

**Third Quarter Financial Statement And Related Announcement for the Quarter Ended 30 September 2014**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF Q3 RESULTS**

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.

1(a)(i) **CONSOLIDATED INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTERS ENDED 30 SEPTEMBER 2014 AND 30 SEPTEMBER 2013**

**Consolidated Income Statement**

	Group 3Q2014	Group 3Q2013	Increase/ (Decrease)	Group YTD Sep 2014	Group YTD Sep 2013	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	200,566	176,639	13.5%	543,203	489,692	10.9%
Cost of sales	(188,182)	(164,253)	14.6%	(508,554)	(454,952)	11.8%
<b>Gross profit</b>	<b>12,384</b>	<b>12,386</b>	<b>(0.0%)</b>	<b>34,649</b>	<b>34,740</b>	<b>(0.3%)</b>
Other income	333	287	16.0%	940	690	36.2%
Sales and distribution costs	(6,432)	(6,451)	(0.3%)	(18,372)	(17,923)	2.5%
General and administrative expenses	(3,322)	(3,452)	(3.8%)	(10,846)	(10,707)	1.3%
Other expenses	(423)	(267)	58.4%	(250)	(873)	(71.4%)
Interest expense	(394)	(293)	34.5%	(943)	(795)	18.6%
<b>Profit before taxation</b>	<b>2,146</b>	<b>2,210</b>	<b>(2.9%)</b>	<b>5,178</b>	<b>5,132</b>	<b>0.9%</b>
Income tax expense	(213)	(362)	(41.2%)	(717)	(1,013)	(29.2%)
<b>Profit after taxation</b>	<b>1,933</b>	<b>1,848</b>	<b>4.6%</b>	<b>4,461</b>	<b>4,119</b>	<b>8.3%</b>
<b>Profit attributable to:</b>						
Equity holders of the Company	1,933	1,848	4.6%	4,461	4,119	8.3%

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 (Cont'd).

1(a)(i) CONSOLIDATED INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTERS ENDED 30 SEPTEMBER 2014 AND 30 SEPTEMBER 2013 (CONT'D)

Consolidated Statement of Other Comprehensive Income

	Group 3Q2014	Group 3Q2013	Increase/ (Decrease)	Group YTD Sep 2014	Group YTD Sep 2013	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Profit after taxation	1,933	1,848	4.6%	4,461	4,119	8.3%
<b>Other comprehensive (loss)/ income:</b>						
<b>Items that may be reclassified subsequently to profit or loss:</b>						
Foreign currency translation	(2)	(1)	100.0%	13	(13)	N.M.
Net (loss)/ gain on fair value changes of available-for-sale financial assets	(273)	(115)	137.4%	414	112	269.6%
<b>Other comprehensive (loss)/ income for the period</b>	<b>(275)</b>	<b>(116)</b>	<b>137.1%</b>	<b>427</b>	<b>99</b>	<b>331.3%</b>
<b>Total comprehensive income for the period</b>	<b>1,658</b>	<b>1,732</b>	<b>(4.3%)</b>	<b>4,888</b>	<b>4,218</b>	<b>15.9%</b>
<b>Total comprehensive income attributable to:</b>						
Equity holders of the Company	1,658	1,732	(4.3%)	4,888	4,218	15.9%
	<b>1,658</b>	<b>1,732</b>	<b>(4.3%)</b>	<b>4,888</b>	<b>4,218</b>	<b>15.9%</b>

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

Notes to the consolidated statement of comprehensive income	3Q2014	3Q2013	YTD Sep 2014	YTD Sep 2013
	US\$'000	US\$'000	US\$'000	US\$'000
Interest income	6	4	17	15
Interest on borrowings	(394)	(293)	(943)	(795)
Allowance for doubtful trade debts written back	3	94	168	217
Allowance for doubtful trade debts	(63)	(96)	(272)	(421)
Bad debts written off	(5)	(17)	(5)	(63)
Reversal of stocks written down	498	975	2,508	2,452
Stocks written down/ off	(855)	(1,215)	(2,648)	(3,016)
Depreciation of property, plant and equipment	(264)	(199)	(767)	(591)
Gain/ (loss) on disposal of property, plant and equipment	5	(5)	5	(5)
Property, plant and equipment written off	(7)	-	(7)	(7)
Net foreign exchange (loss)/ gain	(17)	(63)	(41)	125
Net fair value gain/ (loss) on financial instruments	24	-	(347)	-
Loss on liquidation of subsidiary	-	-	-	(38)

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	Group 30/09/2014	Group 31/12/2013	Company 30/09/2014	Company 31/12/2013
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Non-current assets</b>				
Property, plant and equipment	4,067	4,409	-	-
Intangible assets	326	326	-	-
Investments in subsidiaries	-	-	13,049	13,049
Investment securities	2,231	1,744	2,231	1,744
Deferred tax assets	50	36	-	-
<b>Current assets</b>				
Trade debtors	127,164	94,518	4	4
Other debtors	845	1,203	-	-
Prepayments	408	317	16	1
Stocks	97,506	76,404	-	-
Amounts due from subsidiaries	-	-	17,000	18,783
Cash and short term deposits	7,513	10,827	2,180	609
<b>Total current assets</b>	<b>233,436</b>	<b>183,269</b>	<b>19,200</b>	<b>19,397</b>
<b>Current liabilities</b>				
Trade creditors and accruals	(88,148)	(68,846)	(708)	(867)
Other creditors	(7,241)	(7,470)	(10)	(41)
Interest-bearing loans and borrowings	(88,345)	(59,326)	-	-
Provision for taxation	(2,861)	(2,282)	(13)	(13)
<b>Total current liabilities</b>	<b>(186,595)</b>	<b>(137,924)</b>	<b>(731)</b>	<b>(921)</b>
<b>Net current assets</b>	<b>46,841</b>	<b>45,345</b>	<b>18,469</b>	<b>18,476</b>
<b>Net assets</b>	<b>53,515</b>	<b>51,860</b>	<b>33,749</b>	<b>33,269</b>
<b>Equity attributable to equity holders of the Company</b>				
Share capital	32,294	32,294	32,294	32,294
Treasury shares	(96)	(96)	(96)	(96)
Reserves	21,317	19,662	1,551	1,071
	<b>53,515</b>	<b>51,860</b>	<b>33,749</b>	<b>33,269</b>

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

**Amount repayable in one year or less, or on demand**

<b>At 30/09/2014 (US\$'000)</b>		<b>At 31/12/2013 (US\$'000)</b>	
Secured	Unsecured	Secured	Unsecured
-	88,345	-	59,326

**Amount repayable after one year, or on demand**

<b>At 30/09/2014 (US\$'000)</b>		<b>At 31/12/2013 (US\$'000)</b>	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

**Details of any collateral**

The Group's borrowings as at 30 September 2014 consisted of interest-bearing loans and borrowings.

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.

	Group 3Q2014	Group 3Q2013	Group YTD Sep 2014	Group YTD Sep 2013
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Operating activities</b>				
Profit before taxation	2,146	2,210	5,178	5,132
Adjustments for:-				
Interest income	(6)	(4)	(17)	(15)
Interest expense	394	293	943	795
Depreciation of property, plant and equipment	264	199	767	591
(Gain)/ loss on disposal of property, plant and equipment	(5)	5	(5)	5
Property, plant and equipment written off	7	-	7	7
Dividend income from investment securities	(197)	(182)	(197)	(182)
Fair value (gain)/ loss on financial instruments	(24)	-	347	-
Loss on liquidation of subsidiary	-	-	-	38
<b>Operating cash flows before changes in working capital</b>	<b>2,579</b>	<b>2,521</b>	<b>7,023</b>	<b>6,371</b>
(Increase)/ decrease in stocks	(9,876)	2,494	(21,102)	(11,239)
Increase in trade debtors, other debtors and prepayments	(8,274)	(11,478)	(32,726)	(20,716)
(Decrease)/ increase in trade creditors, accruals and other creditors	(7,094)	(4,294)	19,073	14,246
<b>Cash flows used in operations</b>	<b>(22,665)</b>	<b>(10,757)</b>	<b>(27,732)</b>	<b>(11,338)</b>
Interest received	6	4	17	15
Interest paid	(394)	(293)	(943)	(795)
Income tax paid	82	(21)	(152)	(377)
<b>Net cash flows used in operating activities</b>	<b>(22,971)</b>	<b>(11,067)</b>	<b>(28,810)</b>	<b>(12,495)</b>
<b>Investing activities</b>				
Purchase of property, plant and equipment	(367)	(416)	(445)	(542)
Proceeds on disposal of property, plant and equipment	18	-	18	-
Dividend income from investment securities	124	106	124	106
<b>Net cash flows used in investing activities</b>	<b>(225)</b>	<b>(310)</b>	<b>(303)</b>	<b>(436)</b>
<b>Financing activities</b>				
Increase in interest-bearing loans and borrowings	21,944	7,885	29,019	13,003
Dividend paid on ordinary shares	-	-	(3,233)	(3,272)
<b>Net cash flows generated from financing activities</b>	<b>21,944</b>	<b>7,885</b>	<b>25,786</b>	<b>9,731</b>
Net decrease in cash and short-term deposits	(1,252)	(3,492)	(3,327)	(3,200)
Effects of exchange rate changes on cash and short-term deposits	(2)	(1)	13	(13)
Cash and short-term deposits at beginning of period	8,767	14,054	10,827	13,774
<b>Cash and short-term deposits at end of period</b>	<b>7,513</b>	<b>10,561</b>	<b>7,513</b>	<b>10,561</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.

YTD Sep 2014										
Attributable to equity holders of the Company										
Group	Equity, total US\$'000	Share capital US\$'000	Treasury shares US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000	
<b>Opening balance at 1 January 2014</b>	<b>51,860</b>	<b>32,294</b>	<b>(96)</b>	<b>19,662</b>	<b>103</b>	<b>380</b>	<b>25</b>	<b>(1,176)</b>	<b>20,330</b>	
Profit for the period	4,461	-	-	4,461	-	-	-	-	4,461	
<b>Other comprehensive income:</b>										
Items that may be reclassified subsequently to profit or loss:										
Foreign currency translation	13	-	-	13	-	-	-	13	-	
Net gain on fair value changes of available-for-sale financial assets	414	-	-	414	-	414	-	-	-	
Other comprehensive income for the period	427	-	-	427	-	414	-	13	-	
Total comprehensive income for the period	4,888	-	-	4,888	-	414	-	13	4,461	
<b>Distribution to owners</b>										
Dividends on ordinary shares	(3,233)	-	-	(3,233)	-	-	-	-	(3,233)	
<b>Closing balance at 30 September 2014</b>	<b>53,515</b>	<b>32,294</b>	<b>(96)</b>	<b>21,317</b>	<b>103</b>	<b>794</b>	<b>25</b>	<b>(1,163)</b>	<b>21,558</b>	
YTD Sep 2013										
Attributable to equity holders of the Company										
Group	Equity, total US\$'000	Share capital US\$'000	Treasury shares US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000	
<b>Opening balance at 1 January 2013</b>	<b>48,420</b>	<b>32,294</b>	<b>(201)</b>	<b>16,327</b>	<b>-</b>	<b>85</b>	<b>25</b>	<b>(1,159)</b>	<b>17,376</b>	
Profit for the period	4,119	-	-	4,119	-	-	-	-	4,119	
<b>Other comprehensive income:</b>										
Items that may be reclassified subsequently to profit or loss:										
Foreign currency translation	(13)	-	-	(13)	-	-	-	(13)	-	
Net gain on fair value changes of available-for-sale financial assets	112	-	-	112	-	112	-	-	-	
Other comprehensive income for the period	99	-	-	99	-	112	-	(13)	-	
Total comprehensive income for the period	4,218	-	-	4,218	-	112	-	(13)	4,119	
<b>Distribution to owners</b>										
Dividends on ordinary shares	(3,272)	-	-	(3,272)	-	-	-	-	(3,272)	
<b>Closing balance at 30 September 2013</b>	<b>49,366</b>	<b>32,294</b>	<b>(201)</b>	<b>17,273</b>	<b>-</b>	<b>197</b>	<b>25</b>	<b>(1,172)</b>	<b>18,223</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. (Cont'd).

3Q2014	Attributable to equity holders of the Company								
Group	Equity, total US\$'000	Share capital US\$'000	Treasury shares US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000
<b>Opening balance at 1 July 2014</b>	51,857	32,294	(96)	19,659	103	1,067	25	(1,161)	19,625
Profit for the period	1,933	-	-	1,933	-	-	-	-	1,933
<b>Other comprehensive loss:</b>									
Items that may be reclassified subsequently to profit or loss:									
Foreign currency translation	(2)	-	-	(2)	-	-	-	(2)	-
Net loss on fair value changes of available-for-sale financial assets	(273)	-	-	(273)	-	(273)	-	-	-
Other comprehensive loss for the period	(275)	-	-	(275)	-	(273)	-	(2)	-
Total comprehensive income for the period	1,658	-	-	1,658	-	(273)	-	(2)	1,933
<b>Distribution to owners</b>									
Dividends on ordinary shares	-	-	-	-	-	-	-	-	-
<b>Closing balance at 30 September 2014</b>	<b>53,515</b>	<b>32,294</b>	<b>(96)</b>	<b>21,317</b>	<b>103</b>	<b>794</b>	<b>25</b>	<b>(1,163)</b>	<b>21,558</b>
3Q2013	Attributable to equity holders of the Company								
Group	Equity, total US\$'000	Share capital US\$'000	Treasury shares US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000
<b>Opening balance at 1 July 2013</b>	47,634	32,294	(201)	15,541	-	312	25	(1,171)	16,375
Profit for the period	1,848	-	-	1,848	-	-	-	-	1,848
<b>Other comprehensive loss:</b>									
Items that may be reclassified subsequently to profit or loss:									
Foreign currency translation	(1)	-	-	(1)	-	-	-	(1)	-
Net loss on fair value changes of available-for-sale financial assets	(115)	-	-	(115)	-	(115)	-	-	-
Other comprehensive loss for the period	(116)	-	-	(116)	-	(115)	-	(1)	-
Total comprehensive income for the period	1,732	-	-	1,732	-	(115)	-	(1)	1,848
<b>Distribution to owners</b>									
Dividends on ordinary shares	-	-	-	-	-	-	-	-	-
<b>Closing balance at 30 September 2013</b>	<b>49,366</b>	<b>32,294</b>	<b>(201)</b>	<b>17,273</b>	<b>-</b>	<b>197</b>	<b>25</b>	<b>(1,172)</b>	<b>18,223</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. (Cont'd).

YTD Sep 2014	Attributable to equity holders of the Company						
Company	Equity, total US\$'000	Share capital US\$'000	Treasury shares US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Revenue reserve US\$'000
<b>Opening balance at 1 January 2014</b>	<b>33,269</b>	<b>32,294</b>	<b>(96)</b>	<b>1,071</b>	<b>103</b>	<b>380</b>	<b>588</b>
Profit for the period	3,299	-	-	3,299	-	-	3,299
<b>Other comprehensive income:</b>							
Items that may be reclassified subsequently to profit or loss:							
Net gain on fair value changes of available-for-sale financial assets	414	-	-	414	-	414	-
Other comprehensive income for the period	414	-	-	414	-	414	-
Total comprehensive income for the period	3,713	-	-	3,713	-	414	3,299
<u>Distribution to owners</u>							
Dividends on ordinary shares	(3,233)	-	-	(3,233)	-	-	(3,233)
<b>Closing balance at 30 September 2014</b>	<b>33,749</b>	<b>32,294</b>	<b>(96)</b>	<b>1,551</b>	<b>103</b>	<b>794</b>	<b>654</b>
<hr/>							
YTD Sep 2013	Attributable to equity holders of the Company						
Company	Equity, total US\$'000	Share capital US\$'000	Treasury shares US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Revenue reserve US\$'000
<b>Opening balance at 1 January 2013</b>	<b>32,442</b>	<b>32,294</b>	<b>(201)</b>	<b>349</b>	<b>-</b>	<b>85</b>	<b>264</b>
Profit for the period	3,542	-	-	3,542	-	-	3,542
<b>Other comprehensive income:</b>							
Items that may be reclassified subsequently to profit or loss:							
Net gain on fair value changes of available-for-sale financial assets	112	-	-	112	-	112	-
Other comprehensive income for the period	112	-	-	112	-	112	-
Total comprehensive income for the period	3,654	-	-	3,654	-	112	3,542
<u>Distribution to owners</u>							
Dividends on ordinary shares	(3,272)	-	-	(3,272)	-	-	(3,272)
<b>Closing balance at 30 September 2013</b>	<b>32,824</b>	<b>32,294</b>	<b>(201)</b>	<b>731</b>	<b>-</b>	<b>197</b>	<b>534</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. (Cont'd).

<b>3Q2014</b>		<b>Attributable to equity holders of the Company</b>					
<b>Company</b>	<b>Equity, total US\$'000</b>	<b>Share capital US\$'000</b>	<b>Treasury shares US\$'000</b>	<b>Reserves, total US\$'000</b>	<b>Other reserve US\$'000</b>	<b>Fair value reserve US\$'000</b>	<b>Revenue reserve US\$'000</b>
<b>Opening balance at 1 July 2014</b>	<b>34,008</b>	<b>32,294</b>	<b>(96)</b>	<b>1,810</b>	<b>103</b>	<b>1,067</b>	<b>640</b>
Profit for the period	14	-	-	14	-	-	14
<b>Other comprehensive loss:</b>							
Items that may be reclassified subsequently to profit or loss:							
Net loss on fair value changes of available-for-sale financial assets	(273)	-	-	(273)	-	(273)	-
Other comprehensive loss for the period	(273)	-	-	(273)	-	(273)	-
Total comprehensive loss for the period	(259)	-	-	(259)	-	(273)	14
<b>Distribution to owners</b>							
Dividends on ordinary shares	-	-	-	-	-	-	-
<b>Closing balance at 30 September 2014</b>	<b>33,749</b>	<b>32,294</b>	<b>(96)</b>	<b>1,551</b>	<b>103</b>	<b>794</b>	<b>654</b>

<b>3Q2013</b>		<b>Attributable to equity holders of the Company</b>					
<b>Company</b>	<b>Equity, total US\$'000</b>	<b>Share capital US\$'000</b>	<b>Treasury shares US\$'000</b>	<b>Reserves, total US\$'000</b>	<b>Other reserve US\$'000</b>	<b>Fair value reserve US\$'000</b>	<b>Revenue reserve US\$'000</b>
<b>Opening balance at 1 July 2013</b>	<b>32,555</b>	<b>32,294</b>	<b>(201)</b>	<b>462</b>	<b>-</b>	<b>312</b>	<b>150</b>
Profit for the period	384	-	-	384	-	-	384
<b>Other comprehensive loss:</b>							
Items that may be reclassified subsequently to profit or loss:							
Net loss on fair value changes of available-for-sale financial assets	(115)	-	-	(115)	-	(115)	-
Other comprehensive loss for the period	(115)	-	-	(115)	-	(115)	-
Total comprehensive income for the period	269	-	-	269	-	(115)	384
<b>Distribution to owners</b>							
Dividends on ordinary shares	-	-	-	-	-	-	-
<b>Closing balance at 30 September 2013</b>	<b>32,824</b>	<b>32,294</b>	<b>(201)</b>	<b>731</b>	<b>-</b>	<b>197</b>	<b>534</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 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.**

In addition to the disclosure in Note 1(d)(i) above, the changes to the company's treasury shares during the period were as follows:-

	3Q2014		3Q2013	
	No. of shares	US\$'000	No. of shares	US\$'000
<b>Treasury shares</b>				
At beginning of financial period	2,444,000	96	5,363,000	201
At end of financial period	2,444,000	96	5,363,000	201

In November 2013, the Company transferred 2,919,000 treasury shares to its employees at a weighted average exercise price of \$0.036 each pursuant to the Excelpoint Performance Share Scheme.

- 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 total number of issued shares excluding treasury shares as at the end of 30 September 2014 is 507,578,200 (31 December 2013: 507,578,200).

- 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 2013.

- 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	
	3Q2014	3Q2013	YTD Sep 2014	YTD Sep 2013
Based on weighted average number of ordinary shares (US cent)	0.38	0.37	0.88	0.82
On a fully diluted basis (US cent)	N.A.	N.A.	N.A.	N.A.

Earnings per share excluding treasury shares for 3Q2014 computed based on weighted average number of ordinary shares of 507,578,200 (3Q2013: 504,659,200).

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	
	30/09/2014	31/12/2013	30/09/2014	31/12/2013
Net asset value per ordinary share based on existing issued share capital as at end of period reported on (US cents)	10.54	10.22	6.65	6.55

The Group's and the Company's net asset value per ordinary share have been computed based on the share capital of 507,578,200 (4Q2013: 507,578,200) ordinary shares, excluding treasury shares.

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**

### **Comparing 3Q2014 with 3Q2013**

The Group reported revenues of US\$200.6 million in the third quarter of FY2014 (3Q FY2014) compared to US\$176.6 million in 3Q FY2013. Revenue rose by 13.5% this quarter due to the ongoing strong demand, especially for memory products. The Group's gross profit margin this quarter stood at 6.2% compared to 7.0% in the same period last year. This is largely due to the change in product mix this quarter. Other income, which amounted to US\$0.3 million, comprises mainly the balance of the proceeds from the divestment of the research and development division. Net profit after tax amounted to US\$1.9 million compared US\$1.8 million in the same period last year, representing an increase of approximately 4.6%.

Total operating expenses increased by 1.0% from US\$10.5 million (3Q FY2013) to US\$10.6 million (3Q FY2014). Sales and distribution costs decreased marginally by 0.3% to US\$6.4 million. General and administrative expenses decreased by 3.8% to US\$3.3 million. Other expenses, comprising mainly net stocks written off and allowance for doubtful trade totalled US\$0.4 million compared to US\$0.3 million in 3Q FY2013.

Other comprehensive loss for the quarter increased from US\$0.1 million to US\$0.3 million compared last year. This was due to the higher net loss on fair value changes of available-for-sale financial assets in 3Q FY2014.

## BALANCE SHEET

Net current assets rose marginally from US\$45.3 million to US\$46.8 million due primarily to:

- Higher trade debtors balance, which increased from US\$94.5 million to US\$127.2 million. Trade debtors' turnover in 3Q FY2014 stood at 56 days (3Q FY2013: 50 days)
- Higher trade creditors' balance, which rose from US\$68.8 million to US\$88.1 million. Trade creditors' turnover in 3Q FY2014 and 3Q FY2013 remained unchanged at 42 days.
- Higher stock balance, which rose from US\$76.4 million to US\$97.5 million. Stock turnover was 47 days this quarter compared to 42 days in 3Q FY2013.
- Higher Interest-bearing loans and borrowings, which rose from US\$59.3 million to US\$88.3 million.
- Lower cash and short term deposits, which decreased from US\$10.8 million (4Q FY2013) to US\$7.5 million.

## SHAREHOLDERS' EQUITY

Shareholders' equity rose from US\$51.9 million (31 Dec 2013) to US\$53.5 million at the close of the quarter due to a US\$1.6 million increase in reserves.

## WORKING CAPITAL

Approximately US\$23.0 million were used for operating activities this quarter compared to US\$11.0 million used in the same quarter last year. This is primarily due to an US\$9.9 million increase in stocks, US\$8.3 million increase in trade debtors, other debtors and prepayments and US\$7.1 million decrease in trade creditors, accruals and other creditors.

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.**

China will maintain its position as our major contributor. Conditions in the ASEAN markets and India remain stable and we look forward to the new opportunities there.

We are optimistic about our prospects in the fourth quarter and are confident that we will continue to operate profitably, barring unforeseen circumstances.

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.**

**11. Dividend (cont'd)**

**(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 3Q2014.

**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.**

No IPT mandate has been obtained.

The aggregate value of all interested person transactions during the financial period ended 30 September 2014 were as follows:-

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Description of the transaction entered into with the interested person during the financial year under review	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Albert Phuyay Yong Hen	US\$92,700	Rental of office premises	N.A.

**14. 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 2014 to be false or misleading.

**BY ORDER OF THE BOARD**

Wong Yoen Har  
Company Secretary  
27 October 2014