



**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 second quarter ended 30 June 2014. These figures have not been audited or reviewed.

(In Singapore dollars)	Apr-Jun 2014 \$'000	Apr-Jun 2013 \$'000	+ / (-) %	Jan-Jun 2014 \$'000	Jan-Jun 2013 \$'000	+ / (-) %
<b>Revenue</b>	<b>114,467</b>	<b>123,052</b>	<b>(7.0)</b>	<b>220,162</b>	<b>233,118</b>	<b>(5.6)</b>
Cost of sales	(99,038)	(109,468)	(9.5)	(191,499)	(207,745)	(7.8)
<b>Gross Profit</b>	<b>15,429</b>	<b>13,584</b>	<b>13.6</b>	<b>28,663</b>	<b>25,373</b>	<b>13.0</b>
<b>Other items of income</b>						
Interest income	84	48	75.0	161	141	14.2
Other income	925	652	41.9	6,951	1,371	n.m.
<b>Other items of expense</b>						
Marketing and distribution	(2,465)	(2,258)	9.2	(5,083)	(4,513)	12.6
Administrative expenses	(6,878)	(6,405)	7.4	(13,439)	(12,823)	4.8
Other expenses	(1,610)	(423)	n.m.	(2,353)	(798)	n.m.
Finance costs	(304)	(402)	(24.4)	(660)	(792)	(16.7)
<b>Profit before tax</b>	<b>5,181</b>	<b>4,796</b>	<b>8.0</b>	<b>14,240</b>	<b>7,959</b>	<b>78.9</b>
Income tax expense	(742)	(1,280)	(42.0)	(1,349)	(2,130)	(36.7)
	<b>4,439</b>	<b>3,516</b>	<b>26.3</b>	<b>12,891</b>	<b>5,829</b>	<b>n.m.</b>
<b>Profit attributable to:</b>						
Owners of the Company	<b>4,439</b>	<b>3,516</b>	<b>26.3</b>	<b>12,891</b>	<b>5,829</b>	<b>n.m.</b>

Consolidated Statement of comprehensive income for the second quarter ended 30 June 2014. These figures have not been audited or reviewed.

<b>Profit net of tax</b>	4,439	3,516	26.3	12,891	5,829	n.m.
Other comprehensive income						
Foreign currency translation	(2,546)	3,076	n.m.	(3,135)	8,342	n.m.
<b>Other comprehensive income for the period, net of tax</b>	<b>(2,546)</b>	<b>3,076</b>	<b>n.m.</b>	<b>(3,135)</b>	<b>8,342</b>	<b>n.m.</b>
<b>Total comprehensive income for the period</b>	<b>1,893</b>	<b>6,592</b>	<b>(71.3)</b>	<b>9,756</b>	<b>14,171</b>	<b>(31.2)</b>
<b>Total comprehensive income attributable to:</b>						
Owners of the Company	<b>1,893</b>	<b>6,592</b>	<b>n.m.</b>	<b>9,756</b>	<b>14,171</b>	<b>n.m.</b>

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 2014 \$'000	Apr-Jun 2013 \$'000	+ / ( - ) %	Jan-Jun 2014 \$'000	Jan-Jun 2013 \$'000	+ / ( - ) %
Depreciation of property, plant and equipment	(5,670)	(6,544)	(13.4)	(11,946)	(13,039)	(8.4)
(Impairment) / write back allowance for doubtful debts	(141)	19	n.m.	(141)	19	n.m.
Write back for inventories obsolescence/foreseeable losses	587	174	n.m.	529	43	n.m.
Foreign exchange (loss) / gain	(1,215)	120	n.m.	(1,013)	341	n.m.
Reversal of impairment loss on property, plant and equipment	226	-	n.m.	226	-	n.m.
Amortisation of intangible assets	(112)	(218)	(48.6)	(224)	(436)	(48.6)
Property, plant and equipment written off	(100)	(26)	n.m.	(156)	(43)	n.m.
Gain on disposal of non current assets held for Sales	-	-	n.m.	5,227	-	n.m.
(Loss) / gain on disposal of property, plant and equipment	(11)	(53)	n.m.	27	(39)	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		
	30.06.14 \$'000	31.12.13 \$'000	+ / (-) %	30.06.14 \$'000	31.12.13 \$'000	+ / (-) %
<b>Non-current assets</b>						
Property, plant and equipment	129,323	136,288	(5.1)	5,000	5,247	(4.7)
Intangible assets	12,902	13,125	(1.7)	-	-	n.m.
Other investments	1	1	-	-	-	n.m.
Investment in subsidiaries	-	-	n.m.	243,923	243,923	(0.0)
Deferred tax assets	630	625	0.8	-	-	n.m.
	<u>142,856</u>	<u>150,039</u>	<u>(4.8)</u>	<u>248,923</u>	<u>249,170</u>	<u>(0.1)</u>
<b>Current assets</b>						
Inventories	86,573	76,570	13.1	7,619	6,922	10.1
Trade and other receivables	104,203	104,319	(0.1)	59,466	65,153	(8.7)
Prepayments	2,892	2,807	3.0	272	134	n.m.
Cash and short term deposits	81,776	79,216	3.2	8,186	7,040	n.m.
	<u>275,444</u>	<u>262,912</u>	<u>4.8</u>	<u>75,543</u>	<u>79,249</u>	<u>(4.7)</u>
<b>Non-current assets held for sales (Note 1)</b>	-	3,769	n.m.	-	-	n.m.
	<u>275,444</u>	<u>266,681</u>	<u>3.3</u>	<u>75,543</u>	<u>79,249</u>	<u>(4.7)</u>
<b>Less: Current liabilities</b>						
Trade and other payables	102,381	96,229	6.4	54,383	53,922	0.9
Loans and borrowings	48,615	53,983	(9.9)	17,130	18,228	(6.0)
Tax payable	3,136	5,263	(40.4)	177	256	(30.9)
	<u>154,132</u>	<u>155,475</u>	<u>(0.9)</u>	<u>71,690</u>	<u>72,406</u>	<u>(1.0)</u>
Net current assets	121,312	111,206	9.1	3,853	6,843	(43.7)
<b>Less: Non-current liabilities</b>						
Loans and borrowings	4,037	5,770	(30.0)	-	-	n.m.
Deferred tax liabilities	2,727	2,789	(2.2)	135	135	-
	<u>6,764</u>	<u>8,559</u>	<u>(21.0)</u>	<u>135</u>	<u>135</u>	<u>-</u>
<b>Net assets</b>	<b>257,404</b>	<b>252,686</b>	<b>1.9</b>	<b>252,641</b>	<b>255,878</b>	<b>(1.3)</b>
<b>Equity attributable to owners of the Company</b>						
Share capital	272,792	272,765	0.0	272,792	272,765	0.0
Reserves	(15,388)	(20,079)	(23.4)	(20,151)	(16,887)	19.3
<b>Total equity</b>	<b>257,404</b>	<b>252,686</b>	<b>1.9</b>	<b>252,641</b>	<b>255,878</b>	<b>(1.3)</b>

Note 1: This relates to the property at No. 5 Joo Koon Way, Singapore 628944 which we had announced the completion of the sale on 14 February 2014.

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

**Amount repayable in one year or less, or on demand**

As at 30.06.2014		As at 31.12.2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
2,648	45,967	2,965	51,018

**Amount repayable after one year**

As at 30.06.2014		As at 31.12.2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
0	4,037	1,044	4,726

**Details of any collateral**

Collateral for secured borrowings is as follows:

- Sunningdale Innovative Technology (Tianjin) Co Ltd's loan of S\$2.6 mil (31.12.2013: S\$2.7 mil) is secured by cash and bank balances of the same amount of other subsidiary companies.
- The term loan and finance lease of S\$0.01 mil (31.12.2013: S\$0.05mil) booked by AS Sunningdale Tech Latvia is secured by certain fixed assets of said subsidiary.
- The finance lease of S\$Nil (31.12.2013: S\$1.3mil) booked by ATEC of Sweden AB is secured by certain fixed assets of said subsidiary.

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 second quarter ended 30 June 2014**

(In Singapore dollars)

	<b>Apr-Jun 2014 \$'000</b>	<b>Apr-Jun 2013 \$'000</b>	<b>Jan-Jun 2014 \$'000</b>	<b>Jan-Jun 2013 \$'000</b>
<b>Cash flows from operating activities:</b>				
Profit before tax	5,181	4,796	14,240	7,959
Adjustments for:				
Depreciation of property, plant and equipment	5,670	6,544	11,946	13,039
Loss / (gain) on disposal of property, plant and equipment	11	53	(27)	39
Property, plant and equipment written off	100	26	156	43
Gain on disposal of non-current assets held for sale	-	-	(5,227)	-
Reversal of impairment loss on property, plant and	(226)	-	(226)	-
Amortisation of intangible assets	112	218	224	436
Impairment / (write back) allowance for doubtful debts	141	(19)	141	(19)
Write back for inventories obsolescence/foreseeable losses	(587)	(174)	(529)	(43)
Employee share award expenses	152	186	318	395
Interest expense	304	402	660	792
Interest income	(84)	(48)	(161)	(141)
Currency realignment	(3,693)	1,654	(4,468)	2,583
<b>Operating cashflows before changes in working capital</b>	<b>7,081</b>	<b>13,638</b>	<b>17,047</b>	<b>25,083</b>
(Increase) / decrease in inventories	(4,923)	7,841	(9,473)	3,457
Increase in trade and other receivables	(4,481)	(5,300)	(25)	(9,889)
Decrease in prepayments	(92)	(780)	(84)	(1,291)
Increase / (decrease) in trade and other payables	6,490	2,591	5,762	(4,300)
<b>Cash flows generated from operations</b>	<b>4,075</b>	<b>17,990</b>	<b>13,227</b>	<b>13,060</b>
Interest paid	(304)	(402)	(660)	(792)
Interest received	84	48	161	141
Income tax paid	(2,288)	(1,554)	(3,460)	(3,350)
<b>Net cash generated from operating activities</b>	<b>1,567</b>	<b>16,082</b>	<b>9,268</b>	<b>9,059</b>
<b>Cash flows from investing activities:</b>				
Purchase of property, plant and equipment	(2,115)	(6,256)	(6,061)	(9,020)
Net proceeds from disposal of non-current asset held for sales	-	-	8,996	-
Net proceeds from disposal of property, plant and equipment	75	-	116	44
<b>Net cash (used in) / generated from investing activities</b>	<b>(2,040)</b>	<b>(6,256)</b>	<b>3,051</b>	<b>(8,976)</b>
<b>Cash flows from financing activities:</b>				
Proceeds from loans and borrowings	-	3,974	790	8,385
Repayment of loans and borrowings	(286)	(2,474)	(6,028)	(3,891)
Increase in bank balances pledged	-	(1,027)	-	(1,027)
Dividends paid to shareholders	(5,356)	(4,549)	(5,356)	(4,549)
<b>Net cash used in from financing activities</b>	<b>(5,642)</b>	<b>(4,076)</b>	<b>(10,594)</b>	<b>(1,082)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(6,115)</b>	<b>5,750</b>	<b>1,725</b>	<b>(999)</b>
Cash and cash equivalents at beginning of period	84,342	45,496	76,518	51,166
Effects of exchange rate changes on opening cash and cash equivalent	913	850	897	1,929
<b>Cash and cash equivalents at end of period</b>	<b>79,140</b>	<b>52,096</b>	<b>79,140</b>	<b>52,096</b>
<b>Note:</b>				
	<b>30.06.2014</b>	<b>31.12.2013</b>	<b>30.06.2013</b>	<b>31.12.2012</b>
Cash & cash at bank	81,776	79,216	54,766	52,716
Less: Bank balances pledged	(2,636)	(2,698)	(2,670)	(1,550)
<b>Cash &amp; cash equivalents</b>	<b>79,140</b>	<b>76,518</b>	<b>52,096</b>	<b>51,166</b>
	<b>31.03.2014</b>	<b>31.03.2013</b>		
Cash & cash at bank	87,033	47,090		
Less: Bank balances pledged	(2,691)	(1,594)		
<b>Cash &amp; cash equivalents</b>	<b>84,342</b>	<b>45,496</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 second quarter ended 30 Jun 2014

(In Singapore dollars)

Group	Attributable to owners of the Company				
	Share Capital	Retained Earnings	Foreign Currency Translation Reserve	Other Reserve	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at 01.01.2013</b>	<b>271,529</b>	<b>(29,350)</b>	<b>(16,835)</b>	<b>8,196</b>	<b>233,540</b>
Profit for the period	-	2,313	-	-	2,313
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	5,128	138	5,266
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	209	209
Total transactions with owners in their capacity as owners	271,529	(27,037)	(11,707)	8,543	241,328
<b>Balance at 31.03.2013</b>	<b>271,529</b>	<b>(27,037)</b>	<b>(11,707)</b>	<b>8,543</b>	<b>241,328</b>
Profit for the period	-	3,516	-	-	3,516
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	2,920	156	3,076
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	186	186
Dividends paid	-	(4,549)	-	-	(4,549)
Total transactions with owners in their capacity as owners	271,529	(28,070)	(8,787)	8,885	243,557
<b>Balance at 30.06.2013</b>	<b>271,529</b>	<b>(28,070)</b>	<b>(8,787)</b>	<b>8,885</b>	<b>243,557</b>
<b>Balance at 01.01.2014</b>	<b>272,765</b>	<b>(20,958)</b>	<b>(7,854)</b>	<b>8,733</b>	<b>252,686</b>
Profit for the period	-	8,452	-	-	8,452
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(575)	(14)	(589)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	166	166
Issue of share under share awards	27	-	-	(27)	-
Total transactions with owners in their capacity as owners	272,792	(12,506)	(8,429)	8,858	260,715
<b>Balance at 31.03.2014</b>	<b>272,792</b>	<b>(12,506)</b>	<b>(8,429)</b>	<b>8,858</b>	<b>260,715</b>
Profit for the period	-	4,439	-	-	4,439
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(2,426)	(120)	(2,546)
<u>Contributions by and distributions to owners</u>					
Issue of share under share awards	-	-	-	152	152
Dividends paid	-	(5,356)	-	-	(5,356)
Total transactions with owners in their capacity as owners	272,792	(13,423)	(10,855)	8,890	257,404
<b>Balance at 30.06.2014</b>	<b>272,792</b>	<b>(13,423)</b>	<b>(10,855)</b>	<b>8,890</b>	<b>257,404</b>

(In Singapore dollars)

Company	Attributable to owners of the Company			
	Share Capital	Retained Earnings	Other Reserve	Total
	\$'000	\$'000	\$'000	\$'000
<b>Balance at 01.01.2013</b>	<b>271,529</b>	<b>(20,007)</b>	<b>1,204</b>	<b>252,726</b>
Profit for the period	-	860	-	860
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	209	209
Total transactions with owners in their capacity as owners	271,529	(19,147)	1,413	253,795
<b>Balance at 31.03.2013</b>	<b>271,529</b>	<b>(19,147)</b>	<b>1,413</b>	<b>253,795</b>
Profit for the period	-	893	-	893
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	186	186
Dividends paid	-	(4,549)	-	(4,549)
Total transactions with owners in their capacity as owners	271,529	(22,803)	1,599	250,325
<b>Balance at 30.06.2013</b>	<b>271,529</b>	<b>(22,803)</b>	<b>1,599</b>	<b>250,325</b>
<b>Balance at 01.01.2014</b>	<b>272,765</b>	<b>(17,575)</b>	<b>688</b>	<b>255,878</b>
Profit for the period	-	340	-	340
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	166	166
Issue of share under share awards	27	-	(27)	-
Total transactions with owners in their capacity as owners	272,792	(17,235)	827	256,384
<b>Balance at 31.03.2014</b>	<b>272,792</b>	<b>(17,235)</b>	<b>827</b>	<b>256,384</b>
Profit for the period	-	1,461	-	1,461
<u>Contributions by and distributions to owners</u>				
Issue of share under share awards	-	-	152	152
Dividends paid	-	(5,356)	-	(5,356)
Total transactions with owners in their capacity as owners	272,792	(21,130)	979	252,641
<b>Balance at 30.06.2014</b>	<b>272,792</b>	<b>(21,130)</b>	<b>979</b>	<b>252,641</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 31.12.2013</b>	764,931,393
Issue of shares to employees under STL RSP in 30.01.2014	150,000
<b>Balance as at 30.06.2014</b>	<b>765,081,393</b>

As at 30.06.2014, the share capital of the Company comprised 765,081,393 shares.

On 8 July 2014, the Company had issued 153,016,000 shares to 2 investors in respect of the placement agreement signed on 19 June 2014.

The number of shares that may be issued on conversion of share awards as at 30 June 2014 was 19,723,000 (30 June 2013: 20,314,000) 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 30.06.2014 (as at 31.12.13 : 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 30.06.14.

- 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 31.12.2013 as well as applicable Financial Reporting Standards (FRS) which became effective for financial years beginning on or after 01.01.2014.

- 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		Group	
	2nd Qtr 14	2nd Qtr 13	1st Half 14	1st Half 13
Earnings per ordinary share (EPS) for the period based on net profit attributable to shareholders				
(a) on weighted average number of ordinary shares (cents)	0.58	0.46	1.68	0.77
(b) on a fully diluted basis (cents)	0.57	0.45	1.64	0.75

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 765,081,393 and 765,057,360 (2Q13: 758,156,393, 1H13: 758,156,393) for the 2nd quarter ended 30.06.2014 and half year ended 30.06.2014 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 30.06.2014. The adjusted weighted average number of ordinary shares is 784,942,855 and 785,097,763 (2Q13: 778,470,393, 1H13: 780,300,393) for 2nd quarter ended 30.06.2014 and half year ended 30.06.2014 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 30.06.14	At 31.12.13	At 30.06.14	At 31.12.13
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)	33.64	33.03	33.02	33.45

	Group		Company	
	At 30.06.14	At 31.12.13	At 30.06.14	At 31.12.13
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)	31.96	31.32	33.02	33.45

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 2014 (“2Q14”)

The Group's revenue decreased by 7.0% from \$123.1 million in 2Q13 to \$114.5 million in 2Q14. Revenue from all business segments decreased except for the Automotive business segment which increased by 5.3%.

Revenue from the Consumer/IT business segment decreased due to (i) the shut down of operations in Sweden and (ii) lower orders.

Revenue from the Healthcare segment decreased due to lower orders.

Revenue from the Mould Fabrication segment decreased due to lower orders billed and recognised to profit and loss during the period.

Revenue from the Automotive segment increased due to increased orders from existing customers.

	2Q14	2Q13	<u>Inc/(Dec)</u>
	\$'000	\$'000	%
Automotive	28,780	27,332	5.3
Consumer/IT	50,950	58,420	(12.8)
Healthcare	8,203	8,869	(7.5)
Mould Fabrication	<u>26,534</u>	<u>28,431</u>	(6.7)
	<u>114,467</u>	<u>123,052</u>	(7.0)

During the period, gross profit increased by 13.6% from \$13.6 million in 2Q13 to \$15.4 million in 2Q14. Gross margin for 2Q14 was 13.5% compared to 11.0% in 2Q13. The increase in gross margin was due to better capacity utilisation which was partially offset by an increase in labor costs.

The increase in marketing and distribution and administration expenses was mainly due to increases in staff costs and travelling expenses.

The increase in other expenses was due to a foreign exchange loss of \$1.2 million in 2Q14 compared to a foreign exchange gain of \$0.1 million in 2Q13.

The lower finance costs were mainly due to repayment of certain loans.

The Group achieved a net profit of \$4.4 million in 2Q14 compared to \$3.5 million in 2Q13. Excluding the foreign exchange loss, the net profit would have been \$5.6 million in 2Q14.

## CONSOLIDATED BALANCE SHEET

The Group's property, plant and equipment amounted to \$129.3 million as at 30 June 2014 compared to \$136.3 million as at 31 December 2013. Property, plant and equipment were stated net of depreciation charges of \$12.0 million (1H13: \$13.0 million) and partially offset by the addition of \$6.5 million in capital expenditure for machineries.

The decrease in loans and borrowings was due to the repayment of loans.

The decrease in tax payable was due to payments made.

The Group maintained a cash balance of \$81.8 million as at 30 June 2014 (31 December 2013: \$79.2 million) resulting in net cash of \$29.2 million (31 December 13: \$19.5 million).

## CONSOLIDATED CASHFLOW STATEMENT

April - June 2014 (“2Q14”)

Net cash generated from operating activities was \$1.6 million for 2Q14, compared to \$16.1 million for 2Q13. Net cash used in investing activities was \$2.0 million in 2Q14 \$6.3 million in 2Q13 was due to lower payment for property, plant and equipment. Net cash used in financing activities was \$5.6 million in 2Q14 compared to \$4.1 million in 2Q13 due to repayment of loans and borrowings and higher dividend payment.

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**

We expect the business environment to remain challenging for the rest of 2014. Rising costs in China and Malaysia, where we have large operations, and pricing pressure from customers due to competition will continue to squeeze margins.

Our three business segments: Automotive, Healthcare and Consumer/IT continue to remain stable. The group continues to win new programs from our current and targeted new customers. However, low capacity utilization in our southern China operations remains our biggest challenge but management continues to be very focused on new business development to fill the gap. Capacity utilization for all other plants remains healthy. Our target to start Brazil operations in 3Q remains on track.

The management remains cautiously optimistic despite the dynamic business environment we operate in. Our focus to drive and shape our long term business model to achieve greater profitability on a sustained basis remains on course.

**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.**

There is no IPTs for the period under review.

**BY ORDER OF THE BOARD**

**KHOO BOO HOR**

**Executive Director &**

**Chief Executive Officer**

**12 August 2014**

**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 2014 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