

Financial Statement Announcement for the Third Quarter Ended 30 September 2012

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 the third quarter ended 30 September 2012. These figures have not been audited or reviewed.

(In Singapore dollars)	Jul - Sep 2012 \$'000	Jul - Sep 2011 \$'000	+ / ( - ) %	Jan - Sep 2012 \$'000	Jan - Sep 2011 \$'000	+ / ( - ) %
<b>Revenue</b>	<b>120,888</b>	<b>110,195</b>	<b>9.7</b>	<b>337,927</b>	<b>306,715</b>	<b>10.2</b>
Cost of sales	(108,087)	(94,821)	14.0	(299,705)	(265,109)	13.0
<b>Gross Profit</b>	<b>12,801</b>	<b>15,374</b>	<b>(16.7)</b>	<b>38,222</b>	<b>41,606</b>	<b>(8.1)</b>
<b>Other items of income</b>						
Interest income	40	41	(2.4)	133	137	(2.9)
Other income	1,084	861	25.9	3,073	2,256	36.2
<b>Other items of expense</b>						
Marketing and distribution	(2,163)	(2,211)	(2.2)	(6,446)	(6,570)	(1.9)
Administrative expenses	(7,127)	(7,465)	(4.5)	(20,272)	(20,519)	(1.2)
Other expenses	(2,029)	(912)	n.m.	(3,762)	(4,326)	(13.0)
Finance costs	(418)	(440)	(5.0)	(1,316)	(1,273)	3.4
<b>Profit before tax from continuing operations</b>	<b>2,188</b>	<b>5,248</b>	<b>(58.3)</b>	<b>9,632</b>	<b>11,311</b>	<b>(14.8)</b>
Income tax expense	(694)	(1,014)	(31.6)	(2,631)	(3,049)	(13.7)
<b>Profit from continuing operations, net of tax</b>	<b>1,494</b>	<b>4,234</b>	<b>(64.7)</b>	<b>7,001</b>	<b>8,262</b>	<b>(15.3)</b>
<b>Profit attributable to:</b>						
Owners of the parent	1,494	4,234	(64.7)	7,001	8,262	(15.3)

Consolidated Statement of comprehensive income for the third quarter ended 30 September 2012. These figures have not been audited or reviewed.

<b>Profit net of tax</b>	1,494	4,234	(64.7)	7,001	8,262	(15.3)
Other comprehensive (loss) / income:						
Foreign currency translation	(6,471)	9,758	n.m.	(9,794)	4,422	n.m.
<b>Other comprehensive (loss) / income for the period, net of tax</b>	<b>(6,471)</b>	<b>9,758</b>	<b>n.m.</b>	<b>(9,794)</b>	<b>4,422</b>	<b>n.m.</b>
<b>Total comprehensive (loss) / income for the period</b>	<b>(4,977)</b>	<b>13,992</b>	<b>n.m.</b>	<b>(2,793)</b>	<b>12,684</b>	<b>n.m.</b>
<b>Total comprehensive (loss) / income attributable to:</b>						
Owners of the Company	(4,977)	13,992	n.m.	(2,793)	12,684	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 from continuing operations is stated after charging/(crediting):-*

	Jul - Sep 2012 \$'000	Jul - Sep 2011 \$'000	+ / (-) %	Jan - Sep 2012 \$'000	Jan - Sep 2011 \$'000	+ / (-) %
Depreciation of property, plant and equipment	6,665	5,894	13.1	20,081	17,566	14.3
Impairment allowance / (write-back) for doubtful debts	-	56	n.m.	(66)	(119)	(44.5)
Bad debts (write-back) / written off	(3)	17	n.m.	-	109	n.m.
Impairment allowance/(write-back) for inventories obsolescence/foreseeable losses	253	(507)	n.m.	488	(572)	n.m.
Foreign exchange loss	1,155	610	89.3	1,544	3,323	(53.5)
Impairment loss on property, plant and equipment	11	-	n.m.	11	-	n.m.
Amortisation of Intangible assets	275	61	n.m.	825	61	n.m.
Property, plant and equipment written off	402	5	n.m.	422	10	n.m.
Fair value gain on investment property	(212)	-	n.m.	(212)	-	n.m.
Loss/(gain) on disposal of property, plant and equipment	54	(2)	n.m.	(417)	(14)	n.m.

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		
	30.09.2012	<sup>(1)</sup> Restated 31.12.2011	+ / (-) %	30.09.2012	31.12.2011	+ / (-) %
	\$'000	\$'000		\$'000	\$'000	
<b>Non-current assets</b>						
Property, plant and equipment	152,538	165,002	(7.6)	6,145	7,476	(17.8)
Investment properties	-	1,048	n.m.	-	-	n.m.
Intangible assets	14,452	15,277	(5.4)	-	-	n.m.
Other investments	1	1	-	-	-	n.m.
Investment in subsidiaries	-	-	n.m.	242,788	242,788	-
Deferred tax assets	648	663	(2.3)	-	-	n.m.
	167,639	181,991	(7.9)	248,933	250,264	(0.5)
<b>Current assets</b>						
Inventories	78,803	80,051	(1.6)	5,110	5,937	(13.9)
Trade and other receivables	100,685	93,948	7.2	49,780	46,500	7.1
Prepayments	3,605	3,887	(7.3)	190	88	n.m.
Cash and short term deposits	47,352	49,160	(3.7)	4,300	1,920	n.m.
	230,445	227,046	1.5	59,380	54,445	9.1
<b>Less: Current liabilities</b>						
Bank overdrafts	-	1,874	n.m.	-	-	n.m.
Trade and other payables	103,193	101,312	1.9	45,689	45,688	n.m.
Loans and borrowings	49,081	45,734	7.3	10,899	10,283	6.0
Tax payable	4,438	7,435	(40.3)	1,251	691	81.0
	156,712	156,355	0.2	57,839	56,662	2.1
Net current assets/(liabilities)	73,733	70,691	4.3	1,541	(2,217)	n.m.
<b>Less: Non-current liabilities</b>						
Loans and borrowings	6,813	11,140	(38.8)	-	749	n.m.
Deferred tax liabilities	3,615	3,930	(8.0)	627	627	-
	10,428	15,070	(30.8)	627	1,376	(54)
<b>Net assets</b>	<b>230,944</b>	<b>237,612</b>	<b>(2.8)</b>	<b>249,847</b>	<b>246,671</b>	<b>1.3</b>
<b>Equity attributable to equity holders of the Company</b>						
Share capital	270,840	270,831	-	270,840	270,831	n.m.
Reserves	(39,896)	(33,219)	20.1	(20,993)	(24,160)	(13.1)
<b>Total equity</b>	<b>230,944</b>	<b>237,612</b>	<b>(2.8)</b>	<b>249,847</b>	<b>246,671</b>	<b>1.3</b>

(1) The figures were restated due to Purchase Price Allocation in accordance with FRS 103 (R) Business Combinations following the acquisition of AS Sunningdale Tech Latvia (formerly known as Akciju Sabiedriba ATEC) and ATEC of Sweden AB on Aug 2011.

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

Amount repayable in one year or less, or on demand

As at 30.09.2012		As at 31.12.2011	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
5,869	43,212	6,638	40,970

Amount repayable after one year

As at 30.09.2012		As at 31.12.2011	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,752	5,061	3,600	7,540

Details of any collateral

Collateral for secured borrowings is as follows:

- Sunningdale Innovative Technology (Tianjin) Co Ltd's loan of S\$1.6 mil (31.12.2011: S\$1.6mil) is secured by cash and bank balances of the same amount of another subsidiary company.
- Short term loan S\$0 mil (31.12.2011 : bank overdraft S\$1.9mil) booked by UFE Pte Ltd is secured by a legal mortgage over the leasehold property. The mortgage had been discharged as at 30.06.12.
- The term loan and finance lease of S\$0.6 mil (31.12.2011: S\$1.5mil) booked by AS Sunningdale Tech Latvia (formerly known as Akciju Sabiedriba ATEC) is secured by certain fixed assets of said subsidiary.
- The finance lease of S\$3.7 mil (31.12.2011: S\$5.3mil) booked by ATEC of Sweden AB is secured by certain fixed assets of said subsidiary.

Certain borrowings of the subsidiaries are secured by corporate guarantees of the Company but have been disclosed as unsecured.

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 the third quarter ended 30 September 2012

(In Singapore dollars)	Jul - Sep 2012 \$'000	Jul - Sep 2011 \$'000	Jan - Sep 2012 \$'000	Jan - Sep 2011 \$'000
<b>Cash flows from operating activities:</b>				
Profit before tax from continuing operations	2,188	5,248	9,632	11,311
Adjustments for:				
Depreciation of property, plant and equipment	6,665	5,894	20,081	17,566
Loss/(gain) on disposal of property, plant and equipment	54	(2)	(417)	(14)
Property, plant and equipment written off	402	5	422	10
Fair value gain on investment property	(212)	-	(212)	-
Amortisation of Intangible assets	275	61	825	61
Impairment loss on property, plant and equipment	11	-	11	-
Impairment allowance / (write-back) for doubtful debts	-	56	(66)	(119)
Bad debts (write-back) / written off	(3)	17	-	109
Impairment allowance/(write-back) for inventories obsolescence/foreseeable losses	253	(507)	488	(572)
Employee share award expenses	217	213	637	660
Interest expense	418	440	1,316	1,273
Interest income	(40)	(41)	(133)	(137)
Currency realignment	(1,937)	2,443	(2,839)	2,367
<b>Operating cashflows before changes in working capital</b>	<b>8,291</b>	<b>13,827</b>	<b>29,745</b>	<b>32,515</b>
Decrease / (increase) in inventories	847	(10,224)	759	(11,386)
Increase in trade and other receivables	(8,377)	(9,911)	(6,670)	(10,353)
Decrease/(increase) in prepayments	64	(730)	282	(917)
Increase in trade and other payables	8,496	9,844	3,732	11,037
<b>Cash flows generated from operations</b>	<b>9,321</b>	<b>2,806</b>	<b>27,848</b>	<b>20,896</b>
Interest paid	(418)	(440)	(1,316)	(1,273)
Interest received	40	41	133	137
Income tax paid	(893)	(1,349)	(5,546)	(6,175)
<b>Net cash from operating activities</b>	<b>8,050</b>	<b>1,058</b>	<b>21,119</b>	<b>13,585</b>
<b>Cash flows from investing activities:</b>				
Purchase of property, plant and equipment	(4,696)	(5,712)	(14,619)	(16,224)
Net proceeds from disposal of property, plant and equipment	52	23	625	59
Acquisition of subsidiary, net of cash acquired	-	(12,001)	-	(14,550)
<b>Net cash used in investing activities</b>	<b>(4,644)</b>	<b>(17,690)</b>	<b>(13,994)</b>	<b>(30,715)</b>
<b>Cash flows from financing activities:</b>				
Proceeds from loans and borrowings	-	5,716	6,959	14,502
Repayment of loans and borrowings	(2,717)	(4,245)	(7,484)	(18,494)
Dividends paid to shareholders	-	-	(4,512)	(4,478)
<b>Net cash (used in) / generated from financing activities</b>	<b>(2,717)</b>	<b>1,471</b>	<b>(5,037)</b>	<b>(8,470)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>689</b>	<b>(15,161)</b>	<b>2,088</b>	<b>(25,600)</b>
Cash and cash equivalents at beginning of period	46,628	62,279	45,651	75,169
Effects of exchange rate changes on opening cash and cash equivalent	(1,516)	2,563	(1,938)	112
<b>Cash and cash equivalents at end of period</b>	<b>45,801</b>	<b>49,681</b>	<b>45,801</b>	<b>49,681</b>

Note:

	30.09.2012	31.12.2011	30.09.2011	31.12.2010
Cash & cash at bank	47,352	49,160	53,339	76,743
Less: Bank overdraft	-	(1,874)	(2,034)	-
Less: Bank balances pledged	(1,551)	(1,635)	(1,624)	(1,574)
<b>Cash &amp; cash equivalents</b>	<b>45,801</b>	<b>45,651</b>	<b>49,681</b>	<b>75,169</b>
	<b>30.06.2012</b>	<b>30.06.2011</b>		
Cash & cash at bank	48,252	65,598		
Less: Bank overdraft	-	(1,789)		
Less: Bank balances pledged	(1,624)	(1,530)		
<b>Cash &amp; cash equivalents</b>	<b>46,628</b>	<b>62,279</b>		

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 third quarter ended 30 September 2012

(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	
<b>Balance at 01.01.2011</b>	<b>270,068</b>	<b>(17,393)</b>	<b>(12,795)</b>	<b>7,418</b>	<b>247,298</b>
Profit from continuing operations, net of tax	-	2,019	-	-	2,019
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(3,271)	(87)	(3,358)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	223	223
Issue of share under share awards	151	-	-	(151)	-
Total transactions with owners in their capacity as owners	270,219	(15,374)	(16,066)	7,403	246,182
<b>Balance at 31.03.2011</b>	<b>270,219</b>	<b>(15,374)</b>	<b>(16,066)</b>	<b>7,403</b>	<b>246,182</b>
Profit from continuing operations, net of tax	-	2,009	-	-	2,009
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(1,945)	(33)	(1,978)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	224	224
Transfer from statutory reserve	-	1	-	(1)	-
Dividends Paid	-	(4,478)	-	-	(4,478)
Total transactions with owners in their capacity as owners	270,219	(17,842)	(18,011)	7,593	241,959
<b>Balance at 30.06.2011</b>	<b>270,219</b>	<b>(17,842)</b>	<b>(18,011)</b>	<b>7,593</b>	<b>241,959</b>
Profit from continuing operations, net of tax	-	4,234	-	-	4,234
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	9,503	255	9,758
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	213	213
Issue of share under share awards	601	-	-	(601)	-
Total transactions with owners in their capacity as owners	270,820	(13,608)	(8,508)	7,460	256,164
<b>Balance at 30.09.2011</b>	<b>270,820</b>	<b>(13,608)</b>	<b>(8,508)</b>	<b>7,460</b>	<b>256,164</b>
<b>Balance at 01.01.2012, <sup>(1)</sup>Restated</b>	<b>270,831</b>	<b>(34,183)</b>	<b>(7,105)</b>	<b>8,069</b>	<b>237,612</b>
Profit from continuing operations, net of tax	-	3,305	-	-	3,305
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(2,546)	(69)	(2,615)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	211	211
Total transactions with owners in their capacity as owners	270,831	(30,878)	(9,651)	8,211	238,513
<b>Balance at 31.03.2012</b>	<b>270,831</b>	<b>(30,878)</b>	<b>(9,651)</b>	<b>8,211</b>	<b>238,513</b>
Profit from continuing operations, net of tax	-	2,202	-	-	2,202
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(760)	52	(708)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	209	209
Issue of share under share awards	9	-	-	(9)	(0)
Dividends paid	-	(4,512)	-	-	(4,512)
Total transactions with owners in their capacity as owners	270,840	(33,188)	(10,411)	8,463	235,704
<b>Balance at 30.06.2012</b>	<b>270,840</b>	<b>(33,188)</b>	<b>(10,411)</b>	<b>8,463</b>	<b>235,704</b>
Profit from continuing operations, net of tax	-	1,494	-	-	1,494
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(6,253)	(218)	(6,471)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	217	217
Total transactions with owners in their capacity as owners	270,840	(31,694)	(16,664)	8,462	230,944
<b>Balance at 30.09.2012</b>	<b>270,840</b>	<b>(31,694)</b>	<b>(16,664)</b>	<b>8,462</b>	<b>230,944</b>

(1) The figures were restated due to Purchase Price Allocation in accordance with FRS 103 (R) Business Combinations following the acquisition of AS Sunningdale Tech Latvia (formerly known as Akciju Sabiedriba ATEC) and ATEC of Sweden AB on Aug 2011.

Company	Share Capital \$'000	Retained Earnings \$'000	Other Reserve \$'000	Total \$'000
<b>Balance at 01.01.2011</b>	<b>270,068</b>	<b>(39,949)</b>	<b>986</b>	<b>231,105</b>
Profit from continuing operations, net of tax	-	(367)	-	(367)
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	223	223
Issue of share under share awards	151	-	(151)	-
Total transactions with owners in their capacity as owners	270,219	(40,316)	1,058	230,961
<b>Balance at 31.03.2011</b>	<b>270,219</b>	<b>(40,316)</b>	<b>1,058</b>	<b>230,961</b>
Profit from continuing operations, net of tax	-	3,247	-	3,247
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	224	224
Issue of share under share awards	-	-	-	-
Dividends paid	-	(4,478)	-	(4,478)
Total transactions with owners in their capacity as owners	270,219	(41,547)	1,282	229,954
<b>Balance at 30.06.2011</b>	<b>270,219</b>	<b>(41,547)</b>	<b>1,282</b>	<b>229,954</b>
Profit from continuing operations, net of tax	-	11,380	-	11,380
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	213	213
Issue of share under share awards	601	-	(601)	-
Total transactions with owners in their capacity as owners	270,820	(30,167)	894	241,547
<b>Balance at 30.09.2011</b>	<b>270,820</b>	<b>(30,167)</b>	<b>894</b>	<b>241,547</b>
<b>Balance at 01.01.2012</b>	<b>270,831</b>	<b>(25,213)</b>	<b>1,053</b>	<b>246,671</b>
Profit from continuing operations, net of tax	-	2,471	-	2,471
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	211	211
Total transactions with owners in their capacity as owners	270,831	(22,742)	1,264	249,353
<b>Balance at 31.03.2012</b>	<b>270,831</b>	<b>(22,742)</b>	<b>1,264</b>	<b>249,353</b>
Profit from continuing operations, net of tax	-	3,961	-	3,961
<u>Other comprehensive income</u>				
Foreign currency translation	-	-	-	-
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	209	209
Issue of share under share awards	9	-	(9)	-
Dividends paid	-	(4,512)	-	(4,512)
Total transactions with owners in their capacity as owners	270,840	(23,293)	1,464	249,011
<b>Balance at 30.06.2012</b>	<b>270,840</b>	<b>(23,293)</b>	<b>1,464</b>	<b>249,011</b>
Profit from continuing operations, net of tax	-	619	-	619
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	217	217
Total transactions with owners in their capacity as owners	270,840	(22,674)	1,681	249,847
<b>Balance at 30.09.2012</b>	<b>270,840</b>	<b>(22,674)</b>	<b>1,681</b>	<b>249,847</b>

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
<b>Balance as at 31.12.2011</b>	751,898,893
Issue of shares to employees under STL RSP in April 2012	157,500
<b>Balance as at 30.09.2012</b>	<b>752,056,393</b>

As at 30.09.2012, the share capital of the Company comprised 752,056,393 shares.

The number of shares that may be issued on conversion of share awards as at 30 September 2012 was 20,885,000 shares (30 September 2011: 14,090,500).

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 30.09.2012 (as at 31.12.11 : 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 30.09.12

**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 period ended 31.12.2011 as well as applicable Financial Reporting Standards (FRS) which became effective for financial years beginning on or after 01.01.2012.

**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			
	3rd Qtr 12	3rd Qtr 11	9mths ended 30.09.12	9mths ended 30.09.11
Earnings per ordinary share (EPS) for the period based on net profit attributable to shareholders				
(a) on weighted average number of ordinary shares (cents)	0.20	0.57	0.93	1.11
(b) on a fully diluted basis (cents)	0.19	0.55	0.91	1.08

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 752,056,393 and 752,002,162 (3Q11: 746,341,871, 9 months ended 30.09.2011: 746,290,732) for the 3rd quarter ended 30.09.2012 and nine months ended 30.09.2012 respectively.

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 30.09.2012. The adjusted weighted average number of ordinary shares is 772,941,393 and 773,105,789 (3Q11: 766,036,784, 9 months ended 30.09.2011: 766,021,216) for 3rd quarter ended 30.09.2012 and 9 months ended 30.09.2012 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 30.09.12	At 31.12.11	At 30.09.12	At 31.12.11
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)	30.71	31.65	33.22	32.81

	Group		Company	
	At 30.09.12	At 31.12.11	At 30.09.12	At 31.12.11
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)	28.79	29.62	33.22	32.81

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

### July - September 2012 ("3Q12 ")

The Group's revenue increased 9.7% from \$110.2 million in 3Q11 to \$120.9 million in 3Q12. Revenue from all business segments had increased in 3Q12 year on year.

	<u>3Q12</u>	<u>3Q11</u>	+ / (-)
	\$'000	\$'000	%
Automotive	26,699	25,430	5.0
Consumer/IT <sup>#</sup>	54,478	50,947	6.9
Healthcare	7,640	6,535	16.9
Mould Fabrication	32,071	27,283	17.5
	<u>120,888</u>	<u>110,195</u>	9.7

(# This includes the revenue contributed from the companies acquired in Europe in 22 August 11. Contribution for 3Q12 was \$12.3 million (3Q11: S\$5.1million)).

During the period, gross profit decreased 16.7% from \$15.4 million in 3Q11 to \$12.8 million in 3Q12. Gross margin for 3Q12 was 10.6% compared to 14.0% in 3Q11. The reduction in gross margin was due to unfavourable changes in product mix, increased labor costs and decreased orders in one of the manufacturing plants which resulted in excess capacity.

Other income increased from \$0.9 million to \$1.1 million, primarily due to a fair value gain on investment properties.

Other expenses increased from \$0.9 million to \$2.0 million. This was due to foreign exchange loss of \$1.2 million in 3Q12 (3Q11: \$0.6 million), property, plant and equipment written off of \$0.4 million and amortization of intangible assets of \$0.2 million (3Q11: \$0.1 million).

The Group achieved a net profit of \$1.5 million in 3Q12 as compared to \$4.2 million in 3Q11. Excluding the effect of foreign exchange fluctuations, property, plant and equipment written off, amortization of intangible assets and fair value gain on investment property, the Group's net profit for 3Q12 would be \$3.1 million as compared to \$4.9 million in 3Q11.

	<u>3Q12</u>	<u>3Q11</u>
	\$'000	\$'000
Profit from continuing operations, net of tax	1,494	4,234
Add:		
Foreign exchange loss	1,155	610
Property, plant and equipment written off	402	5
Amortisation of intangible assets	275	61
Fair value gain on investment properties	(212)	-
Adjusted profit	<u>3,114</u>	<u>4,910</u>

## CONSOLIDATED BALANCE SHEET

The comparative figures as at 31 December 2011 were restated due to purchase price allocation in accordance with FRS 103 (R) Business Combinations following the acquisition of AS Sunningdale Tech Latvia (formerly known as Akciju Sabiedriba ATEC) ("AS ATEC") and ATEC of Sweden AB ("AOS") in Aug 2011.

The Group's property, plant and equipment were at \$152.5 million as at 30 September 2012 as compared to \$165.0 million as at 31 December 2011. The decrease was due to the depreciation charge of \$20.1 million (9 months ended 30 September 2011: \$17.6 million) partially offset by the acquisition of certain machines and equipment.

The decrease in investment properties was due to reclassification to property, plant and equipment as the Group has relocated the office from rented property to owned property in Hong Kong.

The decrease in intangible assets was due to allocation to property, plant and equipment and deferred tax liability as the result of the purchase price allocation mentioned above.

The increase in trade and other receivables was in line with the increase in revenue as well as the delay in payment by a few customers due to the fact that the last day of the month fell on a weekend. Subsequently, \$3.5 million was collected on 1st week of Oct 12.

The decrease in bank overdrafts was due to the restructuring of the financing to a short term loan.

The decrease in tax payable was due to payments made..

The Group maintained a cash balance of \$47.4 million as at 30 September 2012 (31 December 2011: \$49.2 million) resulting in net debt from borrowing of \$8.5 million (31 December 11: \$9.6 million).



## CONSOLIDATED CASHFLOW STATEMENT

July - September 2012 ("3Q12")

Net cash generated from operating activities was \$8.1 million for 3Q12, compared to \$1.1 million for 3Q11. Net cash used in investing activities was \$4.6 million for 3Q12 as compared to \$17.7 million in 3Q11 mainly due to acquisition of AS ATEC and AOS in Aug 11. Net cash used in financing activities for 3Q12 was \$2.7 million compared to cash generated from financing activities of \$1.5 million in 3Q11 due to repayment of loans.

### 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 global business outlook remains unchanged from a quarter ago, with challenges in Europe's debt crisis, China's slow growth and US's slow economic recovery. The weakening of Euro and US\$ against our operating currencies, pricing pressure from customers, coupled with a significant increase in China's labour costs continue to squeeze margins.

We expect the Automotive business to be very challenging in the next few quarters with the slowdown in Europe. Automotive customers are aggressively adjusting inventories.

We also expect challenges in the Consumer/IT business. Orders from one major customer have decreased significantly due to a change in their supply chain strategy. Many customers are conservative in their forecasts due to the uncertainties in the global business environment and are cautious about not overstocking inventories.

Healthcare business remains steady. We started mass production in our Europe operations in 3Q as planned for one of our customers whom we currently serve in Asia. We also plan to increase production capacity by 1Q2013.

We expect the global business environment to remain unpredictable for the next few quarters. Malaysia's labour minimum wages effective in Jan 2013 will further squeeze our margins. However, the management will continue to remain vigilant and take necessary counter measures against the challenges ahead.

### 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

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)
	3Q12 \$'000	3Q12 \$'000
Zing Precision Manufacturing Ltd	37	-
BW Highsonic Industrial Ltd	772	-
<b>Total</b>	<u><u>809</u></u>	<u><u>-</u></u>

The Group has not obtained a general mandate from shareholders for IPTs.

**BY ORDER OF THE BOARD**

**KHOO BOO HOR**  
Executive Director &  
Chief Executive Officer

8 November 2012

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 third quarter 2012 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