



MEMTECH INTERNATIONAL LTD

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

Fourth Quarter Financial Statements Announcement For the period ended 31 December 2015



1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year:

Income Statement

For the period/year ended 31 December 2015

	Group Fourth Quarter			Group Full Year		
	2015 31-Dec	2014 31-Dec	Increase/ (Decrease)	2015 31-Dec	2014 31-Dec	Increase/ (Decrease)
	US\$'000	US\$'000		US\$'000	US\$'000	
Continuing operations						
Revenue	38,201	37,909	0.8%	142,214	137,573	3.4%
Cost of sales	(30,945)	(30,571)	1.2%	(117,395)	(113,536)	3.4%
Gross profit	7,256	7,338	-1.1%	24,819	24,037	3.3%
Other operating income	459	756	-39.3%	1,400	1,554	-9.9%
Sales and marketing expenses	(2,041)	(1,768)	15.4%	(7,253)	(6,890)	5.3%
General and Administration expenses	(1,558)	(3,429)	-54.6%	(10,745)	(11,460)	-6.2%
Other operating expenses	(67)	(27)	NM	(146)	(427)	-65.8%
Finance costs	(20)	(29)	-31.0%	(94)	(129)	-27.1%
Exchange gain	25	(30)	NM	670	441	51.9%
Net gain from liquidation of subsidiary	-	-	NM	-	10,721	NM
Share of result of associates	-	(9)	NM	(19)	(4)	NM
Profit before tax from continuing operations	4,054	2,802	44.7%	8,632	17,843	-51.6%
Income tax expenses, net	(196)	(696)	-71.8%	(479)	(783)	-38.8%
Profit from continuing operations	3,858	2,106	83.2%	8,153	17,060	-52.2%
Discontinued operation						
Profit from discontinued operation	-	7	NM	-	-	NM
Profit for the period/year	3,858	2,113	82.6%	8,153	17,060	-52.2%
Attributable to:						
Owners of the Company						
Profit from continuing operations	3,796	2,134	77.9%	8,122	17,180	-52.7%
Profit from discontinued operation	-	7	NM	-	-	NM
Profit for the period/year attributable to owners of the Company	3,796	2,141	77.3%	8,122	17,180	-52.7%
Non-controlling interests						
Profit/(loss) for the period/year attributable to non-controlling interests	62	(28)	NM	31	(120)	NM



Statement of Comprehensive Income

For the period/year ended 31 December 2015

	Group Fourth Quarter			Group Full Year		
	2015 31-Dec	2014 31-Dec	Increase/ (Decrease)	2015 31-Dec	2014 31-Dec	Increase/ (Decrease)
	US\$'000	US\$'000		US\$'000	US\$'000	
Profit for the period/year	3,858	2,113	82.6%	8,153	17,060	-52.2%
Other comprehensive income (net of tax)						
Items that may be reclassified to profit and loss:						
Currency translation differences	(1,828)	389	NM	(4,655)	(700)	NM
Total comprehensive income for the period/year	2,030	2,502	NM	3,498	16,360	-78.6%
Attributable to:						
Owners of the company						
Total comprehensive income from continuing operations, net of tax	1,971	2,629	-25.0%	3,471	16,411	-78.8%
Total comprehensive income from discontinued operation, net of tax	-	(99)	NM	-	69	NM
Non-controlling interests	59	(28)	NM	27	(120)	NM
Total comprehensive income for the period/year attributable to Owners of the company	2,030	2,502	-18.9%	3,498	16,360	-78.6%

Notes

The unaudited Q3 2014 net gain from liquidation of subsidiary was US\$10.9 million. The audited amount for this item was US\$10.7 million. The audited amount is reinstated above for better comparison.

NM: Not meaningful

1 Profit/year from operating activities

Profit from operating activities is arrived at after charging /(crediting):

	Group Fourth Quarter			Group Full Year		
	2015 31-Dec	2014 31-Dec	Increase/ (Decrease)	2015 31-Dec	2014 31-Dec	Increase/ (Decrease)
	US\$'000	US\$'000		US\$'000	US\$'000	
Continuing Operations						
Depreciation	1,956	2,115	-7.5%	7,884	8,513	-7.4%
(Write back of)/allowance for doubtful receivables, trade	(1,457)	405	NM	(1,189)	514	NM
Allowance for/(write back of) stock obsolescence	538	(33)	NM	880	66	NM
Net loss/(gain) on disposal of property, plant and equipment	29	(317)	NM	-	(233)	NM
Exchange (gain)/loss	(25)	30	NM	(670)	(441)	51.9%
Net gain from liquidation of subsidiary	-	-	NM	-	(10,721)	NM
Discontinued Operation						
Exchange (gain)/loss	-	(8)	NM	-	50	NM



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.

Statement of Financial Position

As at 31 December 2015

	Group		Company	
	2015	2014	2015	2014
	31-Dec	31-Dec	31-Dec	31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Non-Current Assets:				
Property, plant and equipment	41,650	44,720	-	-
Investment in subsidiaries	-	-	80,207	78,707
Investment in associates	-	713	-	859
Intangible assets	809	880	-	-
	<u>42,459</u>	<u>46,313</u>	<u>80,207</u>	<u>79,566</u>
Current Assets:				
Cash and cash equivalents	26,767	32,433	3,562	2,498
Bank deposits pledged	2,018	1,395	-	-
Trade receivables	51,023	51,589	-	-
Bills and other receivables	10,008	5,746	580	3
Amounts due from subsidiaries	-	-	10,793	13,459
Prepayments	3,416	2,022	-	-
Inventories	15,737	13,402	-	-
	<u>108,969</u>	<u>106,587</u>	<u>14,935</u>	<u>15,960</u>
Current Liabilities:				
Trade payables and accruals	26,357	27,859	372	405
Bills and other payables	6,320	4,750	8	4
Amounts due to subsidiaries	-	-	5,050	580
Other liabilities	447	889	-	-
Loans and borrowings	1,111	1,111	1,111	1,111
Provision for taxation	238	369	-	-
	<u>34,473</u>	<u>34,978</u>	<u>6,541</u>	<u>2,100</u>
Net Current Assets	74,496	71,609	8,394	13,860
Non-Current Liabilities:				
Loans and borrowings	1,111	2,222	1,111	2,222
Deferred taxation	3,510	3,574	-	-
	<u>4,621</u>	<u>5,796</u>	<u>1,111</u>	<u>2,222</u>
Net Assets	112,334	112,126	87,490	91,204



Statement of Financial Position (Cont'd)

As at 31 December 2015

	Group		Company	
	2015	2014	2015	2014
	31-Dec	31-Dec	31-Dec	31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Equity Attributable to Owners of the Company				
Share capital	57,808	57,808	57,808	57,808
Treasury shares	(1,441)	(1,311)	(1,441)	(1,311)
Statutory reserve fund	9,332	9,065	-	-
Acquisition reserve	(714)	(714)	-	-
Currency translation reserve	(1,829)	2,822	-	-
Revenue reserves	49,082	44,446	31,123	34,707
	<u>112,238</u>	<u>112,116</u>	<u>87,490</u>	<u>91,204</u>
Non-controlling interests	96	10	-	-
Total Equity	<u><u>112,334</u></u>	<u><u>112,126</u></u>	<u><u>87,490</u></u>	<u><u>91,204</u></u>

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

	Group Secured		Group Unsecured	
	2015	2014	2015	2014
	31-Dec	31-Dec	31-Dec	31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Amount repayable in one year or less or on demand	-	-	1,111	1,111
Amount repayable after one year	-	-	1,111	2,222
	<u>-</u>	<u>-</u>	<u>2,222</u>	<u>3,333</u>



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 Cashflows

For the period ended 31 December 2015

	Group Fourth Quarter		Group Full Year	
	2015 31-Dec	2014 31-Dec	2015 31-Dec	2014 31-Dec
	US\$'000	US\$'000	US\$'000	US\$'000
Cash flows from operating activities:				
Profit before tax from continuing operations	4,054	2,802	8,632	17,843
Profit before tax from discontinued operation	-	7	-	-
<u>Adjustments for:</u>				
Depreciation of property, plant and equipment	1,956	2,115	7,884	8,513
Amortisation of intangible assets	7	-	27	-
Interest expense	20	29	94	129
Interest income	(106)	(208)	(421)	(641)
(Write back of)/allowance for doubtful receivables, trade	(1,457)	405	(1,189)	514
Allowance for stock obsolescence	538	(33)	880	66
Net loss/(gain) on disposal of property, plant and equipment	29	(317)	-	(233)
Net gain from liquidation of subsidiary	-	-	-	(10,721)
Share of results of associates	-	9	19	4
Total adjustments	987	2,000	7,294	(2,369)
Operating cashflow before changes in working capital	5,041	4,809	15,926	15,474
<u>Changes in working capital</u>				
Trade and other receivables	(3,965)	(3,802)	(5,991)	(6,930)
Inventories	(2,190)	(690)	(3,423)	(3,934)
Trade and other payables	2,862	8	2,175	3,900
Cash generated from operations	1,748	325	8,687	8,510
Interest received	94	158	459	591
Interest paid	(19)	(29)	(111)	(143)
Income taxes paid	(116)	(10)	(420)	(919)
Net cash generated from operating activities	1,707	444	8,615	8,039
Cash flows from investing activities:				
Purchases of property, plant and equipment	(919)	(3,148)	(7,609)	(8,962)
Proceeds from disposal of fixed assets	41	105	229	35
Proceeds from sale of associate	122	-	122	-
Net cash used in investing activities	(756)	(3,043)	(7,258)	(8,927)
Cash flows from financing activities:				
Dividends Paid	-	-	(3,219)	(3,426)
Repayments of loans and borrowings	(278)	(278)	(1,112)	(1,112)
Bank deposits pledged	(428)	1,365	(705)	850
Purchase of treasury shares	-	-	(130)	-
Proceeds from issuance of shares by subsidiary company to non-controlling interests shareholders	-	-	59	49
Net cash (used in)/generated from financing activities	(706)	1,087	(5,107)	(3,639)
Net increase/(decrease) in cash and cash equivalents	245	(1,512)	(3,750)	(4,527)
Effects of exchange rate changes on opening cash and cash equivalents	(681)	201	(1,916)	(134)
Cash and cash equivalents at the beginning of the period/year	27,203	33,744	32,433	37,094
Cash and cash equivalents at the end of the period/year	26,767	32,433	26,767	32,433



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 As at 31 December 2015

	Group		Company	
	2015	2014	2015	2014
	US\$'000	US\$'000	US\$'000	US\$'000
Issued Capital				
Balance at 1 January	57,808	42,971	57,808	42,971
Reclassification*	-	14,837	-	14,837
Balance at 31 March, 30 June, 30 September and 31 December	57,808	57,808	57,808	57,808
Treasury Shares				
Balance at 1 January	(1,311)	(1,222)	(1,311)	(1,222)
Reclassification*	-	(89)	-	(89)
Balance at 31 March and 30 June	(1,311)	(1,311)	(1,311)	(1,311)
Purchase of treasury Shares	(130)	-	(130)	-
Balance at 30 September and 31 December	(1,441)	(1,311)	(1,441)	(1,311)
Statutory Reserve Fund				
Balance at 1 January and 31 March	9,065	8,547	-	-
Transfer from revenue reserve	-	229	-	-
Balance at 30 June	9,065	8,776	-	-
Transfer from revenue reserve	(26)	-	-	-
Balance at 30 September	9,039	8,776	-	-
Transfer from revenue reserve	293	289	-	-
Balance at 31 December	9,332	9,065	-	-
Acquisition reserve				
Balance at 1 January, 31 March, 30 June, 30 September and 31 December	(714)	(714)	-	-
Currency Translation Reserve				
Balance at 1 January	2,822	28,757	-	14,000
Reclassification*	-	(14,000)	-	(14,000)
Net effect of exchange translation differences	(281)	(1,053)	-	-
Balance at 31 March	2,541	13,704	-	-
Reclassification	-	(514)	-	-
Net effect of exchange translation differences	345	(100)	-	-
Balance at 30 June	2,886	13,090	-	-
Net effect of exchange translation differences	(2,890)	64	-	-
Reclassify to income statement	-	(10,721)	-	-
Balance at 30 September	(4)	2,433	-	-
Net effect of exchange translation differences	(1,825)	389	-	-
Balance at 31 December	(1,829)	2,822	-	-
Sub-total carried forward				
Balance at 1 January	67,670	78,339	56,497	55,749
Total for the period	(281)	(305)	-	748
Balance at 31 March	67,389	78,034	56,497	56,497
Total for the period	345	(385)	-	-
Balance at 30 June	67,734	77,649	56,497	56,497
Total for the period	(3,046)	(10,657)	(130)	-
Balance at 30 September	64,688	66,992	56,367	56,497
Total for the period	(1,532)	678	-	-
Balance at 31 December	63,156	67,670	56,367	56,497

*Due to change in functional currency as at 1 January 2014



1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Statement of Changes in Equity As at 31 December 2015 (Cont'd)

	Group		Company	
	2015	2014	2015	2014
	US\$'000	US\$'000	US\$'000	US\$'000
Sub-total carried forward				
Balance at 1 January	67,670	78,339	56,497	55,749
Total for the period	(281)	(305)	-	748
Balance at 31 March	67,389	78,034	56,497	56,497
Total for the period	345	(385)	-	-
Balance at 30 June	67,734	77,649	56,497	56,497
Total for the period	(3,046)	(10,657)	(130)	-
Balance at 30 September	64,688	66,992	56,367	56,497
Total for the period	(1,532)	678	-	-
Balance at 31 December	63,156	67,670	56,367	56,497
Revenue Reserves				
Balance at 1 January	44,446	31,444	34,707	(9,650)
Reclassification	-	(748)	-	(748)
Net profit/(loss) for the period	1,207	1,084	(192)	(369)
Balance at 31 March	45,653	31,780	34,515	(10,767)
Reclassification	-	514	-	-
Net profit for the period	1,499	1,718	1,009	7,762
Transfer to statutory reserve	-	(229)	-	-
Dividend paid	(3,219)	(3,426)	(3,219)	(3,426)
Balance at 30 June	43,933	30,357	32,305	(6,431)
Net profit/(loss) for the period	1,620	12,237	(210)	42,535
Transfer to statutory reserve	26	-	-	-
Balance at 30 September	45,579	42,594	32,095	36,104
Net profit/(loss) for the period	3,796	2,141	(972)	(1,397)
Transfer to statutory reserve	(293)	(289)	-	-
Balance at 31 December	49,082	44,446	31,123	34,707
Non-controlling interests				
Balance at 1 January	10	-	-	-
Net loss for the period	(20)	-	-	-
Balance at 31 March	(10)	-	-	-
Issuance of shares	16	130	-	-
Net loss for the period	(19)	(61)	-	-
Net effect of exchange translation differences	1	-	-	-
Balance at 30 June	(12)	69	-	-
Issuance of shares	43	-	-	-
Net profit/(loss) for the period	8	(31)	-	-
Net effect of exchange translation differences	(2)	-	-	-
Balance at 30 September	37	38	-	-
Net profit/(loss) for the period	62	(28)	-	-
Net effect of exchange translation differences	(3)	-	-	-
Balance at 31 December	96	10	-	-
Total Equity				
Balance at 1 January	112,126	109,783	91,204	46,099
Total for the period	906	31	(192)	(369)
Balance at 31 March	113,032	109,814	91,012	45,730
Total for the period	(1,377)	(1,739)	(2,210)	4,336
Balance at 30 June	111,655	108,075	88,802	50,066
Total for the period	(1,351)	1,549	(340)	42,535
Balance at 30 September	110,304	109,624	88,462	92,601
Total for the period	2,030	2,502	(972)	(1,397)
Balance at 31 December	112,334	112,126	87,490	91,204



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 for 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 well as the number of shares held as treasury shares, if any, against the total number of issued shares, excluding treasury shares 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

	2015	2014
	31-Dec	31-Dec
	No. of shares	No. of shares
Ordinary shares	<u>720,000,000</u>	<u>720,000,000</u>

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.

	2015	2014
	31-Dec	31-Dec
	No. of shares	No. of shares
Issued ordinary shares excluding treasury shares	<u>704,404,400</u>	<u>705,920,000</u>

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.

	2015	2014
	31-Dec	31-Dec
	No. of shares	No. of shares
Balance as at beginning of the year	14,080,000	14,080,000
Open market purchase	1,515,600	-
Balance as at end of the year	<u>15,595,600</u>	<u>14,080,000</u>



2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice

The above figures have not been 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 adopted all the new/revised FRSs that are mandatory for financial year beginning on or after 1 January 2015. Except for the adoption of these new/revised FRSs, the Group has consistently adopted the same accounting policies and methods of computation as stated in the audited financial statements of the Group for the year ended 31 December 2014.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change

The adoption of the new/revised FRSs has no material financial impact on the Group's financial statements.



6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

	Group Fourth Quarter		Group Full Year	
	2015 31-Dec	2014 31-Dec	2015 31-Dec	2014 31-Dec
	US cents	US cents	US cents	US cents
Earnings per ordinary share for the period/year after deducting any provision for preference dividends:				
(i) Based on weighted average number of ordinary shares on issue	0.5	0.3	1.2	2.4
(ii) On a fully diluted basis	0.5	0.3	1.2	2.4
Continuing operations				
Earnings per ordinary share for the period/year after deducting any provision for preference dividends:				
(i) Based on weighted average number of ordinary shares on issue	0.5	0.3	1.2	2.4
(ii) On a fully diluted basis	0.5	0.3	1.2	2.4

In FY 2014 earning per ordinary share included an one off gain of US\$10.7 million due to liquidation of subsidiary. Excluding the one off gain FY2014 earning per ordinal share would be US0.9 cents

	Group Fourth Quarter		Group Full Year	
	2015 31-Dec	2014 31-Dec	2015 31-Dec	2014 31-Dec
	'000	'000	'000	'000
Weighted average number of shares:				
(i) Based on weighted average number of ordinary shares on issue	704,404	705,920	705,376	705,920
(ii) On a fully diluted basis	704,404	705,920	705,376	705,920



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 financial period reported on; and
 (b) immediately preceding financial year

	Group		Company	
	2015 31-Dec	2014 31-Dec	2015 31-Dec	2014 31-Dec
	US cents	US cents	US cents	US cents
Net asset value per ordinary share based on issued share capital at the end of the period reported on	15.9	15.9	12.4	12.9
Number of shares ('000)	704,404	705,920	704,404	705,920

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
 (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Commentary On Results

4Q2015 Vs. 4Q2014 Results

The Group's revenue increased 0.8% from US\$37.9 million 4Q2014 to US\$38.2 million 4Q2015. Increased sales of automotive and consumer electronic offset the decline in telecommunication sales.

The Group's 4Q2015 gross profit decreased 1.1% from US\$7.34 million in 4Q2014 to US\$7.26 million in 4Q2015 because of change in product mix.

Sales and marketing expenses increased by 15.4% to US\$2.0 million in 4Q2015 due mainly to the sales of new products.

General and administration expenses decreased by 54.6% to US\$1.6 million in 4Q2015 due to write back of the bad debt provision of US\$1.5 million.



Net profit attributable to shareholders for 4Q2015 increased 77.3% to US\$3.8 million compared to US\$2.1 million in the previous corresponding period.

FY 2015 Results Highlights

The Group generated revenue of US\$142.2 million in FY2015 compared to US\$137.5 million in FY2014, representing a 3.4% increase. The increase was due mainly to growth in sales in automotive components and consumer electronic products. As a result of higher sales, gross profit increased by 3.4% from US\$24 million in FY2014 to US\$24.8 million in FY2015.

Sales and marketing expenses increased 5.3% in FY2015 to US\$7.2 million mainly due to sales of new products and increase in salary cost.

General and Administration expenses decreased 6.2% to US\$10.7 million mainly due to write back of allowance of the doubtful receivables.

The Group reported a net profit attributable to owners of the Company for FY2015 saw a significant decrease of 52.7% to US\$8.1 million compared to US\$17.2 million in FY2014 because the FY2014 net profit included an exceptional net gain of US\$10.7 million from the liquidation of a subsidiary. Excluding the aforesaid exceptional gain, the Group's FY2015 net profit would have increased 25.7% year on year.

Financial Position and Cash Flows

The property, plant and equipment purchase amount and depreciation in FY2015 was US\$7.6 million and US\$7.9 million respectively. The decrease was mainly due to currency translation difference over the RMB denominated assets in China as the US\$ appreciated against RMB in FY2015.

Bills and other receivables increased to US\$10 million in FY2015 due mainly to increase of payments via bills of exchange issued by banks.

Overall, the Group's financial position remained healthy as at 31 Dec 2015. The Group's current ratio was 3.16 times with cash and cash equivalent amounting to US\$26.8 million or approximately 3.8 US cents per share.

9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results



These results are in line with the statement made in the 3Q2015 financial result announcement.

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 Chinese economy experienced lower growth in FY2015. The slower growth coupled with the decline in the Chinese stock market adversely affected consumer sentiment and consequently automotive production and sales slowed unexpectedly in Q2 and Q3. Despite these challenges, the Group was able to achieve growth in sales and profit for FY2015.

Looking ahead in FY2016, the Group expects the Chinese economy to remain subdued with lower growth on the macro level. However, personal income is expected to increase and likewise consumer spending. This is in line with the Chinese Government's effort to restructure and improve the Chinese economy from an export oriented focus towards a more consumer driven one. Global auto sales forecasted to modestly improve in 2016, with steady growth in the US and strong sales in Western Europe mitigating sharply lower sales in Japan and slowing growth in China¹.

Notwithstanding the challenges in FY2015, the Group managed to increase its customer base in the automotive and consumer electronic segments. The Group's customer base now comprises major names in the automotive and consumer electronic markets. A recent addition is Tesla Motor where the Group is contracted to supply components for its green energy car and adding on to this, Tesla's increase in global electric cars sales growth should assist the Group's involvement with Tesla. The Group's newly secured first project with Beats by Dr. Dre is undergoing commercial production.

Barring unforeseen circumstances, the Group is cautiously optimistic of better financial performance in FY2016.

1:<http://press.ihs.com/press-release/automotive/ihs-global-outlook-automotive-sales-continued-momentum-north-america-europe>



11 Dividend

(a) Current Financial Period Reported On

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in Singapore cents)	3.3 cents per ordinary share*
Tax Rate	Not applicable (one-tier tax)

*Based on post-consolidation shares. With effect from 7 January 2016, the Company's shares have been consolidated on the basis of 5 pre-consolidation shares into 1 share.

(b) Corresponding Period of the Immediately Preceding Financial Year

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in Singapore cents)	0.60 cents per ordinary share**
Tax Rate	Not applicable (one-tier tax)

**Based on pre-consolidation shares.

(c) Date payable

18 May 2016

(d) Books closure date

The Share Transfer Books and Register of Members will be closed from 5 p.m. on 6 May 2016 for the preparation of dividend entitlements.

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

Not Applicable.

13 Interested Person Transactions

The Company does not have a shareholders' mandate for interested person transactions.

14 If the Group has obtained a general mandate from shareholders for interested person transactions ("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 the effect.

The Group has not obtained a general mandate from shareholders for IPTs.



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 for the current quarter.

16 A breakdown of sales

	Group		
	2015	2014	Difference
	US\$'000	US\$'000	%
Sales reported for the first half year	66,925	63,518	5.4%
Operating profit after tax reported for first half	2,667	2,741	-2.7%
Sales reported for the second half year	75,289	74,055	1.7%
Operating profit after tax reported for second half	5,485	14,319	-61.7%

17 Segmented revenue and results for business or business segments (of the group) in the form for which information is reported to key management personnel for the purpose of evaluating the units' past performance and for making decisions about future allocations of resources.

By Business Segments

	Automotive		Telecommunication		Consumer Electronic		Industrial & Medical		Consolidated	
	2015 US\$'000	2014 US\$'000	2015 US\$'000	2014 US\$'000	2015 US\$'000	2014 US\$'000	2015 US\$'000	2014 US\$'000	2015 US\$'000	2014 US\$'000
Segment Revenue	56,868	45,485	34,222	42,950	39,150	38,623	11,974	10,515	142,214	137,573
Segment Results	3,129	3,395	2,086	1,368	2,654	1,778	876	714	8,745	7,255
Finance costs									(94)	(129)
Net gain from liquidation of subsidiary									-	10,721
Share of results of associates									(19)	(4)
Profit before tax									8,632	17,843
Income tax expenses									(479)	(783)
Profit for the year									8,153	17,060

By Currency Segments



	RMB		Other currencies*		Consolidated	
	2015 US\$'000	2014 US\$'000	2015 US\$'000	2014 US\$'000	2015 US\$'000	2014 US\$'000
Segment revenue	75,461	71,226	66,753	66,347	142,214	137,573
As a percentage of sales	53.1%	51.8%	46.9%	48.2%		

- Other currencies mainly comprise of United States Dollar.

The Group does not analyse geographical segment by results for management's business evaluation.

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

	Full Year	
	2015 31-Dec S\$	2014 31-Dec S\$
Ordinary shares	4,235,520	4,235,520

19 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.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Chuang Tze Mon	41	Son of Mr. Chuang Wen Fu	Year 2015: Head of Group Strategy and Development Year 2016: Acting Head of Group Administration	Appointed as Executive Director of the Group on 11 May 2015

BY ORDER OF THE BOARD

Chuang Wen Fu
 Chairman

25 February 2016