829	(81.4)
Income tax expense	(1,950)	(2,135)	(8.7)	(3,051)	(3,152)	(3.2)
(Loss)/profit for the period	(1,085)	9,737	n.m.	(292)	11,677	n.m.
(Loss)/profit attributable to:						
Owners of the Company	(1,085)	9,737	n.m.	(292)	11,677	n.m.

Consolidated statement of comprehensive income for second quarter ended 30 June 2019. These figures have not been audited or reviewed.

(Loss)/profit for the period	(1,085)	9,737	n.m.	(292)	11,677	n.m.
Other comprehensive income						
Foreign currency translation	(4,570)	1,241	n.m.	(2,686)	7,543	n.m.
Share of foreign currency translation of joint venture	(68)	(16)	n.m.	(33)	39	n.m.
Other comprehensive income for the period, net of tax	(4,637)	1,225	n.m.	(2,718)	7,582	n.m.
Total comprehensive income for the period	(5,722)	10,962	n.m.	(3,010)	19,259	n.m.
Attributable to:						
Owners of the Company	(5,722)	10,962	n.m.	(3,010)	19,259	n.m.

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the statement of income for the current financial period reported on and the corresponding period of the immediately preceding financial year:-

Profit before tax is stated after (charging) / crediting:-

	Apr - Jun 2019 \$'000	Apr - Jun 2018 \$'000	+ / (-) %	Jan - Jun 2019 \$'000	Jan - Jun 2018 \$'000	+ / (-) %
Depreciation of property, plant and equipment	(6,887)	(7,498)	(8.1)	(14,100)	(14,970)	(5.8)
Depreciation of right-of-use assets	(1,972)	-	n.m.	(3,314)	-	n.m.
Allowance for impairment on property, plant and equipment	(491)	-	n.m.	(491)	-	n.m.
Property, plant and equipment written off	(4)	(14)	(71.4)	(11)	(23)	(52.2)
Gain/(loss) on disposal of property, plant and equipment	210	(136)	n.m.	167	(100)	n.m.
Write back/(allowance) for inventories obsolescence	297	(8)	n.m.	(60)	156	n.m.
Net (reversal of impairment loss)/impairment loss on capitalised contract costs	21	(477)	n.m.	(34)	(598)	(94.3)
Net impairment loss on trade receivables	-	(15)	n.m.	-	(10)	n.m.
Amortisation of intangible assets	(383)	(372)	3.0	(764)	(751)	1.7
Reversal of provision for onerous contract	82	80	2.5	164	161	1.9
Net foreign exchange gain/(loss)	<u>337</u>	<u>3,375</u>	<u>(90.0)</u>	<u>(541)</u>	<u>(1,830)</u>	<u>(70.4)</u>

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

(In Singapore dollars)

As at	Group			Company		
	30.06.2019 \$'000	31.12.2018 \$'000	+ / (-) %	30.06.2019 \$'000	31.12.2018 \$'000	+ / (-) %
Non-current assets						
Property, plant and equipment	184,010	190,435	(3.4)	11,022	11,015	0.1
Right-of-use assets	27,991	-	n.m.	4,002	-	n.m.
Intangible assets	13,315	14,087	(5.5)	-	-	n.m.
Other investments	1,539	1,539	-	-	-	n.m.
Investment in subsidiaries	-	-	n.m.	365,853	365,862	(0.0)
Investment in joint venture	6,679	6,659	0.3	-	-	n.m.
Prepayments	96	137	(29.9)	96	137	(29.9)
Other receivables	-	-	n.m.	371	374	(0.8)
Deferred tax assets	2,663	2,707	(1.6)	-	-	n.m.
	236,293	215,564	9.6	381,344	377,388	1.0
Current assets						
Inventories	119,818	114,911	4.3	7,967	7,545	5.6
Contract assets	45,787	41,744	9.7	3,271	3,620	(9.6)
Prepayments	4,393	4,955	(11.3)	618	661	(6.5)
Trade and other receivables	221,497	248,510	(10.9)	71,536	62,428	14.6
Cash and short term deposits	93,455	88,746	5.3	738	3,148	(76.6)
	484,950	498,866	(2.8)	84,130	77,402	8.7
Less: Current liabilities						
Trade and other payables	171,890	173,072	(0.7)	70,580	69,244	1.9
Contract liabilities	40,579	37,047	9.5	8,129	8,404	(3.3)
Loans and borrowings	79,203	86,264	(8.2)	35,569	44,296	(19.7)
Lease liabilities	7,256	-	n.m.	1,048	-	n.m.
Tax payable	4,341	4,042	7.4	-	-	n.m.
	303,269	300,425	0.9	115,326	121,944	(5.4)
Net current assets / (liabilities)	181,681	198,441	(8.4)	(31,196)	(44,542)	(30.0)
Less: Non-current liabilities						
Other liabilities	1,673	1,752	(4.5)	-	-	n.m.
Loans and borrowings	21,457	23,458	(8.5)	-	547	n.m.
Lease liabilities	18,262	-	n.m.	2,980	-	n.m.
Deferred tax liabilities	7,219	7,480	(3.5)	-	-	n.m.
	48,611	32,690	48.7	2,980	547	444.8
Net assets	369,363	381,315	(3.1)	347,168	332,299	4.5
Equity attributable to owners of the Company						
Share capital	302,096	302,096	-	302,096	302,096	-
Reserves	67,267	79,219	(15.1)	45,072	30,203	49.2
Total equity	369,363	381,315	(3.1)	347,168	332,299	4.5

1(b)(ii)

Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

	As at 30.06.2019		As at 31.12.2018	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Loans and borrowings	1,575	77,628	1,591	84,673
Lease liabilities ⁽¹⁾	-	7,256	-	-

Amount repayable after one year

	As at 30.06.2019		As at 31.12.2018	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Loans and borrowings	-	21,457	-	23,458
Lease liabilities ⁽¹⁾	-	18,262	-	-

Details of any collateral

Collateral for secured borrowings is as follows:

- Sunningdale Innovative Technology (Tianjin) Co Ltd's loan of \$1.6 million (31.12.2018: \$1.6 million) is secured by cash and bank balances of the same amount of other subsidiary companies.

⁽¹⁾ On adoption of SFRS(I) 16, the lease liabilities of \$7.3 million (31.12.2018: \$nil) and \$18.3 million (31.12.2018: \$nil) was included in unsecured borrowings for amount repayable in one year or less or on demand and amount repayable after one year respectively.

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 for second quarter ended 30 June 2019

(In Singapore dollars)	Apr - Jun 2019 \$'000	Apr - Jun 2018 \$'000	Jan - Jun 2019 \$'000	Jan - Jun 2018 \$'000
Cash flows from operating activities:				
Profit before tax	865	11,872	2,759	14,829
Adjustments for:				
Depreciation of property, plant and equipment	6,887	7,498	14,100	14,970
Depreciation of right-of-use assets	1,972	-	3,314	-
Allowance for impairment on property, plant and equipment	491	-	491	-
Property, plant and equipment written off	4	14	11	23
(Gain)/loss on disposal of property, plant and equipment	(210)	136	(167)	100
(Write back)/allowance for inventories obsolescence	(297)	8	60	(156)
Net (reversal of impairment loss)/impairment loss on capitalised contract costs	(21)	477	34	598
Net impairment loss on trade receivables	-	15	-	10
Amortisation of intangible assets	383	372	764	751
Reversal of provision for onerous contract	(82)	(80)	(164)	(161)
Share of results of joint venture	(169)	(508)	(413)	(862)
Provision for retrenchment costs	308	-	496	-
Grant of equity-settled share awards to employees	295	299	590	598
Interest expense	1,270	1,151	2,584	2,121
Interest income	(62)	(112)	(230)	(226)
Currency realignment	(1,468)	2,807	(1,019)	6,738
Operating cashflows before changes in working capital	10,166	23,949	23,210	39,333
Increase in inventories	(2,880)	(4,356)	(3,973)	(6,125)
Decrease/(increase) in prepayments	755	(283)	603	(268)
Increase in trade and other receivables and contract assets	(18,172)	(24,897)	(6,229)	(9,025)
Increase/(decrease) in trade and other payables and contract liabilities	15,316	11,890	7,856	(8,346)
Retrenchment costs	(2,502)	(191)	(4,314)	(341)
Cash flows from operations	2,683	6,112	17,153	15,228
Interest paid	(1,270)	(1,151)	(2,584)	(2,121)
Interest received	62	112	230	226
Income tax paid	(1,430)	(895)	(2,925)	(2,255)
Net cash flows from operating activities	45	4,178	11,874	11,078
Cash flows from investing activities:				
Purchase of property, plant and equipment	(4,837)	(12,326)	(13,560)	(22,979)
Net proceeds from disposal of property, plant and equipment	239	38	28,048	137
Dividend income from joint venture	325	383	325	383
Net cash flows (used in)/from investing activities	(4,273)	(11,905)	14,813	(22,459)
Cash flows from financing activities:				
Proceeds from loans and borrowings	1,645	4,717	7,932	13,831
Repayment of loans and borrowings	(5,201)	(6,241)	(16,525)	(12,343)
Payment of lease liabilities	(2,009)	-	(3,210)	-
Dividends paid to shareholders	(9,532)	(8,514)	(9,532)	(8,514)
Net cash flows used in financing activities	(15,097)	(10,038)	(21,335)	(7,026)
Net (decrease)/increase in cash and cash equivalents	(19,325)	(17,765)	5,352	(18,407)
Cash and cash equivalents at beginning of period	111,776	103,295	86,484	102,951
Effects of exchange rate changes on cash and cash equivalent	(1,324)	379	(709)	1,365
Cash and cash equivalents at end of period	91,127	85,909	91,127	85,909
Note:				
	30.06.2019	31.12.2018	30.06.2018	31.12.2017
Cash and cash at bank	93,455	88,746	88,333	105,281
Less: Bank overdraft	(648)	(571)	(769)	(693)
Less: Bank balances pledged	(1,680)	(1,691)	(1,655)	(1,637)
Cash and cash equivalents	91,127	86,484	85,909	102,951
	31.03.2019	31.03.2018		
Cash and cash at bank	114,228	105,448		
Less: Bank overdraft	(738)	(487)		
Less: Bank balances pledged	(1,714)	(1,666)		
Cash and cash equivalents	111,776	103,295		

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

Statement of Changes in Equity for second quarter ended 30 June 2019

(In Singapore dollars)

Group

	Attributable to owners of the Company				Total \$'000
	Share Capital \$'000	Retained Earnings \$'000	Foreign Currency Translation Reserve \$'000	Other Reserve \$'000	
Balance at 01.01.2018	301,015	52,661	(1,632)	14,080	366,124
Profit for the period	-	1,940	-	-	1,940
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	6,034	323	6,357
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	299	299
Balance at 31.03.2018	301,015	54,601	4,402	14,702	374,720
Profit for the period	-	9,737	-	-	9,737
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(166)	1,391	1,225
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	299	299
Dividends paid	-	(8,514)	-	-	(8,514)
Balance at 30.06.2018	301,015	55,824	4,236	16,392	377,467
Balance at 01.01.2019	302,096	67,497	(4,279)	16,001	381,315
Profit for the period	-	793	-	-	793
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	1,736	183	1,919
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	295	295
Transfer to statutory reserve	-	(276)	-	276	-
Balance at 31.03.2019	302,096	68,014	(2,543)	16,755	384,322
Loss for the period	-	(1,085)	-	-	(1,085)
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(4,302)	(335)	(4,637)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	295	295
Dividends paid	-	(9,532)	-	-	(9,532)
Balance at 30.06.2019	302,096	57,397	(6,845)	16,715	369,363

(In Singapore dollars)

Company

	Attributable to owners of the Company			Total \$'000
	Share Capital \$'000	Retained Earnings \$'000	Other Reserve \$'000	
Balance at 01.01.2018	301,015	17,522	1,301	319,838
Profit for the period	-	398	-	398
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	299	299
Balance at 31.03.2018	301,015	17,920	1,600	320,535
Profit for the period	-	3,041	-	3,041
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	299	299
Dividends paid	-	(8,514)	-	(8,514)
Balance at 30.06.2018	301,015	12,447	1,899	315,361
Balance at 01.01.2019	302,096	28,873	1,330	332,299
Profit for the period	-	14,070	-	14,070
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	295	295
Balance at 31.03.2019	302,096	42,943	1,625	346,664
Profit for the period	-	9,741	-	9,741
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	295	295
Dividends paid	-	(9,532)	-	(9,532)
Balance at 30.06.2019	302,096	43,152	1,920	347,168

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 or 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 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

Issued and fully paid	Ordinary Share
Balance as at 31.12.2018	190,646,836
Balance as at 30.06.2019	190,646,836

As at 30.06.2019, the share capital of the Company comprised 190,646,836 ordinary shares.

The number of shares that may be issued on conversion of share awards as at 30.06.2019 was 2,938,500 (31.12.2018: 2,938,500) 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.**

The Company does not have treasury shares as at 30.06.2019 (31.12.2018 : nil)

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 was no sales, transfers, disposal, cancellation and/or use of treasury shares as at 30.06.2019

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

The figures are not 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 applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements for the year ended 31.12.2018, except all the new and revised standards which are effective for annual financial periods beginning on or after 01.01.2019.

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

The Group applied SFRS(I) 16 retrospectively and had not restated comparative information in the year of initial application. The comparative information was prepared in accordance with the requirement of SFRS(I) 1-17. On adoption of SFRS(I) 16, the Group recognised right-of-use assets and lease liabilities of \$20,630,000 respectively for its leases previously classified as operating leases and reclassified land use right of \$2,784,000 from property, plant and equipment to right-of-use assets as of 1 January 2019.

Other than the effect of the matter as described above, the adoption of the new and revised standards did not have any material effect on the financial performance or position of the Group.

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	
	2nd Qtr 2019	2nd Qtr 2018	1st Half 2019	1st Half 2018
(Losses)/earnings per ordinary share for the period based on net (loss)/profit attributable to shareholders				
(a) on weighted average number of ordinary shares (cents)	(0.57)	5.15	(0.15)	6.17
(b) on a fully diluted basis (cents)	(0.57)	5.05	(0.15)	6.06

(Losses)/earnings per ordinary share is calculated on the Group's (loss)/profit for the financial periods attributable to the shareholders of the Company divided by the weighted average number of ordinary share of 190,646,836 (2Q2018: 189,205,336) for second quarter ended 30.06.2019.

For the purpose of calculating the diluted losses per share for 2Q19 and half year ended 30.06.2019, the effect of the restricted share plan granted was anti-dilutive and is disregarded.

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 30.06.2018. The adjusted weighted average number of ordinary shares is 192,706,836 and 192,706,836 for second quarter ended 30.06.2018 and half yearly ended 30.06.2018 respectively.

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

	Group		Company	
	At 30.06.2019	At 31.12.2018	At 30.06.2019	At 31.12.2018
Net asset value per ordinary share				
Net asset value per ordinary share based on existing issued share capital as at the end of period (\$)	1.94	2.00	1.82	1.74

	Group		Company	
	At 30.06.2019	At 31.12.2018	At 30.06.2019	At 31.12.2018
Net tangible asset value per ordinary share				
Net tangible asset value per ordinary share based on existing issued share capital as at the end of period (\$)	1.87	1.93	1.82	1.74

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on and any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

CONSOLIDATED INCOME STATEMENT

April - June 2019 ("2Q19")

The Group's revenue decreased 10.3% year-on-year ("yoy") from \$181.9 million for 2Q18 to \$163.1 million for 2Q19. The decline in revenue was attributed to a decrease in revenue from all business segments except for the Group's Healthcare segment which increased 11.0% yoy to \$15.2 million driven by strong demand from two customers.

Revenue from the Group's Consumer/IT segment declined 7.6% yoy to \$62.3 million. This was due to the deliberate exit of business from one customer in February 2019 and a decrease in demand due to weak market sentiment. The decline in revenue within the Consumer/IT segment was partially offset by new business from a new customer.

Revenue from the Group's Automotive segment decreased 15.5% yoy to \$60.0 million. This was mainly due to a decrease in orders from customers as a result of weakening demand across global automotive markets and certain projects reaching end-of-life.

	Apr - Jun 2019 \$'000	Apr - Jun 2018 \$'000	Inc/(Dec) %
Automotive	60,037	71,022	(15.5)
Consumer/IT	62,260	67,385	(7.6)
Healthcare	15,158	13,657	11.0
Mould Fabrication	25,674	29,802	(13.9)
	<u>163,129</u>	<u>181,866</u>	(10.3)

The Group's gross profit decreased 32.4% yoy from \$23.0 million for 2Q18 to \$15.6 million for 2Q19. Correspondingly, the gross profit margin declined from 12.7% for 2Q18 to 9.6% for 2Q19. This was mainly due to lower utilisation as a result of the decline in orders, lower utilisation during the initial start-up phase at the Group's new plant in Penang and the relocation of the Group's Shanghai operations to Chuzhou.

The decrease in other income was mainly due to the Group reporting foreign exchange gain of \$3.4 million in 2Q18 as compared to \$0.3 million in 2Q19.

The increase in finance costs was due to accounting for finance costs on lease liabilities of \$0.3 million on adoption of SFRS(I) 16.

The Group reported a net loss of \$1.1 million for 2Q19 compared to a net profit of \$9.7 million for 2Q18. Excluding the impact from net foreign exchange gain, retrenchment costs, onerous rental, insurance claim, allowance for impairment of property, plant and equipment ("PPE") and (gain)/loss on the disposal of PPE and finance costs on lease liabilities, net loss would have been \$0.7 million for 2Q19 compared with a net profit of \$6.5 million for 2Q18, representing a 110.4% yoy decline.

	Apr - Jun 2019	Apr - Jun 2018	Inc/(Dec) %
(Loss)/profit for the period reported	(1,085)	9,737	(111.1)
Adjustments:			
Net foreign exchange gain	(337)	(3,375)	n.m.
Retrenchment costs	308	-	n.m.
Onerous rental *	173	-	n.m.
Insurance claim	(299)	-	n.m.
Allowance for impairment on PPE	491	-	n.m.
(Gain)/loss on disposal of PPE	(210)	136	n.m.
Finance costs on lease liabilities	282	-	n.m.
Adjusted (loss)/profit for the period reported	<u>(677)</u>	<u>6,498</u>	(110.4)

* Onerous rental refers to rent paid at the Group's operations in Shanghai and Thailand despite the shifting of operations from these locations. The Group was still required to pay rent at these vacant premises during 2Q2019 as the rental agreements will expire at a later date.

CONSOLIDATED BALANCE SHEET

The Group's PPE amounted to \$184.0 million as at 30 June 2019 as compared to \$190.4 million as at 31 December 2018. PPE was stated net of depreciation charges of \$14.1 million (1H18: \$15.0 million), partially offset by currency realignment, reclassification of land use rights to right-of-use assets and additions of \$12.4 million (1H18: \$21.8 million).

On adoption of SFRS(I) 16, the Group recognised right-of-use assets and lease liabilities as of 1 January 2019.

The decrease in trade and other receivables was due to the proceeds on disposal of the property of \$28.2 million collected on 3 January 2019.

The Group maintained a cash balance of \$93.5 million as at 30 June 2019 (31 December 2018: \$88.7 million). This resulted in a net debt position of \$7.2 million (31 December 2018: net debt position of \$21.0 million) after accounting for loans and borrowings amounting to \$100.7 million (31 December 2018: \$109.7 million). The decrease in net debt was mainly due to the collection of proceeds from the disposal of the property and cash generated from operations. This was partially offset by the payment of dividends and retrenchment costs.

CONSOLIDATED CASHFLOW STATEMENT

April - June 2019 ("2Q19")

Net cash flows from operating activities amounted to \$45,000 for 2Q19 as compared to \$4.2 million for 2Q18. Net cash flows used in investing activities amounted to \$4.3 million for 2Q19 as compared to \$11.9 million for 2Q18 mainly due to payments for the purchase of PPE.

Net cash flows used in financing activities amounted to \$15.1 million for 2Q19 as compared to \$10.0 million for 2Q18.

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

The Group continues to face pressure in the form of rising labour costs, utility costs, price pressure and negative market sentiment in light of global trade tensions. In addition, the Group continues to be impacted by a slowdown in the global automotive market, especially in China.

While still in the initial start-up phase of its operations, the Group expects production and utilisation at its Penang facility to gradually improve in 2H2019. Similarly, the Group has accelerated the shift of its operations from Shanghai to the lower-cost region of Chuzhou. Completion of this shift is expected to take place by 3Q2019.

The Group continues to monitor the global automotive market closely while aggressively pursuing new projects. Within the Healthcare segment, the Group continues to garner momentum having secured new projects from new and existing customers. Similarly, the Consumer/IT and Mould Fabrication segments remain stable.

Looking ahead, the Group will focus on tightening cost controls and enhancing capacity utilisation. Barring any unforeseen circumstances, the Group expects to report a stronger 2H2019 as compared to 1H2019. While remaining vigilant of the headwinds, the Group remains confident in its resilient business model as the long-term sustainability of its operations remain on track.

11 Dividend**(a) Current Financial Period Reported On****Any dividend recommended for the current financial period reported on?****Yes**

Name of Dividend: Ordinary
 Dividend Type: Interim
 Dividend Amount per Share (in cents): 3.0 cents per ordinary share
 Tax rate: Tax exempt one-tier

(b) Corresponding Period of the Immediately Preceding Financial Year**Any dividend declared for the corresponding period of the immediately preceding financial year?****Yes**

Name of Dividend: Ordinary
 Dividend Type: Interim
 Dividend Amount per Share (in cents): 3.0 cents per ordinary share
 Tax rate: Tax exempt one-tier

(c) Date payable

11 September 2019

(d) Books closure date

Notice is hereby given that the Share Transfer Books and Register of Members will be closed on 29 August 2019 for the purpose of determining Members' entitlements to the Interim Dividend.

Duly completed registrable transfer of shares in the Company (the "Shares") received up to the close of business at 5.00 p.m. on 28 August 2019 by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place, Singapore Land Tower, #32-01, Singapore 048623, will be registered to determine members' entitlements to such Dividend. Subject to the aforesaid, Members whose Securities Accounts with The Central Depository (Pte) Ltd are credited with the Shares as at 5.00 p.m. on 28 August 2019 will be entitled to such Dividend. The Dividend will be paid on 11 September 2019.

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

Not Applicable

13 If the Group has obtained a general mandate from shareholders for IPTs, 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.

	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual (excluding transactions less than \$100,000)
	2Q2019 \$'000	2Q2019 \$'000
Agilent Technologies Singapore (International) Pte Ltd		
Sales of parts	4	-
Innovalues Precision Sdn Bhd		
Sales of parts	20	-
Total	<u>24</u>	<u>-</u>

BY ORDER OF THE BOARD**KHOO BOO HOR****Executive Director &****Chief Executive Officer****6 August 2019**

14 CONFIRMATION BY THE BOARD

We, KOH BOON HWEE and KHOO BOO HOR, being two directors of Sunningdale Tech Ltd (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 results of the second quarter 2019 to be false or misleading.

On behalf of the board of directors

KOH BOON HWEE
Non-Executive Chairman

KHOO BOO HOR
Executive Director &
Chief Executive Officer

15 Issuer to confirm that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1)

The Board of Directors confirms that they have procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1).