

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF Q3 RESULTS

1(a) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

1(a)(i) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTERS ENDED 30 SEPTEMBER 2010 AND 30 SEPTEMBER 2009

	Group 3Q2010	Group 3Q2009	Increase/ (Decrease)	Group YTD Sep 2010	Group YTD Sep 2009	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	135,193	95,673	41.3%	369,277	252,480	46.3%
Cost of sales	(125,458)	(88,248)	42.2%	(343,103)	(233,070)	47.2%
Gross profit	9,735	7,425	31.1%	26,174	19,410	34.8%
Other income	305	41	643.9%	550	375	46.7%
Sales and distribution costs	(4,942)	(3,759)	31.5%	(13,836)	(11,364)	21.8%
General and administrative expenses	(2,905)	(2,610)	11.3%	(8,445)	(8,104)	4.2%
Other expenses	(730)	(367)	98.9%	(1,279)	(1,325)	(3.5%)
Interest expense	(187)	(97)	92.8%	(544)	(331)	64.4%
Profit/(loss) before taxation	1,276	633	101.6%	2,620	(1,339)	N.M.
Income tax expense	(388)	(174)	123.0%	(977)	(481)	103.1%
Profit/(loss) after taxation	888	459	93.5%	1,643	(1,820)	N.M.
Other comprehensive income						
Foreign currency translation	(111)	(1)	N.M.	(108)	5	N.M.
Net gain on fair value changes of available-for-sale financial assets	310	-	N.M.	830	-	N.M.
Other comprehensive income/(loss) for the period	199	(1)	N.M.	722	5	N.M.
Total comprehensive income/(loss) for the period	1,087	458	137.3%	2,365	(1,815)	N.M.

1(a) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year (Cont'd).

1(a)(i) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTERS ENDED 30 SEPTEMBER 2010 AND 30 SEPTEMBER 2009

	Group 3Q2010	Group 3Q2009	Increase/ (Decrease)	Group YTD Sep 2010	Group YTD Sep 2009	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Profit/(loss) after taxation attributable to:-						
Equity holders of the Company	888	459	93.5%	1,643	(1,820)	N.M.
	888	459	93.5%	1,643	(1,820)	N.M.
Total comprehensive income/(loss) attributable to:-						
Equity holders of the Company	1,087	458	137.3%	2,365	(1,815)	N.M.
	1,087	458	137.3%	2,365	(1,815)	N.M.

1(a)(ii) NOTES TO THE CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Notes to the consolidated statement of comprehensive income	3Q2010	3Q2009	YTD Sep 2010	YTD Sep 2009
	US\$'000	US\$'000	US\$'000	US\$'000
Interest income	5	3	15	14
Interest on borrowings	(186)	(97)	(543)	(331)
Allowance for doubtful trade debts written back	3	71	24	389
Allowance for doubtful trade debts	(278)	(4)	(308)	(94)
Reversal of stocks written down/stocks recovered	336	408	940	962
Stocks written down/off	(782)	(764)	(1,803)	(2,524)
Gain on disposal of property, plant and equipment	-	-	-	13
Depreciation of property, plant and equipment	(181)	(356)	(563)	(1,356)
Depreciation on investment property	-	(16)	-	(47)
Over/(under) provision of tax in respect of prior years	10	(16)	13	(16)
Net foreign exchange loss	(50)	(74)	(76)	(107)

1(b)(i) Balance sheets (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year.

BALANCE SHEETS	Group 30/09/2010	Group 31/12/2009	Company 30/09/2010	Company 31/12/2009
	US\$'000	US\$'000	US\$'000	US\$'000
Non-current assets				
Property, plant and equipment	3,677	3,940	-	-
Intangible assets	326	326	-	-
Investments in subsidiaries	-	-	13,049	13,049
Investment securities	2,284	1,273	2,284	1,273
Deferred tax assets	56	54	-	-
Current assets				
Trade debtors	69,227	55,489	6	3
Other debtors	1,009	1,736	50	7
Stocks	55,613	36,123	-	-
Amounts due from subsidiary companies	-	-	16,632	17,342
Tax recoverable	-	15	-	-
Cash and short term deposits	20,125	19,605	3,819	2,942
Total current assets	145,974	112,968	20,507	20,294
Current liabilities				
Trade creditors and accruals	(62,247)	(50,435)	(129)	(110)
Other creditors	(5,204)	(6,132)	-	(12)
Interest-bearing loans and borrowings	(37,143)	(16,487)	-	-
Finance lease obligations	(32)	(72)	-	-
Provision for taxation	(1,482)	(601)	(11)	(16)
Total current liabilities	(106,108)	(73,727)	(140)	(138)
Net current assets	39,866	39,241	20,367	20,156
Non-current liabilities				
Interest-bearing loans and borrowings	(2,710)	(3,498)	-	-
Finance lease obligations	-	(20)	-	-
Net assets	43,499	41,316	35,700	34,478
Equity attributable to equity holders of the Company				
Share capital	32,294	32,294	32,294	32,294
Treasury shares	(201)	(19)	(201)	(19)
Reserves	11,406	9,041	3,607	2,203
	43,499	41,316	35,700	34,478

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

Amount repayable in one year or less, or on demand

At 30/09/2010 (US\$'000)		At 31/12/2009 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
32	37,143	72	16,487

Amount repayable after one year

At 30/09/2010 (US\$'000)		At 31/12/2009 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
-	2,710	20	3,498

Details of any collateral

The Group's borrowings as at 30 September 2010 consisted of interest-bearing loans and borrowings, and finance lease obligations. Finance lease obligations were secured over certain motor vehicles owned by the Group.

1(c) A cash flow statement (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group 3Q2010	Group 3Q2009	Group YTD Sep 2010	Group YTD Sep 2009
	US\$'000	US\$'000	US\$'000	US\$'000
Cash flows from operating activities				
Profit/(loss) before taxation	1,276	633	2,620	(1,339)
Adjustments for:-				
Interest income	(5)	(3)	(15)	(14)
Interest expense	186	97	543	331
Depreciation of property, plant and equipment	181	356	563	1,356
Depreciation of investment property	-	16	-	47
Loss on disposal of property, plant and equipment	-	-	-	(13)
Dividend income from investment securities	(250)	-	(250)	-
Fixed assets written off	-	-	47	-
Operating cash flows before reinvestment in working capital	1,388	1,099	3,508	368
(Increase)/decrease in stocks	(10,858)	(1,641)	(19,490)	15,925
Increase in debtors	(8,894)	(1,639)	(13,011)	(5,999)
Increase in creditors	9,146	1,335	10,884	10,284
Cash flows (used in)/from operations	(9,218)	(846)	(18,109)	20,578
Interest received	5	3	15	14
Interest paid	(186)	(97)	(543)	(331)
Income tax refund/(paid)	5	(19)	(83)	(560)
Net cash flows (used in)/from operating activities	(9,394)	(959)	(18,720)	19,701
Cash flows from investing activities				
Dividend income from investment securities	69	-	69	-
Purchase of property, plant and equipment	(126)	(276)	(394)	(479)
Proceeds on disposal of property, plant and equipment	6	-	47	47
Cash flows used in investing activities	(51)	(276)	(278)	(432)
Cash flows from financing activities				
Increase/(decrease) in interest-bearing loans and borrowings	14,069	11,812	19,868	(9,517)
Decrease in finance lease obligations	(9)	(14)	(60)	(58)
Purchase of treasury shares	(13)	-	(182)	-
Net cash flows from/(used in) financing activities	14,047	11,798	19,626	(9,575)
Net increase in cash and cash equivalents	4,602	10,563	628	9,694
Cash and cash equivalents at beginning of period	15,634	12,705	19,605	13,568
Effects of exchange rate changes	(111)	(1)	(108)	5
Cash and cash equivalents at end of period	20,125	23,267	20,125	23,267

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.

YTD Sep 2010

The Group	Equity attributable to equity holders of the Company Total	Share capital	Treasury shares	Foreign currency translation reserve	Fair value reserve	Statutory reserve	Revenue reserve
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 January 2010	41,316	32,294	(19)	(941)	433	25	9,524
Total comprehensive income for the period	2,365	-	-	(108)	830	-	1,643
Acquisition of treasury shares	(182)	-	(182)	-	-	-	-
At 30 September 2010	43,499	32,294	(201)	(1,049)	1,263	25	11,167
At 1 January 2009	41,805	31,429	-	(936)	-	25	11,287
Total comprehensive loss for the period	(1,815)	-	-	5	-	-	(1,820)
At 30 September 2009	39,990	31,429	-	(931)	-	25	9,467

3Q2010

The Group	Equity attributable to equity holders of the Company Total	Share capital	Treasury shares	Foreign currency translation reserve	Fair value reserve	Statutory reserve	Revenue reserve
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 July 2010	42,425	32,294	(188)	(938)	953	25	10,279
Total comprehensive income for the quarter	1,087	-	-	(111)	310	-	888
Acquisition of treasury shares	(13)	-	(13)	-	-	-	-
At 30 September 2010	43,499	32,294	(201)	(1,049)	1,263	25	11,167
At 1 July 2009	39,532	31,429	-	(930)	-	25	9,008
Total comprehensive loss for the quarter	458	-	-	(1)	-	-	459
At 30 September 2009	39,990	31,429	-	(931)	-	25	9,467

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. (Cont'd)

YTD Sep 2010

The Company	Equity attributable to equity holders of the Company Total	Share capital	Treasury shares	Fair value reserve	Revenue reserve
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 January 2010	34,478	32,294	(19)	433	1,770
Total comprehensive income for the period	1,404	-	-	830	574
Acquisition of treasury shares	(182)	-	(182)	-	-
At 30 September 2010	35,700	32,294	(201)	1,263	2,344
At 1 January 2009	33,048	31,429	-	-	1,619
Total comprehensive income for the period	112	-	-	-	112
At 30 September 2009	33,160	31,429	-	-	1,731

3Q2010

The Company	Equity attributable to equity holders of the Company Total	Share capital	Treasury shares	Fair value reserve	Revenue reserve
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
At 1 July 2010	34,946	32,294	(188)	953	1,887
Total comprehensive income for the quarter	767	-	-	310	457
Acquisition of treasury shares	(13)	-	(13)	-	-
At 30 September 2010	35,700	32,294	(201)	1,263	2,344
At 1 July 2009	33,125	31,429	-	-	1,696
Total comprehensive income for the quarter	35	-	-	-	35
At 30 September 2009	33,160	31,429	-	-	1,731

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.

During the third quarter ended 30 September 2010, the Company purchased a total of 323,000 of its ordinary shares (30 September 2009: Nil), pursuant to the Share Buyback Mandate renewed at the Annual General Meeting on 7 April 2010. The shares were purchased by way of open market acquisitions at a price ranging from S\$0.050 to S\$0.055 per share and the total consideration paid was US\$13,000 (net of transaction costs).

The shares purchased were made out of the company's capital and held as treasury 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.

	3Q2010	FY2009
Number of issued shares	510,022,200	510,022,200
Less: Treasury shares	(5,363,000)	(520,000)
Total number of issued shares excluding treasury shares	504,659,200	509,502,200

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 were no sales, transfers, disposal, cancellation and/or use of treasury share during the current financial period reported on.

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

The figures have not been audited or reviewed by our auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

N.A.

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 preparation of the financial statements for the current reporting period compared with the audited financial statements for the year ended 31 December 2009.

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.

N.A.

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		Group	
	3Q2010	3Q2009	YTD Sep 2010	YTD Sep 2009
Based on weighted average number of ordinary shares (US cents)	0.18	0.09	0.32	(0.37)
On a fully diluted basis (US cents)	N.A.	N.A.	N.A.	N.A.

Earnings per share excluding treasury shares for 3Q2010 computed based on weighted average number of ordinary shares of 504,823,678 (3Q2009: 486,022,200) and YTD Sep 2010 computed based on weighted average number of ordinary shares of 506,868,387 (YTD Sep 2009: 486,022,200), excluding treasury shares.

7. Net asset value (for the issuer and Group) per ordinary share based on the total number of issued share 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	
	30/09/2010	31/12/2009	30/09/2010	31/12/2009
Net asset value per ordinary share based on existing issued share capital as at end of period reported on (US cents)	8.62	8.11	7.07	6.77

The Group's and the Company's net asset value per ordinary share have been computed based on the share capital of 504,659,200 ordinary shares, excluding treasury shares (31 December 2009: 509,502,200).

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.

Income Statement

Benefiting from the strong business momentum in 3Q FY2010, the Group delivered significantly improved performance compared to the third quarter of the previous financial year (3Q FY2009).

Revenue rose from US\$95.7 million in 3Q FY2009 to US\$135.2 million, representing an increase of 41.3%. Gross profit rose from US\$7.4 million in 3Q FY2009 to US\$9.7 million. The gross profit margin this quarter is approximately 7.2%.

Corresponding to the higher business activities during the quarter, operating expenses rose 28.3% from US\$6.8 million in 3Q FY2009 to US\$8.8 million.

At the close of 3Q FY2010, the Group reported net profit after tax of US\$0.9 million compared to US\$0.5 million in 3Q FY2009. Taking into consideration the net gain on fair value changes of available-for-sale financial assets and other comprehensive income for the quarter net of foreign currency translation, the total comprehensive income for the quarter amounted to US\$1.1 million compared to US\$0.5 million in the same quarter last financial year.

Balance Sheet

Net assets rose from US\$41.3 million as at 31 December 2009 to US\$43.5 million in 3Q FY2010 due mainly to:

- Increase in trade debtors' balance, which rose from US\$55.5 million as at 31 December 2009 to US\$ 69.2 million and the increase in inventory balance, which rose from US\$36.1 million as at 31 December 2009 to US\$55.6 million due to higher business activities.
- Increase in trade creditors and accruals, which rose from US\$50.4 million as at 31 December 2009 to US\$62.2 million due to inventory increase.
- Other creditors balance decreased from US\$6.1 million as at 31 December 2009 to US\$5.2 million. This comprises mainly deposits from customers, which decrease as they took delivery of their purchases.
- Interest-bearing loans and borrowings rose from US\$20.0 million as at 31 December 2009 to US\$39.9 million due to higher working capital requirements during the quarter.
- Provision for taxation rose from US\$0.6 million as at 31 December 2009 to US\$1.5 million.
- At the close of the quarter, the cash and short term deposits totaled US\$20.1 million, compared to US\$19.6 million as at 31 December 2009.

Shareholders' Equity

Shareholders' equity rose from US\$41.3 million as at 31 December 2009 to US\$43.5 million due to increase in reserves. Reserves rose from US\$9.0 million as at 31 December 2009 to US\$11.4 million as at 30 September 2010 due to the profit contribution of US\$2.4 million over a period of nine months, net of the treasury shares of US\$0.2 million.

Working Capital

Approximately US\$9.4 million was used to fund operating activities this quarter due to increases in trade debtors and inventory.

At the close of the quarter, cash and cash equivalents amounted to US\$20.1 million compared to US\$23.3 million as at 30 September 2009 due to increases in trade creditors and higher inventory balance reflecting the higher business activities during the quarter. The Group's operating efficiency continues to improve as trade debtors' turnover narrowed from 49 days as at 30 September 2009 to 46 days as at 30 September 2010 and inventory turnover improved from 43 days as at 30 September 2009 to 36 days as at 30 September 2010.

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

N.A.

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.

Into the end of FY2010, the outlook for the region's electronic industry remains positive. However, the recent strengthening of Asian currencies against the US Dollar may ultimately affect the competitiveness of exports from the region. The Group will closely monitor the developments in the market and exercise caution in its business management in light of the changing dynamics in the global currency and trade scene.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? **No.**

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? **No.**

(c) Date payable. N.A.

(d) Books closure date. N.A.

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

No dividend has been declared for 3Q2010.

13. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual

The Board of Directors of the Company hereby confirm to the best of their knowledge that nothing has come to their attention which may render the financial statements for the third quarter ended 30 September 2010 to be false or misleading.

BY ORDER OF THE BOARD

Wong Yoen Har
Company Secretary
3 November 2010