



**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 Sep 2016. These figures have not been audited or reviewed.

(In Singapore dollars)	Jul - Sep 2016 \$'000	Jul - Sep 2015 \$'000	+ / (-) %	Jan - Sep 2016 \$'000	Jan - Sep 2015 \$'000	+ / (-) %
<b>Revenue</b>	<b>172,478</b>	<b>176,527</b>	<b>(2.3)</b>	<b>500,338</b>	<b>496,397</b>	<b>0.8</b>
Cost of sales	(148,038)	(151,247)	(2.1)	(431,087)	(429,212)	0.4
<b>Gross Profit</b>	<b>24,440</b>	<b>25,280</b>	<b>(3.3)</b>	<b>69,251</b>	<b>67,185</b>	<b>3.1</b>
<b>Other items of income</b>						
Interest income	131	143	(8.4)	399	365	9.3
Other income	3,162	11,879	(73.4)	6,807	15,966	(57.4)
<b>Other items of expense</b>						
Marketing and distribution	(3,781)	(3,906)	(3.2)	(10,643)	(11,196)	(4.9)
Administrative expenses	(9,611)	(12,727)	(24.5)	(29,844)	(33,275)	(10.3)
Other expenses	(777)	(1,599)	(51.4)	(10,385)	(3,391)	n.m
Finance costs	(877)	(1,004)	(12.6)	(2,835)	(2,940)	(3.6)
<b>Share of results of joint venture</b>	<b>244</b>	<b>79</b>	<b>n.m.</b>	<b>724</b>	<b>562</b>	<b>28.8</b>
<b>Profit before tax</b>	<b>12,931</b>	<b>18,145</b>	<b>(28.7)</b>	<b>23,474</b>	<b>33,276</b>	<b>(29.5)</b>
Income tax expense	(2,747)	(2,264)	21.3	(5,904)	(4,342)	36.0
<b>Profit for the period</b>	<b>10,184</b>	<b>15,881</b>	<b>(35.9)</b>	<b>17,570</b>	<b>28,934</b>	<b>(39.3)</b>
<b>Profit attributable to:</b>						
Owners of the Company	<b>10,184</b>	<b>15,881</b>	<b>(35.9)</b>	<b>17,570</b>	<b>28,934</b>	<b>(39.3)</b>

Consolidated Statement of comprehensive income for the third quarter ended 30 September 2016. These figures have not been audited or reviewed.

<b>Profit net of tax</b>	10,184	15,881	(35.9)	17,570	28,934	(39.3)
Other comprehensive income						
Foreign currency translation	(1,979)	(3,645)	(45.7)	(15,627)	(2,599)	n.m
Share of foreign currency translation of joint venture	(87)	200	n.m	393	405	(3.0)
<b>Other comprehensive income for the period, net of tax</b>	<b>(2,066)</b>	<b>(3,445)</b>	<b>(40.0)</b>	<b>(15,234)</b>	<b>(2,194)</b>	<b>n.m</b>
<b>Total comprehensive income for the period</b>	<b>8,118</b>	<b>12,436</b>	<b>(34.7)</b>	<b>2,336</b>	<b>26,740</b>	<b>(91.3)</b>
<b>Attributable to:</b>						
Owners of the Company	<b>8,118</b>	<b>12,436</b>	<b>(34.7)</b>	<b>2,336</b>	<b>26,740</b>	<b>(91.3)</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:-*

	Jul - Sep 2016 \$'000	Jul - Sep 2015 \$'000	+ / (-) %	Jan - Sep 2016 \$'000	Jan - Sep 2015 \$'000	+ / (-) %
Depreciation of property, plant and equipment	(7,296)	(7,951)	(8.2)	(22,433)	(24,283)	(7.6)
Reversal /(allowance) of impairment on property, plant and equipment	12	(466)	n.m.	12	(432)	n.m.
Property, plant and equipment written off	(40)	(20)	100.0	(65)	(119)	(45.4)
Gain/(loss) on disposal of property, plant and equipment	4	(16)	n.m.	(134)	(111)	20.7
Loss on disposal of a subsidiary	-	-	n.m.	-	(25)	n.m.
(Allowance)/write-back for inventories obsolescence/foreseeable losses	(66)	(434)	(84.8)	(177)	302	n.m.
Write-back/(allowance) for doubtful debts	92	124	(25.8)	64	(61)	n.m.
Bad debts written-off	-	-	n.m.	(6)	-	n.m.
Amortisation of intangible assets	(382)	(431)	(11.4)	(1,161)	(1,227)	(5.4)
Amortisation of onerous contract	82	90	(8.9)	249	268	(7.1)
Foreign exchange gain	2,274	11,037	(79.4)	510	12,894	(96.0)

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		
	30.09.16 \$'000	31.12.15 \$'000	+ / (-) %	30.09.16 \$'000	31.12.15 \$'000	+ / (-) %
<b>Non-current assets</b>						
Property, plant and equipment	186,903	186,860	0.0	9,810	7,122	37.7
Intangible assets	17,529	18,877	(7.1)	-	-	n.m.
Other investments	8	8	-	-	-	n.m.
Investment in subsidiaries	-	-	n.m.	335,926	335,296	0.2
Investment in joint venture	5,341	5,535	(3.5)	-	-	n.m.
Prepayments	322	383	(15.9)	322	383	(15.9)
Deferred tax assets	372	1,531	(75.7)	-	-	n.m.
	<b>210,475</b>	<b>213,194</b>	<b>(1.3)</b>	<b>346,058</b>	<b>342,801</b>	<b>1.0</b>
<b>Current assets</b>						
Inventories	111,885	106,215	5.3	4,810	4,175	15.2
Prepayments	6,568	4,356	50.8	221	208	6.3
Trade and other receivables	177,507	168,050	5.6	73,195	88,042	(16.9)
Cash and short term deposits	110,446	121,113	(8.8)	2,212	7,639	(71.0)
	<b>406,406</b>	<b>399,734</b>	<b>1.7</b>	<b>80,438</b>	<b>100,064</b>	<b>(19.6)</b>
<b>Less: Current liabilities</b>						
Trade and other payables	175,292	150,493	16.5	81,201	74,512	9.0
Loans and borrowings	69,109	74,043	(6.7)	37,838	38,039	(0.5)
Tax payable	2,996	2,250	33.2	-	-	n.m.
	<b>247,397</b>	<b>226,786</b>	<b>9.09</b>	<b>119,039</b>	<b>112,551</b>	<b>5.76</b>
Net current assets / (liabilities)	159,009	172,948	(8.1)	(38,601)	(12,487)	n.m.
<b>Less: Non-current liabilities</b>						
Other liabilities	1,711	2,072	(17.4)	-	-	n.m.
Loans and borrowings	36,423	45,957	(20.7)	30,237	39,467	(23.4)
Deferred tax liabilities	7,052	7,507	(6.1)	-	-	n.m.
	<b>45,186</b>	<b>55,536</b>	<b>(18.6)</b>	<b>30,237</b>	<b>39,467</b>	<b>(23.4)</b>
<b>Net assets</b>	<b>324,298</b>	<b>330,606</b>	<b>(1.9)</b>	<b>277,220</b>	<b>290,847</b>	<b>(4.7)</b>
<b>Equity attributable to owners of the Company</b>						
Share capital	299,350	299,350	-	299,350	299,350	-
Reserves	24,948	31,256	(20.2)	(22,130)	(8,503)	n.m.
<b>Total equity</b>	<b>324,298</b>	<b>330,606</b>	<b>(1.9)</b>	<b>277,220</b>	<b>290,847</b>	<b>(4.7)</b>

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

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

As at 30.09.2016		As at 31.12.2015	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
4,690	64,419	6,305	67,738

**Amount repayable after one year**

As at 30.09.2016		As at 31.12.2015	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	36,423	-	45,957

**Details of any collateral**

Collateral for secured borrowings is as follows:

- Sunningdale Innovative Technology (Tianjin) Co Ltd's loan of S\$ 1.6 mil (31.12.2015: S\$3.0 mil) is secured by cash and bank balances of the same amount of other subsidiary companies.
- First Engineering (Shanghai) Co Ltd's loan of S\$ 3.1 mil (31.12.2015: S\$3.3 mil) is secured by cash and bank balances of the same amount of other subsidiary companies.

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 2016**

(In Singapore dollars)	Jul - Sep 2016 \$'000	Jul - Sep 2015 \$'000	Jan - Sep 2016 \$'000	Jan - Sep 2015 \$'000
<b>Cash flows from operating activities:</b>				
Profit before tax	12,931	18,145	23,474	33,276
Adjustments for:				
Depreciation of property, plant and equipment	7,296	7,951	22,433	24,283
(Reversal)/allowance of impairment on property, plant and equipment	(12)	466	(12)	432
Property, plant and equipment written off	40	20	65	119
Loss on disposal of a subsidiary	-	-	-	25
(Gain)/loss on disposal of property, plant and equipment	(4)	16	134	111
Allowance/(write-back) for inventories obsolescence/foreseeable	66	434	177	(302)
(Write-back)/allowance for doubtful debts	(92)	(124)	(64)	61
Bad debts written-off	-	-	6	-
Amortisation of intangible assets	382	431	1,161	1,227
Amortisation of onerous contract	(82)	(90)	(249)	(268)
Share of results of joint venture	(244)	(79)	(724)	(562)
Employee share award expenses	231	193	691	577
Interest expense	877	1,004	2,835	2,940
Interest income	(131)	(143)	(399)	(365)
Currency realignment	(151)	(3,034)	(11,252)	(990)
<b>Operating cashflows before changes in working capital</b>	<b>21,107</b>	<b>25,190</b>	<b>38,276</b>	<b>60,564</b>
(Increase)/decrease in inventories	(10,450)	409	(5,847)	(101)
Decrease/(increase) in prepayments	1,134	(185)	(2,151)	(1,152)
Increase in trade and other receivables	(11,650)	(7,969)	(9,345)	(16,885)
Increase in trade and other payables	27,949	6,810	24,567	12,112
<b>Cash flows generated from operations</b>	<b>28,090</b>	<b>24,255</b>	<b>45,500</b>	<b>54,538</b>
Interest paid	(877)	(1,004)	(2,835)	(2,940)
Interest received	131	143	399	365
Income tax paid	(2,213)	(1,537)	(4,676)	(5,197)
<b>Net cash generated from operating activities</b>	<b>25,131</b>	<b>21,857</b>	<b>38,388</b>	<b>46,766</b>
<b>Cash flows from investing activities:</b>				
Purchase of property, plant and equipment	(13,917)	(6,141)	(28,568)	(18,634)
Net proceeds from disposal of property, plant and equipment	141	33	339	100
Net proceeds from disposal of subsidiary	-	-	-	2
Dividend income from a joint venture	525	761	525	761
Acquisition of subsidiary, net of cash acquired	-	(1,172)	-	(1,172)
<b>Net cash used in investing activities</b>	<b>(13,251)</b>	<b>(6,519)</b>	<b>(27,704)</b>	<b>(18,943)</b>
<b>Cash flows from financing activities:</b>				
Proceeds from loans and borrowings	25	3,241	7,525	19,327
Repayment of loans and borrowings	(6,270)	(6,945)	(20,913)	(28,543)
Decrease in bank balances pledged	-	(1,153)	-	(278)
Dividends paid to shareholders	-	-	(9,335)	(7,418)
<b>Net cash used in financing activities</b>	<b>(6,245)</b>	<b>(4,857)</b>	<b>(22,723)</b>	<b>(16,912)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>5,635</b>	<b>10,481</b>	<b>(12,039)</b>	<b>10,911</b>
Cash and cash equivalents at beginning of period	100,078	96,723	114,811	96,193
Effects of exchange rate changes on opening cash and cash equivalent	43	(452)	2,984	(352)
<b>Cash and cash equivalents at end of period</b>	<b>105,756</b>	<b>106,752</b>	<b>105,756</b>	<b>106,752</b>

**Note:**

	30.09.2016	31.12.2015	30.09.2015	31.12.2014
Cash and cash at bank	110,446	121,113	114,147	103,105
Less: Bank balances pledged	(4,690)	(6,302)	(7,395)	(6,912)
<b>Cash and cash equivalents</b>	<b>105,756</b>	<b>114,811</b>	<b>106,752</b>	<b>96,193</b>
	<b>30.06.2016</b>	<b>30.06.2015</b>		
Cash and cash at bank	105,997	102,682		
Less: Bank balances pledged	(5,919)	(5,959)		
<b>Cash and cash equivalents</b>	<b>100,078</b>	<b>96,723</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 2016**

(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 01.01.2015</b>	<b>298,716</b>	<b>163</b>	<b>(3,887)</b>	<b>10,282</b>	<b>305,274</b>
Profit for the period	-	7,052	-	-	7,052
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	8,322	557	8,879
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	203	203
Issue of share under share awards	-	-	-	-	-
Total transactions with owners in their capacity as owners	298,716	7,215	4,435	11,042	321,408
<b>Balance at 31.03.2015</b>	<b>298,716</b>	<b>7,215</b>	<b>4,435</b>	<b>11,042</b>	<b>321,408</b>
Profit for the period	-	6,001	-	-	6,001
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(7,528)	(100)	(7,628)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	181	181
Dividends paid	-	(7,418)	-	-	(7,418)
Total transactions with owners in their capacity as owners	298,716	5,798	(3,093)	11,123	312,544
<b>Balance at 30.06.2015</b>	<b>298,716</b>	<b>5,798</b>	<b>(3,093)</b>	<b>11,123</b>	<b>312,544</b>
Profit for the period	-	15,881	-	-	15,881
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(3,460)	15	(3,445)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	193	193
Transfer to statutory reserve	-	(432)	-	432	-
Total transactions with owners in their capacity as owners	298,716	21,247	(6,553)	11,763	325,173
<b>Balance at 30.09.2015</b>	<b>298,716</b>	<b>21,247</b>	<b>(6,553)</b>	<b>11,763</b>	<b>325,173</b>
<b>Balance at 01.01.2016</b>	<b>299,350</b>	<b>33,423</b>	<b>(14,138)</b>	<b>11,971</b>	<b>330,606</b>
Profit for the period	-	3,577	-	-	3,577
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(4,276)	(312)	(4,588)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	230	230
Transfer to statutory reserve	-	(107)	-	107	-
Total transactions with owners in their capacity as owners	299,350	36,893	(18,414)	11,996	329,825
<b>Balance at 31.03.2016</b>	<b>299,350</b>	<b>36,893</b>	<b>(18,414)</b>	<b>11,996</b>	<b>329,825</b>
Profit for the period	-	3,809	-	-	3,809
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(8,204)	(376)	(8,580)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	230	230
Transfer to statutory reserve	-	(80)	-	80	-
Dividends paid	-	(9,335)	-	-	(9,335)
Total transactions with owners in their capacity as owners	299,350	31,287	(26,618)	11,930	315,949
<b>Balance at 30.06.2016</b>	<b>299,350</b>	<b>31,287</b>	<b>(26,618)</b>	<b>11,930</b>	<b>315,949</b>
Profit for the period	-	10,184	-	-	10,184
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(2,066)	-	(2,066)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	231	231
Total transactions with owners in their capacity as owners	299,350	41,471	(28,684)	12,161	324,298
<b>Balance at 30.09.2016</b>	<b>299,350</b>	<b>41,471</b>	<b>(28,684)</b>	<b>12,161</b>	<b>324,298</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 01.01.2015</b>	<b>298,716</b>	<b>(14,240)</b>	<b>770</b>	<b>285,246</b>
Profit for the period	-	2,310	-	2,310
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	203	203
Total transactions with owners in their capacity as owners	298,716	(11,930)	973	287,759
<b>Balance at 31.03.2015</b>	<b>298,716</b>	<b>(11,930)</b>	<b>973</b>	<b>287,759</b>
Loss for the period	-	(3,099)	-	(3,099)
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	181	181
Dividends paid	-	(7,418)	-	(7,418)
Total transactions with owners in their capacity as owners	298,716	(22,447)	1,154	277,423
<b>Balance at 30.06.2015</b>	<b>298,716</b>	<b>(22,447)</b>	<b>1,154</b>	<b>277,423</b>
Profit for the period	-	687	-	687
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	193	193
Total transactions with owners in their capacity as owners	298,716	(21,760)	1,347	278,303
<b>Balance at 30.09.2015</b>	<b>298,716</b>	<b>(21,760)</b>	<b>1,347</b>	<b>278,303</b>
<b>Balance at 01.01.2016</b>	<b>299,350</b>	<b>(9,451)</b>	<b>948</b>	<b>290,847</b>
Loss for the period	-	(2,878)	-	(2,878)
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	230	230
Total transactions with owners in their capacity as owners	299,350	(12,329)	1,178	288,199
<b>Balance at 31.03.2016</b>	<b>299,350</b>	<b>(12,329)</b>	<b>1,178</b>	<b>288,199</b>
Loss for the period	-	(631)	-	(631)
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	230	230
Dividends paid	-	(9,335)	-	(9,335)
Total transactions with owners in their capacity as owners	299,350	(22,295)	1,408	278,463
<b>Balance at 30.06.2016</b>	<b>299,350</b>	<b>(22,295)</b>	<b>1,408</b>	<b>278,463</b>
Loss for the period	-	(1,474)	-	(1,474)
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	231	231
Total transactions with owners in their capacity as owners	299,350	(23,769)	1,639	277,220
<b>Balance at 30.09.2016</b>	<b>299,350</b>	<b>(23,769)</b>	<b>1,639</b>	<b>277,220</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
Balance as at 31.12.2015	186,705,736
Balance as at 30.09.2016	186,705,736

As at 30.09.2016, the share capital of the Company comprised 186,705,736 shares.

The number of shares that may be issued on conversion of share awards as at 30.09.2016 was 3,969,100 (31.12.2015: 3,969,100) 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 30.09.2016 (as at 31.12.2015 : 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 30.09.2016

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 31.12.2015 as well as applicable Financial Reporting Standards (FRS) which became effective for financial years beginning on or after 01.01.2016.

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 2016	3rd Qtr 2015	9 mths ended 30.09.2016	9 mths ended 30.09.2015
Earnings per ordinary share (EPS) for the period based on net profit attributable to				
(a) on weighted average number of ordinary shares (cents)	5.45	8.56	9.41	15.60
(b) on a fully diluted basis (cents)	5.34	8.39	9.21	15.28

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 186,705,736 (3Q2015: 185,464,536, 9 mths ended 30.09.2015: 185,464,536 ) for the 3rd quarter ended 30.09.2016 and 9 mths ended 30.09.2016.

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 30.09.2016. The adjusted weighted average number of ordinary shares is 190,674,836 (3Q2015: 189,254,336, 9 mths ended 30.09.2015:189,365,105) for the 3rd quarter ended 30.09.2016 and 9 mths ended 30.09.2016.

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**

Net asset value per ordinary share	Group		Company	
	At 30.09.16	At 31.12.15	At 30.09.16	At 31.12.15
Net asset value per ordinary share based on existing issued share capital as at the end of period (\$)	1.74	1.77	1.48	1.56

  

Net tangible asset value per ordinary share	Group		Company	
	At 30.09.16	At 31.12.15	At 30.09.16	At 31.12.15
Net tangible asset value per ordinary share based on existing issued share capital as at the end of period (\$)	1.64	1.67	1.48	1.56

- 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 2016 (“3Q16”)

The Group's revenue decreased 2.3% year-on-year (“yoy”) from \$176.5 million for 3Q15 to \$172.5 million for 3Q16. The decrease in revenue came from the Healthcare and Mould Fabrication business segments.

The decrease in revenue from the Healthcare business segment was due to a decrease in orders. The decrease in revenue from the Mould Fabrication business segment was due to lesser orders billed and recognised to profit and loss during the period.

	<u>Jul - Sep 2016</u>	<u>Jul - Sep 2015</u>	<u>Inc/(Dec)</u>
	\$'000	\$'000	%
Automotive	61,687	57,656	7.0
Consumer/IT	72,811	72,454	0.5
Healthcare	11,344	12,441	(8.8)
Mould Fabrication	26,636	33,976	(21.6)
	<u>172,478</u>	<u>176,527</u>	(2.3)

The Group's gross profit decreased by 3.3% yoy from \$25.3 million for 3Q15 to \$24.4 million for 3Q16. Gross profit margin decreased slightly from 14.3% for 3Q15 to 14.2% for 3Q16.

The decrease in other income was due to a foreign exchange gain of \$2.3 million for 3Q16 compared to \$11.0 million for 3Q15.

The decrease in administration costs resulted from the integration of FEL group and cost rationalisation.

The decrease in other expenses was mainly due to an impairment allowance on property, plant and equipment of \$0.5 million for 3Q15.

The Group achieved a net profit of \$10.2 million for 3Q16 compared to \$15.9 million for 3Q15. Excluding foreign exchange gains, and the reversal of/allowance for impairment loss on property, plant and equipment, net profit would have been \$7.9 million for 3Q16 and \$5.3 million for 3Q15, representing a 48.7% yoy increase.

	<u>Jul - Sep 2016</u>	<u>Jul - Sep 2015</u>	<u>Inc/(Dec)</u>
	\$'000	\$'000	%
Profit for the period reported	10,184	15,881	(35.9)
Adjustments:			
Foreign exchange gain	(2,274)	(11,037)	(79.4)
(Reversal of)/allowance for impairment loss on property, plant and equipment	(12)	466	n.m.
	<u>7,898</u>	<u>5,310</u>	48.7

### **CONSOLIDATED BALANCE SHEET**

The Group's property, plant and equipment amounted to \$186.9 million as at 30 September 2016, and as at 31 December 2015. Property, plant and equipment were stated net of depreciation charges of \$22.4 million (9M15: \$24.3 million) and partially offset by the addition of \$28.7 million in capital expenditure for machineries, building and currency re-alignment.

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

The Group maintained a cash balance of \$110.4 million as at 30 September 2016 (31 December 2015: \$121.1 million), resulting in a net cash position of \$4.9 million (31 December 2015: \$1.1 million), after accounting for loans and borrowings of \$105.5 million (31 December 2015: \$120.0 million).

### **CONSOLIDATED CASHFLOW STATEMENT**

#### July - September 2016 (“3Q16”)

Net cash generated from operating activities was \$25.1 million for 3Q16, compared to \$21.9 million for 3Q15. Net cash used in investing activities was \$13.3 million for 3Q16 compared to \$6.5 million for 3Q15 due to payments for the purchase of property, plant and equipment.

Net cash used in financing activities was \$6.2 million for 3Q16, compared to \$4.9 million for 3Q15.

- 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**

Global growth remains subdued as economic activity continues to decline while rising uncertainty provides additional business headwinds. Amidst this challenging business environment, the Group continues to face pricing pressure from customers along with rising labour costs. In spite of this, the Group remains focused on streamlining operations and enhancing productivity in order to adopt a leaner business model.

Pertaining to business operations, the order backlog in the Automotive segment remains robust. Similarly, the Group's Healthcare segment remains stable and production is expected to ramp up in the fourth quarter following a key customer's shift in production from 3Q16 to end-4Q16.

Conversely, the Group's Consumer/IT segment is expected to remain sluggish due to the competitive landscape and uncertain global economic outlook. The year-on-year decline in the Group's Mould Fabrication segment was the result of an exceptionally strong quarter in the preceding year and difficult market conditions. Overall, the order backlog in the Group's Mould Fabrication segment remains stable, supported by a diverse customer base and wide product mix offering.

As a follow-up to the Group's preceding quarter's announcement, the construction of a manufacturing plant in Chuzhou, China remains on track for completion by end-2016.

Backed by a global manufacturing footprint and strong engineering capabilities, the Group continues to receive enquiries from customers who are confident in the Group's ability to handle projects across different geographic regions. While remaining cautious of business headwinds such as rising labour costs and foreign exchange volatility, the Group's focus on enhancing long-term shareholder value remains on track as it strives to build a sustainable and profitable business model.

**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**

**27 October 2016**

**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 2016 to be false or misleading.

On behalf of the board of directors

**KOH BOON HWEE**  
Non-Executive Chairman

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

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

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