



Financial Statement Announcement for the Year Ended 31 December 2017

**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 financial year ended 31 December 2017. These figures have not been audited or reviewed.

(In Singapore dollars)	Oct - Dec 2017 \$'000	Oct - Dec 2016 \$'000	+ / (-) %	Jan - Dec 2017 \$'000	Jan - Dec 2016 \$'000	+ / (-) %
<b>Revenue</b>	<b>187,040</b>	<b>184,119</b>	<b>1.6</b>	<b>724,545</b>	<b>684,457</b>	<b>5.9</b>
Cost of sales	(162,000)	(159,035)	1.9	(619,012)	(590,122)	4.9
<b>Gross profit</b>	<b>25,040</b>	<b>25,084</b>	<b>(0.2)</b>	<b>105,533</b>	<b>94,335</b>	<b>11.9</b>
<b>Other items of income</b>						
Interest income	116	111	4.5	366	498	(26.5)
Other income	1,687	15,837	(89.3)	5,176	19,190	(73.0)
<b>Other items of expense</b>						
Marketing and distribution	(3,527)	(3,652)	(3.4)	(14,827)	(14,295)	3.7
Administrative expenses	(10,556)	(10,396)	1.5	(40,285)	(40,240)	0.1
Other expenses	(3,697)	(2,744)	34.7	(14,475)	(9,675)	49.6
Finance costs	(895)	(702)	27.5	(3,346)	(3,525)	(5.1)
<b>Share of results of joint venture</b>	<b>532</b>	<b>218</b>	<b>144.0</b>	<b>1,223</b>	<b>942</b>	<b>29.8</b>
<b>Profit before tax</b>	<b>8,700</b>	<b>23,756</b>	<b>(63.4)</b>	<b>39,365</b>	<b>47,230</b>	<b>(16.7)</b>
Income tax expense	(953)	(2,255)	(57.7)	(8,005)	(8,159)	(1.9)
<b>Profit for the period</b>	<b>7,747</b>	<b>21,501</b>	<b>(64.0)</b>	<b>31,360</b>	<b>39,071</b>	<b>(19.7)</b>
<b>Profit attributable to:</b>						
Owners of the Company	<b>7,747</b>	<b>21,501</b>	<b>(64.0)</b>	<b>31,360</b>	<b>39,071</b>	<b>(19.7)</b>

Consolidated statement of comprehensive income for the financial year ended 31 December 2017. These figures have not been audited or reviewed.

<b>Profit net of tax</b>	<b>7,747</b>	<b>21,501</b>	<b>(64.0)</b>	<b>31,360</b>	<b>39,071</b>	<b>(19.7)</b>
Other comprehensive income						
Foreign currency translation	2,899	5,825	(50.2)	(1,400)	(9,802)	(85.7)
Share of foreign currency translation of joint venture	(29)	(526)	(94.5)	(276)	(133)	107.7
<b>Other comprehensive income for the period, net of tax</b>	<b>2,870</b>	<b>5,299</b>	<b>(45.8)</b>	<b>(1,676)</b>	<b>(9,935)</b>	<b>(83.1)</b>
<b>Total comprehensive income for the period</b>	<b>10,617</b>	<b>26,800</b>	<b>(60.4)</b>	<b>29,684</b>	<b>29,136</b>	<b>1.9</b>
<b>Attributable to:</b>						
Owners of the Company	<b>10,617</b>	<b>26,800</b>	<b>(60.4)</b>	<b>29,684</b>	<b>29,136</b>	<b>1.9</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:-**

	Oct - Dec 2017 \$'000	Oct - Dec 2016 \$'000	+ / ( - ) %	Jan - Dec 2017 \$'000	Jan - Dec 2016 \$'000	+ / ( - ) %
Depreciation of property, plant and equipment	(7,612)	(7,130)	6.8	(28,883)	(29,563)	(2.3)
Reversal/(allowance) for impairment on property, plant and equipment	99	(12)	n.m.	99	-	n.m.
Property, plant and equipment written off	(48)	(41)	17.1	(265)	(106)	150.0
(Loss)/gain on disposal of property, plant and equipment	(39)	5,118	(100.8)	342	4,984	(93.1)
Write back/(allowance) for inventories obsolescence/foreseeable losses	167	(569)	(129.3)	(780)	(746)	4.6
Allowance for doubtful debts	(257)	(1,320)	(80.5)	(226)	(1,256)	(82.0)
Bad debts written-off	(1)	(582)	(99.8)	(1)	(588)	(99.8)
Amortisation of intangible assets	(370)	(392)	(5.6)	(1,542)	(1,553)	(0.7)
Reversal of provision for onerous contract	79	84	(6.0)	330	333	(0.9)
Foreign exchange (loss)/gain	(2,808)	8,442	(133.3)	(10,647)	8,952	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		
	31.12.2017 \$'000	31.12.2016 \$'000	+ / (-) %	31.12.2017 \$'000	31.12.2016 \$'000	+ / (-) %
<b>Non-current assets</b>						
Property, plant and equipment	193,865	191,608	1.2	10,038	9,841	2.0
Intangible assets	15,583	17,444	(10.7)	-	-	n.m.
Other investments	1,428	8	n.m.	-	-	n.m.
Investment in subsidiaries	-	-	n.m.	338,254	335,950	0.7
Investment in joint venture	6,077	5,269	15.3	-	-	n.m.
Prepayments	260	301	(13.6)	260	301	(13.6)
Other receivables	-	-	n.m.	30,661	-	n.m.
Deferred tax assets	2,471	1,598	54.6	-	-	n.m.
	<b>219,684</b>	<b>216,228</b>	<b>1.6</b>	<b>379,213</b>	<b>346,092</b>	<b>9.6</b>
<b>Current assets</b>						
Inventories	146,014	114,937	27.0	4,483	3,661	22.5
Prepayments	5,476	4,947	10.7	664	455	45.9
Trade and other receivables	211,848	197,145	7.5	46,899	84,192	(44.3)
Cash and short term deposits	105,281	115,255	(8.7)	7,654	7,824	(2.2)
	<b>468,619</b>	<b>432,284</b>	<b>8.4</b>	<b>59,700</b>	<b>96,132</b>	<b>(37.9)</b>
<b>Less: Current liabilities</b>						
Trade and other payables	206,070	183,871	12.1	62,091	80,578	(22.9)
Loans and borrowings	60,819	64,564	(5.8)	30,197	35,262	(14.4)
Tax payable	2,691	3,933	(31.6)	-	-	n.m.
	<b>269,580</b>	<b>252,368</b>	<b>6.8</b>	<b>92,288</b>	<b>115,840</b>	<b>(20.3)</b>
Net current assets / (liabilities)	199,039	179,916	10.6	(32,588)	(19,708)	65.4
<b>Less: Non-current liabilities</b>						
Other liabilities	2,164	1,571	37.7	-	-	n.m.
Loans and borrowings	42,861	35,194	21.8	26,787	29,827	(10.2)
Deferred tax liabilities	7,574	8,062	(6.1)	-	-	n.m.
	<b>52,599</b>	<b>44,827</b>	<b>17.3</b>	<b>26,787</b>	<b>29,827</b>	<b>(10.2)</b>
<b>Net assets</b>	<b>366,124</b>	<b>351,317</b>	<b>4.2</b>	<b>319,838</b>	<b>296,557</b>	<b>7.9</b>
<b>Equity attributable to owners of the Company</b>						
Share capital	301,015	300,146	0.3	301,015	300,146	0.3
Reserves	65,109	51,171	27.2	18,823	(3,589)	n.m.
<b>Total equity</b>	<b>366,124</b>	<b>351,317</b>	<b>4.2</b>	<b>319,838</b>	<b>296,557</b>	<b>7.9</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 31.12.2017		As at 31.12.2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,641	59,178	1,673	62,891

Amount repayable after one year

As at 31.12.2017		As at 31.12.2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	42,861	4	35,190

Details of any collateral

Collateral for secured borrowings is as follows:

- Sunningdale Innovative Technology (Tianjin) Co Ltd's loan of \$1.6 million (31.12.2016: \$1.7 million) is secured by cash and bank balances of the same amount of other subsidiary companies.
- The finance lease of \$0.004 million (31.12.2016: \$0.004 million) recorded by SIA Skan Tooling 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 financial year ended 31 December 2017**

(In Singapore dollars)	Oct - Dec 2017 \$'000	Oct - Dec 2016 \$'000	Jan - Dec 2017 \$'000	Jan - Dec 2016 \$'000
<b>Cash flows from operating activities:</b>				
Profit before tax	8,700	23,756	39,365	47,230
Adjustments for:				
Depreciation of property, plant and equipment	7,612	7,130	28,883	29,563
(Reversal)/allowance for impairment on property, plant and equipment	(99)	12	(99)	-
Property, plant and equipment written off	48	41	265	106
Loss/(gain) on disposal of property, plant and equipment	39	(5,118)	(342)	(4,984)
(Write back)/allowance for inventories obsolescence/foreseeable losses	(167)	569	780	746
Allowance for doubtful debts	257	1,320	226	1,256
Bad debts written-off	1	582	1	588
Amortisation of intangible assets	370	392	1,542	1,553
Reversal of provision for onerous contract	(79)	(84)	(330)	(333)
Share of results of joint venture	(532)	(218)	(1,223)	(942)
Provision for retrenchment costs	34	1,888	367	6,526
Employee share award expenses	303	219	1,108	910
Interest expense	895	702	3,346	3,525
Interest income	(116)	(111)	(366)	(498)
Currency realignment	1,766	(592)	2,929	(5,877)
<b>Operating cashflows before changes in working capital</b>	<b>19,032</b>	<b>30,488</b>	<b>76,452</b>	<b>79,369</b>
Decrease/(increase) in inventories	668	(3,621)	(31,857)	(9,468)
(Increase)/decrease in prepayments	(339)	1,642	(488)	(509)
Increase in trade and other receivables	(14,517)	(21,504)	(14,929)	(30,849)
Decrease in trade and other payables	404	3,691	20,158	28,258
<b>Cash flows from operations</b>	<b>5,248</b>	<b>10,696</b>	<b>49,336</b>	<b>66,801</b>
Interest paid	(895)	(702)	(3,346)	(3,525)
Interest received	116	111	366	498
Income tax paid	(1,864)	(1,508)	(9,709)	(6,184)
Retrenchment costs paid	(34)	(128)	(367)	(4,766)
<b>Net cash flows from operating activities</b>	<b>2,571</b>	<b>8,469</b>	<b>36,280</b>	<b>52,824</b>
<b>Cash flows from investing activities:</b>				
Purchase of property, plant and equipment	(8,857)	(7,463)	(33,871)	(36,031)
Net proceeds from disposal of property, plant and equipment	29	6,933	2,892	7,272
Net proceeds from disposal of other investment	-	-	1	-
Dividend income from joint venture	-	550	140	1,075
Purchase of other investments	-	-	(1,421)	-
<b>Net cash flows (used in)/from investing activities</b>	<b>(8,828)</b>	<b>20</b>	<b>(32,259)</b>	<b>(27,684)</b>
<b>Cash flows from financing activities:</b>				
Proceeds from loans and borrowings	25,378	2,114	40,808	9,639
Repayment of loans and borrowings	(24,379)	(9,904)	(35,662)	(30,817)
Decrease in bank balances pledged	-	4,381	-	4,381
Dividends paid to shareholders	-	-	(15,985)	(9,335)
<b>Net cash flows from/(used in) financing activities</b>	<b>999</b>	<b>(3,409)</b>	<b>(10,839)</b>	<b>(26,132)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(5,258)</b>	<b>5,080</b>	<b>(6,818)</b>	<b>(992)</b>
Cash and cash equivalents at beginning of period	108,365	105,756	113,024	114,811
Effects of exchange rate changes on cash and cash equivalent	(156)	2,188	(3,255)	(795)
<b>Cash and cash equivalents at end of period</b>	<b>102,951</b>	<b>113,024</b>	<b>102,951</b>	<b>113,024</b>
<b>Note:</b>				
	<b>31.12.2017</b>	<b>31.12.2016</b>	<b>30.09.2016</b>	<b>31.12.2015</b>
Cash and cash at bank	105,281	115,255	110,446	121,113
Less: Bank overdraft	(693)	(562)	-	-
Less: Bank balances pledged	(1,637)	(1,669)	(4,690)	(6,302)
<b>Cash and cash equivalents</b>	<b>102,951</b>	<b>113,024</b>	<b>105,756</b>	<b>114,811</b>
	<b>30.09.2017</b>	<b>30.06.2016</b>		
Cash and cash at bank	111,009	105,997		
Less: Bank overdraft	(1,007)	-		
Less: Bank balances pledged	(1,637)	(5,919)		
<b>Cash and cash equivalents</b>	<b>108,365</b>	<b>100,078</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 financial ended 31 December 2017

(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 01.01.2016</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	-
<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)
<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
<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>
Profit for the period	-	21,501	-	-	21,501
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	5,196	103	5,299
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	219	219
Issue of share under share awards	796	-	-	(796)	-
Transfer to statutory reserve	-	(1,045)	-	1,045	-
Dividends paid	-	-	-	-	-
<b>Balance at 31.12.2016</b>	<b>300,146</b>	<b>61,927</b>	<b>(23,488)</b>	<b>12,732</b>	<b>351,317</b>

(In Singapore dollars)

1(d)(i)  
(Cont'd) 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 01.01.2017</b>	<b>300,146</b>	<b>61,927</b>	<b>(23,488)</b>	<b>12,732</b>	<b>351,317</b>
Profit for the period	-	7,698	-	-	7,698
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(9,431)	(274)	(9,705)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	269	269
Transfer to statutory reserve	-	(138)	-	138	-
<b>Balance at 31.03.2017</b>	<b>300,146</b>	<b>69,487</b>	<b>(32,919)</b>	<b>12,865</b>	<b>349,579</b>
Profit for the period	-	8,199	-	-	8,199
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	3,740	79	3,819
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	267	267
Dividends paid	-	(11,283)	-	-	(11,283)
<b>Balance at 30.06.2017</b>	<b>300,146</b>	<b>66,403</b>	<b>(29,179)</b>	<b>13,211</b>	<b>350,581</b>
Profit for the period	-	7,716	-	-	7,716
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	1,219	121	1,340
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	269	269
Transfer to statutory reserve	-	(71)	-	71	-
Dividends paid	-	(4,702)	-	-	(4,702)
<b>Balance at 30.09.2017</b>	<b>300,146</b>	<b>69,346</b>	<b>(27,960)</b>	<b>13,672</b>	<b>355,204</b>
Profit for the period	-	7,747	-	-	7,747
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	2,840	30	2,870
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	303	303
Issue of share under share awards	869	-	-	(869)	-
Transfer to statutory reserve	-	(944)	-	944	-
<b>Balance at 31.12.2017</b>	<b>301,015</b>	<b>76,149</b>	<b>(25,120)</b>	<b>14,080</b>	<b>366,124</b>

(In Singapore dollars)

1(d)(i)  
(cont')

**Company**

**Attributable to owners of the Company**

	<b>Share Capital</b>	<b>Retained Earnings</b>	<b>Other Reserve</b>	<b>Total</b>
	\$'000	\$'000	\$'000	\$'000
<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
<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)
<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
<b>Balance at 30.09.2016</b>	<b>299,350</b>	<b>(23,769)</b>	<b>1,639</b>	<b>277,220</b>
Profit for the period	-	19,118	-	19,118
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	219	219
Issue of share under share awards	796	-	(796)	-
<b>Balance at 31.12.2016</b>	<b>300,146</b>	<b>(4,651)</b>	<b>1,062</b>	<b>296,557</b>
<b>Balance at 01.01.2017</b>	<b>300,146</b>	<b>(4,651)</b>	<b>1,062</b>	<b>296,557</b>
Profit for the period	-	4,354	-	4,354
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	269	269
<b>Balance at 31.03.2017</b>	<b>300,146</b>	<b>(297)</b>	<b>1,331</b>	<b>301,180</b>
Loss for the period	-	7,175	-	7,175
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	267	267
Dividends paid	-	(11,283)	-	(11,283)
<b>Balance at 30.06.2017</b>	<b>300,146</b>	<b>(4,405)</b>	<b>1,598</b>	<b>297,339</b>
Loss for the period	-	1,342	-	1,342
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	269	269
Dividends paid	-	(4,702)	-	(4,702)
<b>Balance at 30.09.2017</b>	<b>300,146</b>	<b>(7,765)</b>	<b>1,867</b>	<b>294,248</b>
Profit for the period	-	25,287	-	25,287
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	303	303
Issue of share under share awards	869	-	(869)	-
<b>Balance at 31.12.2017</b>	<b>301,015</b>	<b>17,522</b>	<b>1,301</b>	<b>319,838</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

<b>Issued and fully paid</b>	<b>Ordinary Share</b>
<b>Balance as at 31.12.2016</b>	<b>188,055,336</b>
Issue of shares to employees under STL RSP on 19.12.2017	1,150,000
<b>Balance as at 31.12.2017</b>	<b>189,205,336</b>

As at 31.12.2017, the share capital of the Company comprised 189,205,336 ordinary shares.

The number of shares that may be issued on conversion of share awards as at 31.12.2017 was 3,501,500 (31.12.2016: 3,957,500) 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 31.12.2017 (31.12.2016 : 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 31.12.2017

**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 year ended 31.12.2016 as well as new and revised applicable standards which became effective for financial years beginning on or after 01.01.2017.

**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 standards 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	
	4th Qtr 17	4th Qtr 16	12 mths ended 31.12.2017	12 mths ended 31.12.2016
Earnings per ordinary share (EPS) for the period based on net profit attributable to				
(a) on weighted average number of ordinary shares (cents)	4.12	11.42	16.67	20.91
(b) on a fully diluted basis (cents)	4.03	11.22	16.32	20.49

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 188,217,836 and 188,110,098 (4Q16: 188,302,411 and 12 months ended 31.12.2016 : 186,864,296) for the 4th quarter ended 31.12.2017 and 12 months ended 31.12.2017 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 31.12.2017. The adjusted weighted average number of ordinary shares is 192,314,227 and 192,108,162 (4Q16: 191,637,689 and 12 months ended 31.12.2016 : 190,674,074) for 4th quarter ended 31.12.2017 and 12 months ended 31.12.2017.

**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 31.12.2017	At 31.12.2016	At 31.12.2017	At 31.12.2016
Net asset value per ordinary share				
Net asset value per ordinary share based on existing issued share capital as at the end of period (\$)	1.94	1.87	1.69	1.58

	Group		Company	
	At 31.12.2017	At 31.12.2016	At 31.12.2017	At 31.12.2016
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 (\$)	1.85	1.78	1.69	1.58



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

#### October - December 2017 ("4Q17")

The Group's revenue increased 1.6% year-on-year ("yoy") from \$184.1 million for 4Q16 to \$187.0 million for 4Q17. The Group reported an increase in revenue from all business segments except for Consumer/IT. The decrease in revenue from the Consumer/IT segment was due to multiple customers advancing orders scheduled for 4Q17 to earlier quarters and a decline in average selling price for certain projects due to a change in materials used in production.

	Oct - Dec 2017 \$'000	Oct - Dec 2016 \$'000	Inc/(Dec) %
Automotive	67,708	64,322	5.3
Consumer/IT	70,970	76,900	(7.7)
Healthcare	13,513	12,360	9.3
Mould Fabrication	34,849	30,537	14.1
	<u>187,040</u>	<u>184,119</u>	1.6

Gross profit decreased marginally by 0.2% yoy from \$25.1 million for 4Q16 to \$25.0 million for 4Q17. Correspondingly, the Group's gross profit margin decreased from 13.6% for 4Q16 to 13.4% for 4Q17.

The decrease in other income was due to a gain on the disposal of property, plant and equipment ("PPE") of \$5.1 million for 4Q16 and a foreign exchange gain of \$8.4 million for 4Q16, while foreign exchange loss of \$2.8 million for 4Q17 was recorded.

The Group achieved a net profit of \$7.7 million for 4Q17 compared to \$21.5 million for 4Q16. Excluding foreign exchange loss/(gain), retrenchment costs and loss/(gain) from the disposal of PPE, net profit would have been \$10.6 million for 4Q17 and \$9.8 million for 4Q16, representing a 8.1% increase.

	Oct - Dec 2017 \$'000	Oct - Dec 2016 \$'000	Inc/(Dec) %
Profit for the period reported	7,747	21,501	(64.0)
Adjustments:			
Foreign exchange loss/(gain)	2,808	(8,442)	(133.3)
Retrenchment costs	34	1,888	(98.2)
Gain on disposal of PPE	39	(5,118)	(100.8)
	<u>10,628</u>	<u>9,829</u>	8.1

#### January – December 2017 ("FY17")

The Group's revenue increased 5.9% yoy from \$684.5 million for FY16 to \$724.5 million for FY17. The Group reported an increase in revenue from all business segments.

	FY 2017 \$'000	FY2016 \$'000	Inc/(Dec) %
Automotive	263,789	245,446	7.5
Consumer/IT	284,795	272,980	4.3
Healthcare	51,673	48,452	6.6
Mould Fabrication	124,288	117,579	5.7
	<u>724,545</u>	<u>684,457</u>	5.9

The Group's gross profit increased by 11.9% yoy from \$94.3 million for FY16 to \$105.5 million for FY17. Gross profit margin increased from 13.8% for FY16 to 14.6% for FY17.

The decrease in other income was due to a gain on the disposal of property, plant and equipment ("PPE") of \$5.0 million for FY16 and a foreign exchange gain of \$9.0 million for FY16, while foreign exchange losses amounting to \$10.6 million for FY17 was recorded.

The Group achieved a net profit of \$31.4 million for FY17 compared to \$39.1 million for FY16. Excluding foreign exchange loss/(gain), gains on the disposal of PPE and retrenchment costs, net profit would have been \$42.0 million for FY17 and \$31.7 million for FY16, representing a 32.8% yoy increase.

	FY2017 \$'000	FY2016 \$'000	Inc/(Dec) %
Profit for the period reported	31,360	39,071	(19.7)
Adjustments:			
Foreign exchange loss/(gain)	10,647	(8,952)	(218.9)
Gain on disposal of property, plant and equipment	(342)	(4,984)	(93.1)
Retrenchment cost	367	6,526	(94.4)
	<u>42,032</u>	<u>31,661</u>	32.8

### **CONSOLIDATED BALANCE SHEET**

The Group's property, plant and equipment ("PPE") amounted to \$193.9 million as at 31 December 2017, compared to \$191.6 million as at 31 December 2016. PPE were stated net of depreciation charges of \$28.9 million (FY16: \$29.6 million), partially offset by currency re-alignment and the addition of \$36.8 million (FY16: \$39.2 million) in capital expenditure for machineries and buildings.

The increase in inventories was due to preparations for new project launches and the building up of safety stock. The increase in trade and other receivables and trade and other payables were in line with the increase in revenue. Additionally, this increase was due to several customers delaying payments to January 2018 and for the purchase of PPE.

The Group maintained a cash balance of \$105.3 million as at 31 December 2017 (31 December 2016: \$115.3 million). This resulted in a net cash position of \$1.6 million (31 December 2016: \$15.5 million) after accounting for loans and borrowings amounting to \$103.7 million (31 December 2016: \$99.8 million). The decrease in the Group's net cash position was due to a foreign currency translation loss of \$3.3 million on the opening balance of cash and cash at banks, payment of capital expenditure of \$33.9 million (FY16: \$36.0 million), payment of dividends amounting to \$16.0 million (FY16: \$9.3 million) and a \$2.0 million loan to a joint venture.

### **CONSOLIDATED CASHFLOW STATEMENT**

#### **October - December 2017 ("4Q17")**

Net cash from operating activities amounted to \$2.6 million for 4Q17, compared to \$8.5 million for 4Q16. Net cash used in investing activities amounted to \$8.8 million for 4Q17 compared to \$20,000 for 4Q16 due to proceeds from the disposal of a building in 4Q16.

Net cash generated from financing activities was \$1.0 million for 4Q17 mainly due to additional loans obtained to finance the construction of the Group's new factory in Penang. In comparison, net cash used in financing activities amounted to \$3.4 million for 4Q16 which was mainly due to the repayment of loans.

#### **January - December 2017 ("FY17")**

Net cash generated from operating activities was \$36.3 million for FY17, compared to \$52.8 million for FY16. Net cash used in investing activities was \$32.3 million for FY17 compared to \$27.7 million for FY16 mainly due to the purchase of other investments amounting to \$1.4 million (FY16: nil) and payment for property, plant and equipment amounting to \$33.9 million for FY17 (FY16: \$36.0 million) which was partially offset by net proceeds on the disposal of property, plant and equipment of \$2.9 million (FY16: \$7.3 million).

Net cash used in financing activities was \$10.8 million for FY17, compared to \$26.1 million for FY16.

### **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 economic environment continues to present challenges to the Group's global operations. In addition to foreign exchange rate volatility and rising labour costs, the business landscape has become increasingly competitive while global growth remains subdued.

Against this backdrop, the Group has focused on improving its core operations through initiatives aimed at boosting productivity and increasing operational efficiency. Concurrently, the Group continues to sharpen its competitive edge by investing into technology and developing new engineering capabilities to ensure long-term sustainable growth.

Backed by a manufacturing footprint which spans across nine countries, the Group's business development initiatives have gained traction as customers are confident in the Group's ability to handle projects on a global scale. Moreover, the Group has continued to focus on diversifying its multinational customer base and broadening its product mix by leveraging on its world-class capabilities. These efforts have translated to a stable order book across the Group's Automotive, Consumer/IT, Healthcare, and Mould Fabrication segments.

While continuing its long-term growth trajectory, the Group continues to optimise resources across its manufacturing locations while adopting a prudent approach in progressively adding capacity with new contract wins. In Penang, Malaysia, the Group will open its new 15,000 square metre manufacturing site before the end of the first quarter of 2018. Strategically located to gain closer proximity to key customers, this new plant will service customers across the Automotive, Consumer/IT and Healthcare segments.

Looking ahead, the Group expects the business environment to remain subdued while macroeconomic headwinds create added uncertainty. While staying vigilant to industry challenges, the Group is cautiously optimistic as its overall strategy of building a business model that is both sustainable and profitable for the long-term is on track.

**11 Dividend**

**(a) Current Financial Period Reported On**

**Any dividend recommended for the current financial period reported on? Yes**

Name of Dividend:	Ordinary
Dividend Type:	Final
Dividend Amount per Share (in cents):	4.5 cents per ordinary share
Tax rate:	Tax exempt one-tier

**(b) Corresponding Period of the Immediately Preceding Financial Year**

**Any dividend declared for the corresponding period of the immediately preceding financial year? Yes**

Name of Dividend:	Ordinary
Dividend Type:	Final
Dividend Amount per Share (in cents)	6.0 cents per ordinary share
Tax rate	Tax exempt one-tier

**(c) Date payable**

To be announced at a later date

**(d) Books closure date**

To be announced at a later date

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

Not Applicable



14 **Geographical Segments**  
(cont'd)

	Group				
	Jan 2017 - Dec 2017				
	Singapore & Malaysia \$'000	China & Hong Kong \$'000	America & Europe \$'000	Others \$'000	Consolidated \$'000
Revenue					
External sales	171,239	243,130	228,766	81,410	724,545

**Other information as at 31.12.2017**

Segment non-current assets	54,080	116,841	19,623	9,657	200,201
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	Group				
	Jan 2016 - Dec 2016				
	Singapore & Malaysia \$'000	China & Hong Kong \$'000	America & Europe \$'000	Others \$'000	Consolidated \$'000
Revenue					
External sales	159,720	243,460	201,497	79,780	684,457

**Other information as at 31.12.2016**

Segment non-current assets	50,835	119,744	15,416	11,184	197,179
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15 **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

Not Applicable

16 **A breakdown of sales**

	Group		
	Latest Financial Year (Actual) \$'000	Previous Financial Year (Actual) \$'000	% increase/ (decrease)
	Sales reported for first half year	349,359	327,860
Operating profit after tax before deducting minority interests reported for first half year	15,897	7,386	115.2
Sales reported for second half year	375,186	356,597	5.2
Operating profit after tax before deducting minority interests reported for second half year	15,463	31,685	(51.2)

17 **A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year**

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

	Latest Full Year (\$'000)	Previous Full Year (\$'000)
Interim	4,701	0
Final	8,514	11,283
Total:	13,215	11,283

\* Note : 2017 dividend is comprised of an estimated final dividend of \$ 8.5 million, based on the number of shares outstanding as at the end of the financial year.

18 **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

There are no employees as at 31st December 2017 who are related to the Directors.

**BY ORDER OF THE BOARD**

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

22 February 2018

19 **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).