



## MEMTECH INTERNATIONAL LTD

(Incorporated in the Republic of Singapore)  
Company Registration Number: 200312032Z

### NEWS RELEASE

#### **MEMTECH'S FULL-YEAR PROFIT ATTRIBUTABLE TO SHAREHOLDERS UP 88.7% TO US\$2.4 MILLION**

- *Posts revenue of US\$104.6 million for 2009*
- *4Q09 revenue increases 30.1% to US\$32.6 million; Returns to the black with profit attributable to shareholders of US\$1.8 million*
- *Cash and cash equivalents of US\$38.4 million as at December 31, 2009*
- *Proposes cash dividend of 0.75 Singapore cents per ordinary share*

Singapore, February 25, 2010 – Mainboard-listed Memtech International Ltd. (“Memtech” or the “Group”) (“万德国际有限公司”), a leading integrated component solutions provider for the mobile phone, IT equipment and automotive industries, today announced its results for the financial year ended December 31, 2009 (“2009”). The Group reported an 88.7% increase in net profit attributable to shareholders to US\$2.4 million on the back of a 4.3% decline in revenue to US\$104.6 million.

Commented Mr Chuang Wen Fu (庄文甫), Executive Chairman of Memtech, “Given the recovery of the economy, demand from customers improved progressively in the third and fourth quarters of 2009. With better operational efficiencies implemented since the beginning of 2009, the Group managed to improve our results to cover the losses incurred in the first half of the year.

Despite the high volatility in revenue in 2009, the Group managed to achieve a gross profit margin of 15.6% compared to 15.1% in 2008.”

For the three months ended December 31, 2009 (“4Q09”), the Group’s revenue rose 30.1% to US\$32.6 million. Led by stronger sales, the Group’s gross profit margin jumped from 2.9% for the three months ended December 31, 2008 (“4Q08”) to 15.6%.

With higher sales and better operational efficiencies, the Group recorded a net profit attributable to shareholders of US\$1.8 million in 4Q09 compared to a loss of US\$2.1 million in 4Q08.

During the year under review, the Group continued to maintain a sound balance sheet through the difficult operating environment. As at December 31, 2009, the Group has cash and cash equivalents of US\$38.4 million. This represents 35.0% of the Group’s net tangible assets or approximately 5.4 US cents per share.

As a gesture of appreciation to the Group’s shareholders, the Board is proposing a first and final dividend of 0.75 Singapore cents per share.

## **Outlook**

Based on the current economic recovery, the Group expects 2010 to be a better year as compared to 2009.

Mr Chuang said, “In 2009, we worked on enhancing our operational efficiency and cost structure. In 2010, we will focus our resources to increase our market share. We will also channel resources to improve the performance of our plastic and touch screen panel businesses.

Against the backdrop of higher inflation, increasing labour costs in China and further depreciation of the US Dollar, 2010 remains a challenging year for the Group. Nevertheless, with an experienced management team and a healthy cash flow, the Group remains optimistic of its prospects in the long term.”

### **About Memtech International Ltd.**

Listed on the Mainboard of the Singapore Exchange in 2004, Memtech is a leading component solutions provider for the mobile phone, IT equipment and automotive industries. Besides being a total solutions provider for mechanical components including keypads, lens and plastic components, the Group also designs and manufactures antennas and touch screen panels. The Group's wide product range and scope of services enable it to provide modular solutions and value-added services to its customers.

The Group operates three keypad manufacturing facilities strategically located in the major mobile phone manufacturing hubs in the PRC, namely the Pearl River Delta, and the Yangtze River Delta. The Group also operates a plastic components production facility in Kunshan, which manufactures casings primarily for digital cameras and mobile phones. It also operates a lens manufacturing facility in Dongguan, a joint venture with a Shenzhen-based design house in 2006 to engage in the antenna business. In May 2008, the Group set up a joint venture company in Nantong with its Korean investee company to engage in the touch screen panel business in the PRC.

Besides a wide network of sales offices across the PRC, the Group also has a global network of sales offices in Korea, Japan, Singapore, Taiwan, America and Europe to better service its international customers.

Memtech's customers include major international mobile phone manufacturers including Motorola, Nokia, Sony Ericsson, LG, Foxconn, Flextronics, Alcatel, Sagem and HTC, as well as reputable China brands such as Lenovo, Huawei and ZTE.

---

ISSUED ON BEHALF OF : Memtech International Ltd  
BY : Citigate Dewe Rogerson, i.MAGE Pte Ltd  
1 Raffles Place  
#26-02 OUB Centre  
SINGAPORE 048616  
CONTACT : Ms Chia Hui Kheng / Ms Tan Hui Yi  
at telephone  
DURING OFFICE HOURS : 6534-5122 (Office)  
AFTER OFFICE HOURS : 9781-5913 / 8399-5606 (Handphone)  
EMAIL : [huikheng.chia@citigatedrimage.com](mailto:huikheng.chia@citigatedrimage.com)  
[huiyi.tan@citigatedrimage.com](mailto:huiyi.tan@citigatedrimage.com)

---

027/10/001/MIL

February 25, 2010