

Financial Statement Announcement for the First Quarter Ended 31 March 2009

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

1(a) (i)

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

Consolidated Income Statement for the first quarter ended 31 March 2009. These figures have not been audited or reviewed.

(In Singapore dollars)	Jan-Mar 2009 \$'000	Jan-Mar 2008 \$'000	+ / (-) %
Revenue	74,401	87,470	(14.9)
Cost of sales	(66,176)	(74,795)	(11.5)
Gross Profit	8,225	12,675	(35.1)
Other items of income			
Interest income	28	132	(78.8)
Other income	2,115	1,225	72.7
Other items of expense			
Marketing and distribution	(2,004)	(2,208)	(9.2)
Administrative expenses	(5,359)	(7,669)	(30.1)
Other expenses	(105)	(2,560)	(95.9)
Finance costs	(1,056)	(708)	49.2
Profit before tax from continuing operations	1,844	887	n.m.
Income tax expense	(167)	(644)	(74.1)
Profit from continuing operations, net of tax	1,677	243	n.m.
Profit attributable to:			
Owners of the parent	1,677	243	n.m.
Minority interests	-	-	n.m.
	1,677	243	n.m.

Consolidated Income Statement of comprehensive income for the first quarter ended 31 March 2009. These figures have not been audited or reviewed.

Profit net of tax	1,677	243	n.m.
Other comprehensive income:			
Foreign currency translation	7,146	(5,129)	n.m.
Other comprehensive income for the period, net of tax	7,146	(5,129)	n.m.
Total comprehensive income for the period	8,823	(4,886)	n.m.
Total comprehensive income attributable to:			
Owners of the parent	8,823	(4,886)	n.m.
Minority interests	-	-	n.m.
	8,823	(4,886)	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 income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year:-

Profit from operations before taxation is stated after charging (crediting):

Depreciation of property, plant and equipment	6,728	6,568	2.4
(Write-back)/Impairment allowance for doubtful debts	(203)	68	n.m.
Impairment/(Write-back) for inventories obsolescence/foreseeable losses	230	(727)	n.m.
Foreign exchange (gain)/loss	(1,596)	2,509	n.m.
Property, plant and equipment written off	3	17	(82.4)
(Gain)/Loss on disposal of property, plant and equipment	(12)	5	n.m.

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**

(In Singapore dollars)

As at	Group			Company		
	31.3.09 \$'000	31.12.08 \$'000	+ / (-) %	31.3.09 \$'000	31.12.08 \$'000	+ / (-) %
Non-current assets						
Property, plant and equipment	179,763	176,728	1.7	11,150	13,222	(15.7)
Investment properties	741	711	4.2	-	-	n.m.
Intangible assets	29,967	29,967	-	-	-	n.m.
Other investments	1	1	-	-	-	n.m.
Investment in subsidiaries	-	-	n.m.	227,706	227,706	-
Deferred tax assets	787	802	(1.9)	-	-	n.m.
	211,259	208,209	1.5	238,856	240,928	(0.9)
Current assets						
Inventories	61,653	64,864	(5.0)	5,855	5,223	12.1
Trade and other receivables	73,279	86,590	(15.4)	18,044	18,284	(1.3)
Prepayments	1,983	1,995	(0.6)	310	129	n.m.
Cash and short term deposits	51,398	41,890	22.7	3,910	5,632	(30.6)
	188,313	195,339	(3.6)	28,119	29,268	(3.9)
Less: Current liabilities						
Bank overdrafts	-	267	(100.0)	-	-	n.m.
Trade and other payables	52,746	64,128	(17.7)	16,885	20,388	(17.2)
Interest-bearing borrowings	83,415	83,801	(0.5)	30,412	30,193	0.7
Financial derivatives	-	29	(100.0)	-	-	n.m.
Tax payable	10,419	10,234	1.8	258	-	n.m.
	146,580	158,459	(7.5)	47,555	50,581	(6.0)
Net current assets/(liabilities)	41,733	36,880	13.2	(19,436)	(21,313)	(8.8)
Less: Non-current liabilities						
Interest-bearing borrowings	3,110	4,163	(25.3)	-	-	n.m.
Deferred tax liabilities	3,201	3,194	0.2	522	522	-
	6,311	7,357	(14.2)	522	522	-
Net assets	246,681	237,732	3.8	218,898	219,093	(0.1)
Equity attributable to equity holders of the Company						
Share capital	268,155	265,146	1.1	268,155	265,146	1.1
Reserves	(21,474)	(27,414)	(21.7)	(49,257)	(46,053)	7.0
	246,681	237,732	3.8	218,898	219,093	(0.1)
Minority interests	-	-	n.m.	-	-	n.m.
Total equity	246,681	237,732	3.8	218,898	219,093	(0.1)

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

Amount repayable in one year or less, or on demand

As at 31.3.2009		As at 31.12.2008	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
3,087	80,328	2,961	81,107

Amount repayable after one year

As at 31.3.2009		As at 31.12.2008	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	3,110	-	4,163

Details of any collateral

Collateral for secured borrowings is as following:

- Sunningdale Plastic Technology (Tianjin) Co Ltd's loan of S\$1.8 mil (31.12.2008: S\$1.7mil) is secured by cash and bank balances of the same amount of another subsidiary company.
- Sunningdale Innovative Technology (Tianjin) Co Ltd's loan of S\$1.3 mil (31.12.2008: S\$1.3mil) is secured by cash and bank balances of the same amount of another subsidiary company.

Certain borrowings of the subsidiaries were secured by corporate guarantee of the Company and have been disclosed as unsecured.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

Consolidated cash flow statement for First Quarter ended 31 March 2009

(In Singapore dollars)

	Jan-Mar 2009 \$'000	Jan-Mar 2008 \$'000
Cash flows from operating activities:		
Profit from operations before taxation	1,844	887
Adjustments for:		
Depreciation of property, plant and equipment	6,728	6,568
(Gain)/Loss on disposal of property, plant and equipment	(12)	5
Property, plant and equipment written off	3	17
(Write-back)/Impairment allowance for doubtful debts	(203)	68
Impairment/(Write-back) for inventories obsolescence/foreseeable losses	230	(727)
Employee share award expenses	126	418
Interest expense	1,056	708
Interest income	(28)	(132)
Currency realignment	1,871	(672)
Operating profit before reinvestment in working capital	11,615	7,140
Decrease in inventories	2,981	1,598
Decrease in trade and other receivables	13,514	7,340
Decrease/(Increase) in prepayments	12	(78)
Decrease in trade and other payables	(11,411)	(16,823)
Cash generated from/(used in) operations	16,711	(823)
Interest paid	(1,056)	(708)
Interest received	28	132
Income tax paid	(418)	(1,840)
Net cash from/(used in) operating activities	15,265	(3,239)
Cash flows from investing activities:		
Purchase of property, plant and equipment	(5,035)	(4,517)
Net proceeds from disposal of property, plant and equipment	13	13
Net cash used in investing activities	(5,022)	(4,504)
Cash flows from financing activities:		
Proceeds from interest bearing borrowings	705	2,846
Repayment of interest bearing borrowings	(2,299)	(10,600)
Decrease in hire purchase and finance lease obligation	-	(137)
Decrease in bank balances pledged	-	747
Net cash used in financing activities	(1,594)	(7,144)
Net increase/(decrease) in cash and cash equivalents	8,649	(14,887)
Cash and cash equivalents at beginning of period	38,662	65,353
Effects of exchange rate changes on opening cash and cash equivalent	1,000	(1,305)
Cash and cash equivalents at end of period	48,311	49,161

Note:

	31.3.2009	31.12.2008	31.3.2008	31.12.2007
Cash & cash at bank	51,398	41,890	53,599	70,284
Less: Bank overdraft	-	(267)	(278)	-
Less: Bank balances pledged	(3,087)	(2,961)	(4,160)	(4,931)
Cash & cash equivalents	48,311	38,662	49,161	65,353

- 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 the first quarter ended 31 March 2009

(In Singapore dollars)

Group	Attributable to owners of the parent					Total \$'000
	Share Capital \$'000	Retained Earnings \$'000	Foreign Currency Translation Reserve \$'000	Other Reserve \$'000	Minority Interest \$'000	
Balance at 1.1.08	265,146	65,509	(10,317)	6,864	321	327,523
Total comprehensive income for the period	-	243	(5,112)	(16)	(1)	(4,886)
Grant of equity-settled share awards to employees	-	-	-	418	-	418
Balance at 31.3.08	265,146	65,752	(15,429)	7,266	320	323,055
Balance at 1.1.09	265,146	(37,178)	232	9,532	-	237,732
Total comprehensive income for the period	-	1,677	6,992	154	-	8,823
Grant of equity-settled share awards to employees	-	-	-	126	-	126
Issue of share under share awards	3,009	-	-	(3,009)	-	-
Balance at 31.3.09	268,155	(35,501)	7,224	6,803	-	246,681

Company	Share Capital	Retained	Other	Total
	\$'000	Earnings	Reserve	
Balance at 1.1.08	265,146	17,865	2,609	285,620
Total comprehensive income for the period	-	(1,664)	-	(1,664)
Grant of equity-settled share awards to employees	-	-	418	418
Balance at 31.3.08	265,146	16,201	3,027	284,374
Balance at 1.1.09	265,146	(50,394)	4,341	219,093
Total comprehensive income for the period	-	(321)	-	(321)
Grant of equity-settled share awards to employees	-	-	126	126
Issue of share under share awards	3,009	-	(3,009)	-
Balance at 31.3.09	268,155	(50,715)	1,458	218,898

- 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 31.12.2007 and 31.12.2008	735,642,643
Issue of shares to employees under STL RSP in January 2009	4,624,000
Issue of shares to employees under STL RSP in March 2009	518,000
Balance as at 31.03.2009	740,784,643

As at 31.03.2009, the share capital of the Company comprised 740,784,643 ordinary shares. The company does not have treasury shares.

2 Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

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 period ended 31.12.2008 as well as applicable Financial Reporting Standards (FRS) which became effective for financial years beginning on or after 1.1.2009.

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 adoption of the new/revised FRS did not result in any material impact on the Group's results.

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	
	1st Qtr 2009	1st Qtr 2008
Earnings per ordinary share (EPS) for the period based on net profit attributable to shareholders		
(a) on weighted average number of ordinary shares (cents)	0.23	0.03
(b) on a fully diluted basis (cents)	0.22	0.03

Earnings per ordinary share is calculated on the Group profit for the financial periods attributable to the shareholders of the Company divided by the weighted average number of ordinary share of 739,770,976 (1Q08: 735,642,643) for the 1st quarter ended 31.3.2009.

Earnings per ordinary share 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 31.3.2009. The adjusted weighted average number of ordinary shares applicable to diluted earnings per shares is 753,502,254 (1Q08: 747,826,920) for 1st quarter ended 31.3.2009.

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	
	At 31.3.09	At 31.12.08	At 31.3.09	At 31.12.08
Net asset value per ordinary share				
Net asset value per ordinary share based on existing issued share capital as at the end of period (cents)	33.30	32.32	29.55	29.78

	Group		Company	
	At 31.3.09	At 31.12.08	At 31.3.09	At 31.12.08
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 (cents)	29.25	28.24	29.55	29.78

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, including (where applicable) seasonal or cyclical factors. It must also discuss 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

January – March 2009 (“1Q09”)

The Group's revenue decreased 14.9% from \$87.5 million in 1Q08 to \$74.4 million in 1Q09. The decrease came from all business segments except Healthcare.

During the period, gross profit declined by 35.1% from \$12.7 million in 1Q08 to \$8.2 million in 1Q09. Gross margin for 1Q09 was 11.1% compared to 14.5% in 1Q08. This was mainly due to lower orders resulting in lower utilization.

Administrative expenses reduced by 30.1% from \$7.7 million in 1Q08 to \$5.4 million in 1Q09 due to the retirement of some officers and staff, natural attrition, and unutilized leave. Interest expense rose due to higher interest rates charged in 1Q09.

The Group recorded a net profit of \$1.7 million for 1Q09 compared to \$0.2 million in 1Q08. This included a non-cash foreign exchange gain of \$1.6 million (1Q08: foreign exchange loss of \$2.5 million). Excluding the foreign exchange gain, the net profit would have been \$0.1 million as compared to \$2.7 million in 1Q08.

CONSOLIDATED BALANCE SHEET

The Group's fixed assets were at \$179.8 million as at 31 March 2009 compared to \$176.7 million as at 31 December 2008. This included \$6.7 million (1Q08: \$6.6 million) in depreciation charges incurred during the quarter.

Trade and other receivables decreased from \$86.6 million as at 31 December 2008 to \$73.3 million as at 31 March 2009 due to improved collections and lower revenue.

Trade and other payables (including accruals) decreased from \$64.1 million as at 31 December 2008 to \$52.7 million as at 31 March 2009 mainly due to lower purchases made in the quarter, payment of suppliers and reversal of unutilized leave.

Overall bank borrowings (include bank overdraft) decreased from \$88.2 million as at 31 December 2008 to \$86.5 million as at 31 March 2009.

The Group maintained a cash balance of \$51.4 million as at 31 March 2009 (31 December 2008: \$41.9 million) resulting in net debt of about \$35.1 million.

CONSOLIDATED CASHFLOW STATEMENT

January – March 2009 (“1Q09”)

Net cash generated from operating activities was \$15.3 million for 1Q09, compared to net cash used in operating activities of \$3.2 million for 1Q08. Net cash used in investing activities was \$5.0 million for 1Q09 compared to \$4.5 million for 1Q08. Net cash used in financing activities for 1Q09 was \$1.6 million compared to \$7.1 million in 1Q08.

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 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 global financial crisis, although less dramatic now, continues and the business environment remains very challenging.

The first quarter Automobile production output declined of 51% year over year of the North America OEMS far exceeded the expectations of anyone. Nevertheless, after this steep down turn, things appear to have stabilised, but it is now clear that overall orders for the Automotive segment will be lower than FY08. However, the Group's sales to automotive customers in 1Q09 declined 36%, comparatively less than North America Industry, because the Group has customer base with broader geographical coverage and successfully penetrated into new Korean car makers.

The Consumer/IT segment is expected to remain steady. The group was awarded several projects in 2H08 and we expect to ramp production this year. The assets and business acquired in Mexico in 4Q08 is up and running and will contribute in FY2009. Our tooling orders in this segment also remain strong.

The Healthcare business segment is on track and we expect growth in FY2009. Several projects awarded in 2008 started to ramp production. The group continues to work on several potential new projects with existing and new customers.

During these tough times, the management continues to remain very focused in driving operational excellence which includes cash flow management, plant consolidation and restructuring to lower cost and prudent capital expenditure. The move of injection molding business, except the Healthcare and some precision parts, from Singapore to Johor to lower the manufacturing cost as mentioned in the last announcement has been completed.

11 Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

Not Applicable

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 the business or geographical

Not Applicable

15 A breakdown of sales

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

Total Annual Dividend (Refer to Para 16 of Appendix 7.2 for the required details)

	Latest Full Year (S\$'000)	Previous Full Year (S\$'000)
Ordinary	0	0
Preference	0	0
Total:	0	0

Not applicable

BY ORDER OF THE BOARD

KHOO BOO HOR

Executive Director &
Chief Executive Officer

14 May 2009

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 first quarter 2009 financial results 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