



Financial Statement Announcement for the Half Year ended 30 June 2020

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 half year ended 30 June 2020. These figures have not been audited or reviewed.

(In Singapore dollars)	Jan - Jun 2020 \$'000	Jan - Jun 2019 \$'000	+ / (-) %
Revenue	275,099	322,640	(14.7)
Cost of sales	(241,559)	(289,802)	(16.6)
Gross profit	33,540	32,838	2.1
Other items of income			
Interest income	275	230	19.6
Other income	6,692	2,761	142.4
Other items of expense			
Marketing and distribution	(5,985)	(7,003)	(14.5)
Administrative expenses	(18,930)	(20,265)	(6.6)
Other operating expenses	(876)	(3,631)	(75.9)
Reversal of impairment loss on financial assets	83	-	n.m.
Finance costs	(2,206)	(2,584)	(14.6)
Share of results of joint venture	343	413	(16.9)
Profit before tax	12,936	2,759	368.9
Income tax expense	(4,683)	(3,051)	53.5
Profit for the period	8,253	(292)	n.m.
Profit attributable to:			
Owners of the Company	8,253	(292)	n.m.

Consolidated statement of comprehensive income for half year ended 30 Jun 2020. These figures have not been audited or reviewed.

Profit for the period	8,253	(292)	n.m.
Other comprehensive income			
Foreign currency translation	5,367	(2,685)	(299.9)
Share of foreign currency translation of joint venture	74	(33)	(324.2)
Other comprehensive income for the period, net of tax	5,441	(2,718)	(300.2)
Total comprehensive income for the period	13,694	(3,010)	(555.0)
Attributable to:			
Owners of the Company	13,694	(3,010)	(555.0)

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:-

	Jan - Jun 2020 \$'000	Jan - Jun 2019 \$'000	+ / (-) %
Depreciation of property, plant and equipment	(13,651)	(14,100)	(3.2)
Depreciation of right-of-use assets	(4,191)	(3,314)	26.5
Allowance for impairment on property, plant and equipment	-	(491)	n.m.
Property, plant and equipment written off	(17)	(11)	54.5
Net (loss)/gain on disposal of property, plant and equipment	(105)	167	(162.9)
Allowance for inventories obsolescence	(866)	(60)	n.m.
Net reversal of impairment loss/(impairment loss) on capitalised	84	(34)	(347.1)
Net reversal of impairment loss on trade receivable	83	-	n.m.
Bad debts written-off	(53)	-	n.m.
Amortisation of intangible assets	-	(764)	n.m.
Net Reversal of provision for onerous contract	-	164	n.m.
Net Foreign exchange gain/(loss)	734	(541)	(235.7)
Government grants due to COVID-19	3,344	-	100.0

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		
	30.06.2020 \$'000	31.12.2019 \$'000	+ / (-) %	30.06.2020 \$'000	31.12.2019 \$'000	+ / (-) %
Non-current assets						
Property, plant and equipment	175,547	171,663	2.3	20,958	16,940	23.7
Right-of-use assets	38,011	41,550	(8.5)	3,673	4,307	(14.7)
Intangible assets	12,682	12,682	-	-	-	n.m.
Other investments	1,539	1,539	-	-	-	n.m.
Investment in subsidiaries	-	-	n.m.	373,453	373,424	0.0
Investment in joint venture	7,582	7,083	7.0	-	-	n.m.
Prepayments	14	55	(74.5)	14	55	(74.5)
Other receivables	-	-	n.m.	379	371	2.2
Deferred tax assets	3,913	3,652	7.1	-	-	n.m.
	239,288	238,224	0.4	398,477	395,097	0.9
Current assets						
Inventories	108,692	111,019	(2.1)	8,829	7,788	13.4
Contract assets	38,359	34,850	10.1	5,984	3,312	80.7
Prepayments	3,051	2,885	5.8	562	725	(22.5)
Trade and other receivables	193,227	218,554	(11.6)	72,658	66,685	9.0
Cash and short term deposits	132,318	103,366	28.0	11,600	3,373	243.9
	475,647	470,674	1.1	99,633	81,883	21.7
Less: Current liabilities						
Trade and other payables	163,111	169,638	(3.8)	79,944	70,262	13.8
Contract liabilities	32,745	29,677	10.3	6,910	6,463	6.9
Loans and borrowings	66,810	63,698	4.9	28,300	24,770	14.3
Lease liabilities	6,968	7,449	(6.5)	1,250	1,235	1.2
Tax payable	5,120	2,509	104.1	1,572	694	126.5
	274,754	272,971	0.7	117,976	103,424	14.1
Net current assets / (liabilities)	200,893	197,703	1.6	(18,343)	(21,541)	(14.8)
Less: Non-current liabilities						
Other liabilities	1,709	1,724	(0.9)	-	-	n.m.
Loans and borrowings	34,209	40,670	(15.9)	10,175	12,925	(21.3)
Lease liabilities	12,287	15,383	(20.1)	2,588	3,185	n.m.
Deferred tax liabilities	8,318	8,608	(3.4)	1,155	1,154	0.1
	56,523	66,385	(14.9)	13,918	17,264	(19.4)
Net assets	383,658	369,542	3.8	366,216	356,292	2.8
Equity attributable to owners of the Company						
Share capital	303,313	303,313	-	303,313	303,313	-
Reserves	80,345	66,229	21.3	62,903	52,979	18.7
Total equity	383,658	369,542	3.8	366,216	356,292	2.8

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

Amount repayable in one year or less, or on demand

	As at 30.06.2020		As at 31.12.2019	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Loans and borrowings	1,576	65,234	1,546	62,152
Lease liabilities ⁽¹⁾	-	6,968	-	7,449

Amount repayable after one year

	As at 30.06.2020		As at 31.12.2019	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Loans and borrowings	-	34,209	-	40,670
Lease liabilities ⁽¹⁾	-	12,287	-	15,383

Details of any collateral

Collateral for secured borrowings is as follows:

- Sunningdale Innovative Technology (Tianjin) Co Ltd's loan of \$1.6 million (31.12.2019: \$1.5 million) is secured by cash and bank balances of the same amount of other subsidiary companies.

⁽¹⁾ The lease liabilities of \$7.0 million (31.12.2019: \$7.4 million) and \$12.3 million (31.12.2019: \$15.4 million) was included in unsecured borrowings for amount repayable in one year or less or on demand and amount repayable after one year respectively.

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 half year ended 30 June 2020

(In Singapore dollars)	Jan - Jun 2020 \$'000	Jan - Jun 2019 \$'000
Cash flows from operating activities:		
Profit before tax	12,936	2,759
Adjustments for:		
Depreciation of property, plant and equipment	13,651	14,100
Depreciation of right-of-use assets	4,191	3,314
Net allowance for impairment on property, plant and equipment	-	491
Property, plant and equipment written off	17	11
Net Loss/(gain) on disposal of property, plant and equipment	105	(167)
Net allowance for inventory obsolesce	866	60
Net (reversal of impairment loss)/impairment loss on capitalised contract costs	(84)	34
Net reversal of impairment loss on trade receivables	(83)	-
Bad debts written-off	53	-
Amortisation of intangible assets	-	764
Net Reversal of provision for onerous contract	-	(164)
Share of results of joint venture	(343)	(413)
Provision for retrenchment costs	194	496
Grant of equity-settled share awards to employees	422	590
Interest expense	2,206	2,584
Interest income	(275)	(230)
Currency realignment	2,559	(1,019)
Operating cashflows before changes in working capital	36,415	23,210
Increase/(decrease) in inventories	1,545	(3,973)
(Increase)/decrease in prepayments	(125)	603
Decrease/(increase) in trade and other receivables and contract assets	21,846	(6,229)
(Decrease)/increase in trade and other payables and contract liabilities	(9,593)	7,856
Retrenchment costs	374	(4,314)
Cash flows from operations	50,462	17,153
Interest paid	(2,206)	(2,584)
Interest received	275	230
Income tax paid	(2,801)	(2,925)
Net cash flows from operating activities	45,730	11,874
Cash flows from investing activities:		
Purchase of property, plant and equipment	(11,216)	(13,560)
Net proceeds from disposal of property, plant and equipment	539	28,048
Dividend income from joint venture	-	325
Net cash flows (used in) / from investing activities	(10,677)	14,813
Cash flows from financing activities:		
Proceeds from loans and borrowings	8,456	7,932
Repayment of loans and borrowings	(11,889)	(16,525)
Payment of lease liabilities	(3,770)	(3,210)
Dividends paid to shareholders	-	(9,532)
Net cash flows used in financing activities	(7,203)	(21,335)
Net increase in cash and cash equivalents	27,850	5,352
Cash and cash equivalents at beginning of period	101,381	86,484
Effects of exchange rate changes on cash and cash equivalent	1,511	(709)
Cash and cash equivalents at end of period	130,742	91,127

Note:

	30.06.2020	31.12.2019	30.06.2019	31.12.2018
Cash and cash at bank	132,318	103,366	93,455	88,746
Less: Bank overdraft	-	(439)	(648)	(571)
Less: Bank balances pledged	(1,576)	(1,546)	(1,680)	(1,691)
Cash and cash equivalents	130,742	101,381	91,127	86,484

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 half year ended 30 June 2020

(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	
Balance at 01.01.2019	302,096	67,497	(4,279)	16,001	381,315
Profit for the period	-	(292)	-	-	(292)
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	(2,566)	(152)	(2,718)
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	590	590
Transfer to statutory reserve	-	(276)	-	276	-
Dividends paid	-	(9,532)	-	-	(9,532)
Balance at 30.06.2019	302,096	57,397	(6,845)	16,715	369,363
Balance at 01.01.2020	303,313	58,396	(9,502)	17,335	369,542
Profit for the period	-	8,253	-	-	8,253
<u>Other comprehensive income</u>					
Foreign currency translation	-	-	5,078	363	5,441
<u>Contributions by and distributions to owners</u>					
Grant of equity-settled share awards to employees	-	-	-	422	422
Transfer to statutory reserve	-	(141)	-	141	-
Balance at 30.06.2020	303,313	66,508	(4,424)	18,261	383,658

(In Singapore dollars)

Company	Attributable to owners of the Company			Total \$'000
	Share Capital \$'000	Retained Earnings \$'000	Other Reserve \$'000	
Balance at 01.01.2019	302,096	28,873	1,330	332,299
Profit for the period	-	23,811	-	23,811
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	590	590
Dividends paid	-	(9,532)	-	(9,532)
Balance at 30.06.2019	302,096	43,152	1,920	347,168
Balance at 01.01.2020	303,313	51,736	1,243	356,292
Profit for the period	-	9,502	-	9,502
<u>Contributions by and distributions to owners</u>				
Grant of equity-settled share awards to employees	-	-	422	422
Issue of share under share awards	-	-	-	-
Balance at 30.06.2020	303,313	61,238	1,665	366,216

1(d)(ii)

Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, 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 31.12.2019	191,941,836
Balance as at 30.06.2020	191,941,836

As at 30.06.2020, the share capital of the Company comprised 191,941,836 ordinary shares.

The number of shares that may be issued on conversion of share awards as at 30.06.2020 was 2,015,000 (31.12.2019: 2,043,000) 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 30.06.2020 (31.12.2019 : 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 30.06.2020

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 31.12.2019, except all the new and revised standards which are effective for annual financial periods beginning on or after 01.01.2020.

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	
	1st Half 2020	1st Half 2019
Earnings per ordinary share (EPS) for the period based on net profit attributable to		
(a) on weighted average number of ordinary shares (cents)	4.30	(0.15)
(b) on a fully diluted basis (cents)	4.25	(0.15)

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 191,941,836 (1st Half 2019: 190,646,836) for half yearly ended 30.06.2020.

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 30.06.2020. The adjusted weighted average number of ordinary shares is 193,970,836 for first half ended 30.06.2020.

For the purpose of calculating the diluted losses per share for half year ended 30.06.2019, the effect of the restricted share plan granted was anti-dilutive and is disregarded.

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 30.06.2020	At 31.12.2019	At 30.06.2020	At 31.12.2019
Net asset value per ordinary share				
Net asset value per ordinary share based on existing issued share capital as at the end of period (\$)	2.00	1.93	1.91	1.86

	Group		Company	
	At 30.06.2020	At 31.12.2019	At 30.06.2020	At 31.12.2019
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 (\$)	1.93	1.86	1.91	1.86

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

Jan – Jun 2020 (“1H20”)

The Group's revenue decreased 14.7% year-on-year (“yoy”) from \$322.6 million for 1H19 to \$275.1 million for 1H20. The decline in revenue was attributed to a decrease in revenue from all business segments except for the Healthcare segment which increased 17.9% yoy to \$34.5 million, mainly driven by the increase in orders secured amid COVID-19 and new projects launched.

Revenue from the Group's Automotive segment decreased 29.4% yoy to \$84.2 million. This was mainly due to mandatory government closures of the Group's manufacturing facilities, except for those involved in certain essential goods and services, due to COVID-19 in countries like China, India, Malaysia and Mexico where our manufacturing facilities are located. Although the affected facilities have gradually resumed operations, orders are low as customers in US and Europe are affected by COVID-19 shutdowns.

Revenue from the Group's Consumer/IT segment declined 12.0% yoy to \$105.6 million. This was due to (i) a deliberate strategic decision to exit the lower-margin business of a particular customer in February 2019; (ii) shut down of the Group's manufacturing facilities in China, Malaysia and Singapore, except for those involved in certain essential goods and services, as a result of COVID-19. The decline in revenue within the Consumer/IT segment was partially offset by strong orders from three customers.

Revenue from the Mould Fabrication segment declined 6.0% yoy to \$50.7 million. This was due to a decrease in demand from customers in the Automotive and Consumer/IT segments, partially offset by an increase in orders from existing and new customers from the Healthcare segment.

	Jan - Jun 2020 \$'000	Jan - Jun 2019 \$'000	Inc/(Dec) %
Automotive	84,173	119,291	(29.4)
Consumer/IT	105,639	120,051	(12.0)
Healthcare	34,538	29,287	17.9
Mould Fabrication	50,749	54,011	(6.0)
	<u>275,099</u>	<u>322,640</u>	(14.7)

The Group's gross profit increased 2.1% yoy from \$32.8 million for 1H19 to \$33.5 million for 1H20. Gross profit margin improved from 10.2% for 1H19 to 12.2% for 1H20. This was mainly due to (i) the completion of relocation of the Group's parts operations from one plant in Shanghai to Chuzhou; (ii) change in product mix; (iii) tightening of costs, pay cuts and the implementation of shorter work weeks in plants where orders are low; (iv) improvement in operational efficiency; (v) reduction and exemption of social security contributions by the Human Resource and Social Security Bureau in China; (vi) waiver of foreign worker levy (“FWL”) in Singapore. Without the reduction and exemption on social security contribution and waiver of FWL, the gross margin would be 11.4%.

The increase in other income was mainly attributable to various government grants received by the Group due to COVID-19 of \$3.3 million in 1H20, alongside a net foreign exchange gain reported of \$0.7 million for 1H20 as compared to a net foreign exchange loss of \$0.5 million for 1H19 under other operating expenses.

The decrease in marketing and distribution and administrative expenses was due to the tightening of costs, pay cuts and the implementation of shorter work weeks in plants where orders are low.

The decrease in other expenses was mainly due to the non-occurrence during the period of foreign exchange loss, onerous rental, and allowance for impairment on property, plant and equipment (“PPE”), which amounted to \$1.2 million in 1H19 and reduction in retrenchment costs of \$0.3 million (1H19: \$0.5 million).

The Group reported a net profit of \$8.3 million for 1H20 compared to a net loss of \$0.3 million for 1H19. Excluding the impact from net foreign exchange (gain)/loss, retrenchment costs, onerous rent, allowance for the impairment on PPE, net loss/(gain) on the disposal of PPE, government grants due to COVID-19 and reduction and exemption on social security contribution and waiver of foreign worker levy, core net profit would have been \$1.9 million for 1H20 as compared to \$1.2 million for 1H19, representing a 54.1% yoy increase.

	Jan - Jun 2020 \$'000	Jan - Jun 2019 \$'000	Inc/(Dec) %
Net profit/(loss) for the period reported	8,253	(292)	n.m.
Adjustments:			
Net foreign exchange (gain)/loss	(734)	541	(235.7)
Retrenchment costs	194	496	(60.9)
Onerous rent*	-	173	(100.0)
Allowance for impairment on PPE	-	491	(100.0)
Net loss/(gain) on disposal of PPE	105	(167)	(162.9)
Government grants due to COVID-19	(3,344)	-	100.0
Reduction and exemption on social security contribution and FWL	(2,560)	-	100.0
	<u>1,914</u>	<u>1,242</u>	54.1

*Onerous rent refers to rent paid at the Group's operations in Shanghai and Thailand despite the shifting of operations from these locations. The Group was required to pay rent at these vacant premises during 2Q19 as the rental agreements will expire at a later date.

CONSOLIDATED BALANCE SHEET

The Group's PPE amounted to \$175.5 million as at 30 June 2020 as compared to \$171.7 million as at 31 December 2019. PPE was stated net of depreciation charges of \$13.7 million (1H19: \$14.1 million), partially offset by currency and additions of \$16.8 million (1H19: \$12.4 million).

The increase in contract assets was due to higher unbilled (uninvoiced) amounts

The decrease in trade and other receivables compared to 31 December 2019 was due to lower revenue recorded in 1H20.

The increase in contract liabilities was due to more considerations received or due from customers where the related revenue has not been recognised.

The Group maintained a cash balance of \$132.3 million as at 30 June 2020 (31 December 2019: \$103.4 million). This resulted in a net cash position of \$31.3 million (31 December 2019: net debt position of \$1.0 million) after accounting for loans and borrowings (excluding lease liabilities) amounting to \$101.0 million (31 December 2019: \$104.4 million).

CONSOLIDATED CASHFLOW STATEMENT

Jan - Jun 20 ("1H20")

Net cash flows from operating activities amounted to \$45.7 million for 1H20 as compared to \$11.9 million for 1H19. Net cash flows used in investing activities amounted to \$10.7 million for 1H20 as compared to net cash flows from investing activities of \$14.8 million for 1H19. This was due to higher net proceeds received from the disposal of PPE for 1H19 as compared to 1H20.

Net cash flows used in financing activities amounted to \$7.2 million for 1H20 as compared to \$21.3 million for 1H19 due to the payment of dividends of \$9.5 million in 1H19.

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 Group continues to face headwinds in the form of pricing pressure and negative market sentiment due to continuing US-China tensions. In addition, the COVID-19 pandemic continues to cause considerable uncertainties for the Group's ongoing operations.

Over the course of 1H2020, the Group was impacted by mandatory government closures of its facilities in China, Singapore, Malaysia, Mexico and India due to COVID-19. Operations in China, Singapore and Malaysia have resumed. Mexico is progressively ramping up operations following the easing of lockdown measures since 31 May 2020. India is currently still under a partial lockdown which is expected to be in place until 31 August 2020 as the country perseveres with efforts to contain the outbreak.

On a segmental basis, the Group's Automotive segment is expected to experience a longer road to recovery, as orders for existing projects are low due to the impact of Covid-19 across US and Europe. On the other hand, while the Group's Consumer/IT segment initially experienced softening demand from customers, this segment has seen gradual recovery since June 2020.

One of the brighter spots for the Group relates to its Healthcare segment, which continues to garner momentum, having secured new projects from new and existing customers. While growth has been driven by the increase in orders secured amid COVID-19, the Healthcare segment has been the fastest growing segment in recent years even before the onset of COVID-19, and the Group expects this trend to continue.

Despite the current market conditions, the Group continues to receive queries from both new and existing customers for new projects within each segment.

However, our immediate attitude for the second half is one of caution and heightened vigilance as we are unable to predict if lock ups and shut downs will recur, nor are we able to quantify the economic impact on end demand of our customers e.g. for automobiles.

So moving into 2H2020, the Group will focus on what it can control and manage. We remain committed to tightening cost controls, boosting productivity and implementing overall operational excellence across our various business segments and manufacturing facilities. The Group will also continue to monitor the evolving COVID-19 situation closely and take the necessary measures.

The Group remains confident in its resilient business model and healthy balance sheet as the long-term sustainability of its operations remains 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:	Interim
Dividend Amount per Share (in cents):	1.8 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:	Interim
Dividend Amount per Share (in cents):	3.0 cents per ordinary share
Tax rate:	Tax exempt one-tier

(c) Date payable

11 September 2020

(d) Books closure date

Notice is hereby given that the Share Transfer Books and Register of Members will be closed on 28 August 2020 for the purpose of determining Members' entitlements to the Interim Dividend.

Duly completed registrable transfer of shares in the Company (the "Shares") received up to the close of business at 5.00 p.m. on 27 August 2020 by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place, Singapore Land Tower, #32-01, Singapore 048623, will be registered to determine members' entitlements to such Dividend. Subject to the aforesaid, Members whose Securities Accounts with The Central Depository (Pte) Ltd are credited with the Shares as at 5.00 p.m. on 27 August 2020 will be entitled to such Dividend. The Dividend will be paid on 11 September 2020.

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**

06 August 2020

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 first half 2020 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).