

Financial Statement Announcement for the Third Quarter Ended 30 September 2014

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 2014. These figures have not been audited or reviewed.

(In Singapore dollars)	Jul-Sep 2014 \$'000	Jul-Sep 2013 \$'000	+ / (-) %	Jan-Sep 2014 \$'000	Jan-Sep 2013 \$'000	+ / (-) %
Revenue	120,464	121,195	(0.6)	340,626	354,313	(3.9)
Cost of sales	(105,641)	(105,951)	(0.3)	(297,140)	(313,696)	(5.3)
Gross Profit	14,823	15,244	(2.8)	43,486	40,617	7.1
Other items of income						
Interest income	78	66	18.2	239	207	15.5
Other income	699	909	(23.1)	7,650	2,280	n.m.
Other items of expense						
Marketing and distribution	(2,618)	(2,474)	5.8	(7,701)	(6,987)	10.2
Administrative expenses	(7,226)	(6,983)	3.5	(20,665)	(19,806)	4.3
Other expenses	(1,256)	(1,197)	4.9	(3,609)	(1,995)	80.9
Finance costs	(317)	(400)	(20.8)	(977)	(1,192)	(18.0)
Profit before tax	4,183	5,165	(19.0)	18,423	13,124	40.4
Income tax expense	(559)	(1,369)	(59.2)	(1,908)	(3,499)	(45.5)
Profit for the period	3,624	3,796	(4.5)	16,515	9,625	71.6
Profit attributable to:						
Owners of the Company	3,624	3,796	(4.5)	16,515	9,625	71.6

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

Profit net of tax	3,624	3,796	(4.5)	16,515	9,625	71.6
Other comprehensive income						
Foreign currency translation	2,256	(2,121)	n.m.	(879)	6,221	n.m.
Other comprehensive income for the period, net of tax	2,256	(2,121)	n.m.	(879)	6,221	n.m.
Total comprehensive income for the period	5,880	1,675	n.m.	15,636	15,846	(1.3)
Total comprehensive income attributable to:						
Owners of the Company	5,880	1,675	n.m.	15,636	15,846	(1.3)

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:-

	Jul-Sep 2014 \$'000	Jul-Sep 2013 \$'000	+ / (-) %	Jan-Sep 2014 \$'000	Jan-Sep 2013 \$'000	+ / (-) %
Depreciation of property, plant and equipment	(5,709)	(6,468)	(11.7)	(17,655)	(19,507)	(9.5)
Impairment allowance for doubtful debts	(14)	(209)	(93.3)	(155)	(190)	(18.4)
(Impairment allowance) / Write-back for inventories obsolescence/foreseeable losses	(355)	(34)	n.m.	174	9	n.m.
Foreign exchange loss	(852)	(366)	n.m.	(1,865)	(25)	n.m.
Reversal of / (allowance for) impairment loss on property, plant and equipment	19	(58)	n.m.	245	(58)	n.m.
Amortisation of intangible assets	(112)	(218)	(48.6)	(336)	(654)	(48.6)
Property, plant and equipment written off	(26)	(12)	n.m.	(182)	(55)	n.m.
Gain on disposal of non current assets held for sales	-	-	n.m.	5,227	-	n.m.
Gain / (Loss) on disposal of property, plant and equipment	35	38	(7.9)	62	(1)	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		
	30.09.14 \$'000	31.12.13 \$'000	+ / (-) %	30.09.14 \$'000	31.12.13 \$'000	+ / (-) %
Non-current assets						
Property, plant and equipment	130,153	136,288	(4.5)	4,888	5,247	(6.8)
Intangible assets	12,790	13,125	(2.6)	-	-	n.m.
Other investments	1	1	-	-	-	n.m.
Investment in subsidiaries	-	-	n.m.	243,923	243,923	-
Deferred tax assets	634	625	1.4	-	-	n.m.
	143,578	150,039	(4.3)	248,811	249,170	(0.1)
Current assets						
Inventories	83,815	76,570	9.5	6,556	6,922	(5.3)
Trade and other receivables	105,658	104,319	1.3	58,163	65,153	(10.7)
Prepayments	4,402	2,807	56.8	287	134	n.m.
Cash and short term deposits	112,848	79,216	42.5	36,771	7,040	n.m.
	306,723	262,912	16.7	101,777	79,249	28.4
Non-current assets held for sales (Note 1)						
	-	3,769	n.m.	-	-	n.m.
	306,723	266,681	15.0	101,777	79,249	28.4
Less: Current liabilities						
Trade and other payables	102,260	96,229	6.3	55,192	53,922	2.4
Loans and borrowings	50,660	53,983	(6.2)	17,136	18,228	(6.0)
Tax payable	2,620	5,263	(50.2)	48	256	(81.3)
	155,540	155,475	n.m.	72,376	72,406	n.m.
Net current assets	151,183	111,206	35.9	29,401	6,843	n.m.
Less: Non-current liabilities						
Loans and borrowings	3,711	5,770	(35.7)	-	-	n.m.
Deferred tax liabilities	2,706	2,789	(3.0)	135	135	-
	6,417	8,559	(25.0)	135	135	-
Net assets	288,344	252,686	14.1	278,077	255,878	8.7
Equity attributable to owners of the Company						
Share capital	297,694	272,765	9.1	297,694	272,765	9.1
Reserves	(9,350)	(20,079)	(53.4)	(19,617)	(16,887)	16.2
Total equity	288,344	252,686	14.1	278,077	255,878	8.7

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 30.09.2014		As at 31.12.2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
2,694	47,966	2,965	51,018

Amount repayable after one year

As at 30.09.2014		As at 31.12.2013	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
0	3,711	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\$2.7 mil (31.12.2013: S\$2.7mil) 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 third quarter ended 30 September 2014

(In Singapore dollars)	Jul-Sep 2014 \$'000	Jul-Sep 2013 \$'000	Jan-Sep 2014 \$'000	Jan-Sep 2013 \$'000
Cash flows from operating activities:				
Profit before tax	4,183	5,165	18,423	13,124
Adjustments for:				
Depreciation of property, plant and equipment	5,709	6,468	17,655	19,507
(Gain) / Loss on disposal of property, plant and equipment	(35)	(38)	(62)	1
Property, plant and equipment written off	26	12	182	55
Gain on disposal of non current assets held for sales	-	-	(5,227)	-
(Reversal of) / allowance for impairment loss on property, plant and equipment	(19)	58	(245)	58
Amortisation of intangible assets	112	218	336	654
Impairment allowance for doubtful debts	14	209	155	190
Impairment / (Write-back) for inventories obsolescence/foreseeable losses	355	34	(174)	(9)
Employee share award expenses	158	186	476	581
Interest expense	317	400	977	1,192
Interest income	(78)	(66)	(239)	(207)
Currency realignment	2,459	(717)	(2,009)	1,866
Operating cashflows before changes in working capital	13,201	11,929	30,248	37,012
Decrease / (increase) in inventories	2,402	1,931	(7,071)	5,388
(Increase) / decrease in trade and other receivables	(1,469)	6,185	(1,494)	(3,704)
(Increase) / decrease in prepayments	(1,511)	282	(1,595)	(1,009)
(Decrease) / increase in trade and other payables	(1,785)	4,473	3,977	173
Cash flows generated from operations	10,838	24,800	24,065	37,860
Interest paid	(317)	(400)	(977)	(1,192)
Interest received	78	66	239	207
Income tax paid	(1,127)	(1,472)	(4,587)	(4,822)
Net cash generated from operating activities	9,472	22,994	18,740	32,053
Cash flows from investing activities:				
Purchase of property, plant and equipment	(4,053)	(3,915)	(10,114)	(12,935)
Net proceeds from disposal of non-current asset held for sales	-	-	8,996	-
Net proceeds from disposal of property, plant and equipment	21	221	137	265
Net cash used in investing activities	(4,032)	(3,694)	(981)	(12,670)
Cash flows from financing activities:				
Proceeds from loans and borrowings	1,876	343	2,666	8,728
Repayment of loans and borrowings	(414)	(1,458)	(6,442)	(5,349)
Proceeds from issue of shares ^(*)	24,902	-	24,902	-
Increase in bank balances pledged	-	-	-	(1,027)
Dividends paid to shareholders	-	-	(5,356)	(4,549)
Net cash generated from / (used in) financing activities	26,364	(1,115)	15,770	(2,197)
Net increase in cash and cash equivalents	31,804	18,185	33,529	17,186
Cash and cash equivalents at beginning of period	79,140	52,096	76,518	51,166
Effects of exchange rate changes on opening cash and cash equivalent	(781)	(495)	116	1,434
Cash and cash equivalents at end of period	110,163	69,786	110,163	69,786
Note:				
	30.09.2014	31.12.2013	30.09.2013	31.12.2012
Cash & cash at bank	112,848	79,216	72,439	52,716
Less: Bank balances pledged	(2,685)	(2,698)	(2,653)	(1,550)
Cash & cash equivalents	110,163	76,518	69,786	51,166
	30.06.2014	30.06.2013		
Cash & cash at bank	81,776	54,766		
Less: Bank balances pledged	(2,636)	(2,670)		
Cash & cash equivalents	79,140	52,096		

* 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.

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 2014

(In Singapore dollars)

Group	Attributable to owners of the Company				Total
	Share Capital	Retained Earnings	Foreign Currency Translation Reserve	Other Reserve	
	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 01.01.2013	271,529	(29,350)	(16,835)	8,196	233,540
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
Balance at 31.03.2013	271,529	(27,037)	(11,707)	8,543	241,328
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
Balance at 30.06.2013	271,529	(28,070)	(8,787)	8,885	243,557
Profit for the period	-	3,796	-	-	3,796
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(2,088)	(33)	(2,121)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	186	186
Transfer from revaluation reserve	-	453	-	(453)	-
Total transactions with owners in their capacity as owners	271,529	(23,821)	(10,875)	8,585	245,418
Balance at 30.09.2013	271,529	(23,821)	(10,875)	8,585	245,418
Balance at 01.01.2014	272,765	(20,958)	(7,854)	8,733	252,686
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
Balance at 31.03.2014	272,792	(12,506)	(8,429)	8,858	260,715
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>					
Grant of equity-settled share awards to employees	-	-	-	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
Balance at 30.06.2014	272,792	(13,423)	(10,855)	8,890	257,404
Profit for the period	-	3,624	-	-	3,624
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	2,149	107	2,256
<u>Contributions by and distributions to owners</u>					
Issue of shares ⁽¹⁾	24,902	-	-	-	24,902
Grant of equity-settled share awards to employees	-	-	-	158	158
Total transactions with owners in their capacity as owners	297,694	(9,799)	(8,706)	9,155	288,344
Balance at 30.09.2014	297,694	(9,799)	(8,706)	9,155	288,344

(In Singapore dollars)

Company	Attributable to owners of the Company			
	Share Capital	Retained Earnings	Other Reserve	Total
	\$'000	\$'000	\$'000	\$'000
Balance at 01.01.2013	271,529	(20,007)	1,204	252,726
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
Balance at 31.03.2013	271,529	(19,147)	1,413	253,795
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
Balance at 30.06.2013	271,529	(22,803)	1,599	250,325
Loss for the period	-	(303)	-	(303)
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	186	186
Total transactions with owners in their capacity as owners	271,529	(23,106)	1,785	250,208
Balance at 30.09.2013	271,529	(23,106)	1,785	250,208
Balance at 01.01.2014	272,765	(17,575)	688	255,878
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
Balance at 31.03.2014	272,792	(17,235)	827	256,384
Profit for the period	-	1,461	-	1,461
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	152	152
Dividends paid	-	(5,356)	-	(5,356)
Total transactions with owners in their capacity as owners	272,792	(21,130)	979	252,641
Balance at 30.06.2014	272,792	(21,130)	979	252,641
Profit for the period	-	376	-	376
<u>Contributions by and distributions to owners</u>				
Issue of shares ^(*)	24,902	-	-	24,902
Grant of equity-settled share awards to employees	-	-	158	158
Total transactions with owners in their capacity as owners	297,694	(20,754)	1,137	278,077
Balance at 30.09.2014	297,694	(20,754)	1,137	278,077

* 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.

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 31.12.2013	764,931,393
Issue of shares to employees under STL RSP on 30 January 2014	150,000
Issue of shares on 08 July 2014 under placement agreement signed on 19 Jun 2014	153,016,000
Balance as at 30.09.2014	918,097,393

As at 30.09.2014, the share capital of the Company comprised 918,097,393 shares.

On 06.11.2014, the shareholders had approved to issue and allot 2,771,618 new shares to Credit Suisse (Singapore) Limited

The number of shares that may be issued on conversion of share awards as at 30 September 2014 was 19,708,000 (30 September 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 30.09.2014 (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 30.09.2014.

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	
	3rd Qtr 14	3rd Qtr 13	9mths ended 30.09.14	9mths ended 30.09.13
Earnings per ordinary share (EPS) for the period based on net profit attributable to				
(a) on weighted average number of ordinary shares (cents)	0.40	0.50	2.03	1.27
(b) on a fully diluted basis (cents)	0.39	0.49	1.98	1.23

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 906,454,871 and 812,707,803 (3Q13: 758,156,393, 9 months ended 30.09.2013: 758,156,393) for the 3rd quarter ended 30.09.2014 and 9 months ended 30.09.2014 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 30.09.2014. The adjusted weighted average number of ordinary shares is 926,177,708 and 832,641,188 (3Q13: 778,470,393, 9 months ended 30.09.2013: 780,293,690) for 3rd quarter ended 30.09.2014 and 9 months ended 30.09.2014 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	
	30.09.14	At 31.12.13	30.09.14	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)	31.41	33.03	30.29	33.45

	Group		Company	
	30.09.14	At 31.12.13	30.09.14	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)	30.01	31.32	30.29	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

July – September 2014 (“3Q14”)

The Group's revenue decreased slightly by 0.6% from \$121.2 million in 3Q13 to \$120.5 million in 3Q14. Revenue from all business segments increased except for the Consumer/IT business segment.

Revenue from the Consumer/IT business segment decreased due to the shut-down of our operations in Sweden.

	3Q14 \$'000	3Q13 \$'000	+ / (-) %
Automotive	28,395	27,537	3.1
Consumer/IT	53,597	58,667	(8.6)
Healthcare	9,759	8,489	15.0
Mould Fabrication	28,713	26,502	8.3
	<u>120,464</u>	<u>121,195</u>	(0.6)

During the period, gross profit decreased by 2.8% from \$15.2 million in 3Q13 to \$14.8 million in 3Q14. Gross margin for 3Q14 was 12.3% compared to 12.6% in 3Q13. The slight decrease in gross margin was due to lower revenue and increase in labor costs.

The increase in marketing and distribution and administration expenses was mainly due to increases in staff costs and premium of \$0.5 million paid for acquisition of right for hedging the US dollars.

The increase in other expenses was due to a foreign exchange loss of \$0.9 million in 3Q14 compared to \$0.4 million in 3Q13.

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

The Group achieved a net profit of \$3.6 million in 3Q14 compared to \$3.8 million in 3Q13. Excluding the foreign exchange loss and the premium paid for the acquisition of right for hedging of US dollars, the net profit would have been \$5.0 million in 3Q14 and \$4.2 million in 3Q13.

CONSOLIDATED BALANCE SHEET

The Group's property, plant and equipment amounted to \$130.2 million as at 30 September 2014 compared to \$136.3 million as at 31 December 2013. Property, plant and equipment were stated net of depreciation charges of \$17.7 million (9 months ended 30 September 2013: \$19.5 million) and partially offset by the additions of \$12.2 million due to capital expenditure for machineries.

The increase in prepayment was mainly due to downpayment for certain capital expenditure.

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 \$112.8 million as at 30 September 2014 (31 December 2013: \$79.2 million) resulting in net cash of \$58.5 million (31 December 13: \$19.5 million).

CONSOLIDATED CASHFLOW STATEMENT

July - September 2014 (“3Q14”)

Net cash generated from operating activities was \$9.4 million for 3Q14, compared to \$23.0 million for 3Q13. Net cash used in investing activities was \$4.0 million in 3Q14 as compared to \$3.7 million in 3Q13. Net cash generated from financing activities was \$26.4 million in 3Q14, mainly due to proceeds from issuance of shares, compared to net cash used in financing activities of \$1.1 million in 3Q13.

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

Little has changed over the quarter. We expect the business environment to remain challenging for the rest of 2014 and into 2015. Rising costs in China and Malaysia where we have large operations, forex volatility and pricing pressure from customers will continue to squeeze margins. However, amidst all these challenges, management continues to drive for higher productivity, efficiency and be selective on projects to offset the cost increases.

In Consumer/IT segment, we expect overall orders to remain sluggish for the rest of the year. Our southern China plants utilization remains our biggest challenge. On a positive note, management has developed new customers and won new projects and mass production will begin in 2015. In Automotive segment, one major customer has delayed the mass production for a major global program to 2016. However, orders from other customers remain stable. Our effort to grow the segment with other components have yielded results. We have won a major new key fob program. The Healthcare segment remains stable. Our Brazil operation has also started mass production as scheduled.

The acquisition of First Engineering has just completed. We have identified a team to integrate the enlarged group and expect to take up to 12 months to optimize resources in operational functions to achieve higher efficiencies.

Although the global economic outlook remains uncertain as a whole, management remains cautiously optimistic and focused on driving and shaping our enlarged group's long term business model to achieve greater profitability on a sustained basis.

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**

14 November 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 third 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