

Unaudited First Half Financial Statements And Dividend Announcement for the Six months / Second Quarter Ended 30 June 2013
PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR 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.**

	Note	Three months / second quarter ended 30 June			Six months / half-year ended 30 June		
		2013 US\$'000	2012 US\$'000	% Increase/ (Decrease)	2013 US\$'000	2012 US\$'000	% Increase/ (Decrease)
Revenue		34,774	40,034	(13.1%)	68,854	71,379	(3.5%)
Cost of sales		(26,156)	(28,981)	(9.7%)	(52,059)	(53,915)	(3.4%)
Gross profit		8,618	11,053	(22.0%)	16,795	17,464	(3.8%)
Other operating income		338	467	(27.6%)	673	764	(11.9%)
Provisional gain on bargain purchase		-	-	-	1,494	-	N.M.*
Distribution expenses		(626)	(615)	1.8%	(1,147)	(1,118)	2.6%
Administrative expenses		(6,119)	(6,398)	(4.4%)	(11,836)	(12,332)	(4.0%)
Finance costs		(47)	(61)	(23.0%)	(103)	(129)	(20.2%)
Profit before income tax	(1)	2,164	4,446	(51.3%)	5,876	4,649	26.4%
Income tax expense		(131)	(757)	(82.7%)	(999)	(1,217)	(17.9%)
Profit after income tax		2,033	3,689	(44.9%)	4,877	3,432	42.1%
Profit attributable to:							
Owners of the Company		2,043	3,685	(44.6%)	4,885	3,431	42.4%
Non-controlling interests		(10)	4	(350.0%)	(8)	1	(900.0%)
		2,033	3,689	(44.9%)	4,877	3,432	42.1%

* N.M.: Not meaningful.

Note (1)

Profit before income tax has been arrived at after charging/(crediting):

	Three months / second quarter ended 30 June		Six months / half-year ended 30 June	
	2013 US\$'000	2012 US\$'000	2013 US\$'000	2012 US\$'000
Depreciation of property, plant and equipment	774	872	1,645	1,749
Interest income	(244)	(109)	(461)	(230)
Net foreign exchange loss (Note a)	205	172	119	32
Allowance for inventories	81	82	127	196
(Gain)/Loss on change in fair value of derivative financial instruments	-	(86)	(37)	1
Net loss/(gain) on disposal of property, plant and equipment	58	(8)	64	(54)
Impairment loss on available-for-sale investments	-	72	-	72

Note a: The foreign currency exchange loss for the six months ended 30 June 2013 comprised mainly unrealised gain net of unrealised loss on translating monetary assets less monetary liabilities in foreign currencies, mainly United States dollars and Japanese yen, to functional currency at each Group entity, and realised gain net of realised loss on payments denominated in foreign currencies other than the functional currency in each Group entity.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the period ended 30 June 2013

	Three months / second quarter ended 30 June			Six months / half-year ended 30 June		
	2013 US\$'000	2012 US\$'000	% Increase/ (Decrease)	2013 US\$'000	2012 US\$'000	% Increase/ (Decrease)
Profit after income tax	2,033	3,689	(44.9%)	4,877	3,432	42.1%
Other comprehensive income: (Deferred tax liability arising)/ Reversal of deferred tax liability on revaluation of available-for-sale investments	(35)	16	(318.8%)	(85)	(21)	304.8%
Exchange difference on translation of foreign operations	234	156	50.0%	(643)	(480)	34.0%
Available-for-sale investments Fair value gain/(loss) arising during the periods	130	(36)	N.M.	236	52	353.8%
Other comprehensive income/(expense) for the periods, net of tax	329	136	141.9%	(492)	(449)	9.6%
Total comprehensive income for the periods, net of tax	2,362	3,825	(38.2%)	4,385	2,983	47.0%
Total comprehensive income attributable to:						
Owners of the Company	2,372	3,821	(37.9%)	4,393	2,982	47.3%
Non-controlling interests	(10)	4	(350.0%)	(8)	1	(900.0%)
	2,362	3,825	(38.2%)	4,385	2,983	47.0%

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.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2013

	The Group		The Company	
	As at 30 June 2013 US\$'000	As at 31 December 2012 US\$'000	As at 30 June 2013 US\$'000	As at 31 December 2012 US\$'000
<u>ASSETS</u>				
Current assets				
Cash and bank balances	40,534	53,252	153	58
Trade receivables	21,504	25,728	-	-
Other receivables and prepayments	1,816	2,096	11	26
Prepaid lease payments	9	9	-	-
Income tax recoverable	7	7	-	-
Inventories	12,655	10,527	-	-
Loans and receivables	5,264	4,938	-	-
Pledged bank deposit (Note b)	143	143	-	-
Total current assets	81,932	96,700	164	84
Non-current assets				
Available-for-sale investments	856	705	-	-
Held-to-maturity investment	981	983	-	-
Other assets	672	741	-	-
Amount due from a subsidiary	-	-	16,611	15,876
Prepaid lease payments	462	459	-	-
Property, plant and equipment	18,507	19,237	-	-
Subsidiaries	-	-	10,735	10,735
Total non-current assets	21,478	22,125	27,346	26,611
Total assets	103,410	118,825	27,510	26,695
<u>LIABILITIES AND EQUITY</u>				
Current liabilities				
Bank and other borrowings	3,975	5,236	-	-
Trade payables	21,197	32,716	-	-
Other payables and accruals	5,795	5,565	210	272
Derivative financial instruments	-	37	-	-
Current portion of obligation under finance leases	290	410	-	-
Income tax payable	1,148	3,986	-	-
Total current liabilities	32,405	47,950	210	272
Non-current liabilities				
Bank and other borrowings	4,545	5,360	-	-
Obligation under finance leases	362	466	-	-
Retirement benefit obligations	635	1,309	-	-
Deferred tax liabilities	644	794	-	-
Total non-current liabilities	6,186	7,929	-	-
Capital, reserves and non-controlling interests				
Issued capital	10,087	10,087	10,087	10,087
Reserves	54,704	52,823	17,213	16,336
Equity attributable to owners of the Company	64,791	62,910	27,300	26,423
Non-controlling interests	28	36	-	-
Total equity	64,819	62,946	27,300	26,423
Total liabilities and equity	103,410	118,825	27,510	26,695

Note b: As at 30 June 2013, the Group's bank deposit of approximately US\$143,000 (31 December 2012: US\$143,000) were pledged to financial institutions to secure banking facilities granted to the Group.

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 June 2013		As at 31 December 2012	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	-	3,975	-	5,236
Obligation under finance leases	290	-	410	-
Total	290	3,975	410	5,236

Amount repayable after one year

	As at 30 June 2013		As at 31 December 2012	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	-	4,545	-	5,360
Obligation under finance leases	362	-	466	-
Total	362	4,545	466	5,360

Details of collateral

As at 30 June 2013, the Group's bank deposit of approximately US\$143,000 (31 December 2012: US\$143,000) was pledged to financial institutions to secure banking facilities granted to the Group. The carrying amount of the Group's property, plant and equipment includes an amount of US\$1,294,000 (31 December 2012: US\$1,427,000) in respect of assets held under finance leases which are secured by the lessor's title to the leased assets.

- 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 the period ended 30 June 2013				
	The Group			
	Three months / second quarter ended 30 June		Six months / half-year ended 30 June	
	2013	2012	2013	2012
	US\$'000	US\$'000	US\$'000	US\$'000
OPERATING ACTIVITIES				
Profit before income tax	2,164	4,446	5,876	4,649
Adjustments for				
Allowance for inventories	81	82	127	196
Depreciation of property, plant and equipment	774	872	1,645	1,749
Amortization of prepaid lease payments	3	3	6	6
Interest income	(244)	(109)	(461)	(230)
Interest expenses	47	61	103	129
Impairment loss on available-for-sale investments	-	72	-	72
Net loss/(gain) on disposal of property, plant and equipment	58	(8)	64	(54)
Retirement benefit obligations	(32)	344	15	383
Provisional gain on bargain purchase	-	-	(1,494)	-
(Gain)/Loss on change in fair value of derivative financial instruments	-	(86)	(37)	1
Operating cash flows before movements in working capital	2,851	5,677	5,844	6,901
Trade receivables, other receivables and prepayments	(5,689)	(5,960)	5,136	1,877
Inventories	(5,069)	(4,782)	(2,091)	(4,205)
Trade payables, other payables and accruals	4,212	8,044	(12,140)	(988)
Cash (used in)/generated from operations	(3,695)	2,979	(3,251)	3,585
Net income tax paid	(2,334)	(1,587)	(4,071)	(2,493)
Interest paid	(47)	(61)	(103)	(129)
Retirement benefit obligations paid	(540)	-	(540)	-
Net cash (used in)/from operating activities	(6,616)	1,331	(7,965)	963
INVESTING ACTIVITIES				
Proceeds on disposal of property, plant and equipment	592	37	595	253
Increase in other assets	(11)	(106)	(12)	(62)
Additional investment in available-for-sale investments	(3)	(4)	(6)	(8)
Purchase of property, plant and equipment (Note c)	(332)	(358)	(542)	(776)
Interest income received	244	109	461	230
Acquisition of subsidiary (Note d)	-	-	376	-
Net cash from/(used in) investing activities	490	(322)	872	(363)
FINANCING ACTIVITIES				
Proceeds from share options exercised	737	-	819	-
Payment of share buy back	-	(437)	(10)	(725)
Proceeds from bank and other borrowings	2,233	19,693	5,598	35,142
Repayment of obligation under finance leases	(125)	(122)	(221)	(174)
Repayment of bank and other borrowings	(2,937)	(18,736)	(7,233)	(37,576)
Dividend paid	(3,321)	(1,910)	(3,321)	(1,910)
Net cash used in financing activities	(3,413)	(1,512)	(4,368)	(5,243)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(9,539)	(503)	(11,461)	(4,643)
NET EFFECT OF CURRENCY TRANSLATION DIFFERENCES	(272)	189	(1,257)	(442)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	50,345	40,735	53,252	45,506
CASH AND CASH EQUIVALENTS AT END OF PERIOD	40,534	40,421	40,534	40,421

Note c: During the six months ended 30 June 2013, the Group acquired property, plant and equipment with aggregate cost of approximately US\$542,000 in cash. During the six months ended 30 June 2012, the Group acquired property, plant and equipment with aggregate cost of the approximately US\$1,350,000 of which US\$574,000 was acquired by mean of finance lease.

Note d: Acquisition of a subsidiary, net of cash acquired

	Group			
	Three months / second quarter ended 30 June		Six months / half-year ended 30 June	
	2013 US\$'000	2012 US\$'000	2013 US\$'000	2012 US\$'000
The assets and liabilities of a subsidiary acquired during the periods are as follows:				
Non-current assets	-	-	964	-
Current assets	-	-	1,628	-
Current liabilities	-	-	(881)	-
Net assets acquired	-	-	1,711	-
Provisional gain on bargain purchase	-	-	(1,494)	-
Total cost of acquisition	-	-	217	-
Net cash inflow arising on acquisition				
Cash consideration paid	-	-	217	-
Cash and cash equivalents acquired	-	-	(593)	-
Cash inflow on acquisition, net of cash and cash equivalents acquired	-	-	(376)	-

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.

The Group's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows:

	Share capital US\$'000	Share premium of the Company US\$'000	Share capital reserve US\$'000	Treasury shares US\$'000	Share option reserve US\$'000	Merger reserve US\$'000	Reserve Fund US\$'000	Enterprise Expansion Fund US\$'000	Other Reserves US\$'000	Revaluation reserve US\$'000	Currency translation reserve US\$'000	Retained earnings US\$'000	Attributable to equity holders of the Company US\$'000	Attributable to non-controlling interests US\$'000	Total US\$'000
Balance as at 1 January 2013	10,087	18,994	(15)	(3,115)	225	(7,020)	6,091	325	1,185	137	13,327	22,689	62,910	36	62,946
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	56	(877)	2,842	2,021	2	2,023
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(10)	-	-	-	-	-	-	-	-	(10)	-	(10)
Treasury shares transferred out to satisfy share options exercised	-	-	(21)	103	-	-	-	-	-	-	-	-	82	-	82
Transfer on share options exercised	-	-	-	-	(21)	-	-	-	-	-	-	21	-	-	-
Balance as at 31 March 2013	10,087	18,994	(36)	(3,022)	204	(7,020)	6,091	325	1,185	193	12,450	25,552	65,003	38	65,041
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	95	234	2,043	2,372	(10)	2,362
Treasury shares transferred out to satisfy share options exercised	-	-	(185)	922	-	-	-	-	-	-	-	-	737	-	737
Transfer on share options exercised	-	-	-	-	(184)	-	-	-	-	-	-	184	-	-	-
Transfer on share options lapsed	-	-	-	-	(20)	-	-	-	-	-	-	20	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-	-	-	(3,321)	(3,321)	-	(3,321)
Balance as at 30 June 2013	10,087	18,994	(221)	(2,100)	-	(7,020)	6,091	325	1,185	288	12,684	24,478	64,791	28	64,819

	Share capital US\$'000	Share premium of the Company US\$'000	Share capital reserve US\$'000	Treasury shares US\$'000	Share option reserve US\$'000	Merger reserve US\$'000	Reserve Fund US\$'000	Enterprise Expansion Fund US\$'000	Other Reserves US\$'000	Revaluation reserve US\$'000	Currency translation reserve US\$'000	Retained earnings US\$'000	Attributable to equity holders of the Company US\$'000	Attributable to non-controlling interests US\$'000	Total US\$'000
Balance as at 1 January 2012	10,087	18,994	-	(1,347)	266	(7,020)	5,446	321	1,181	(3)	14,476	16,156	58,557	19	58,576
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	51	(636)	(254)	(839)	(3)	(842)
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(288)	-	-	-	-	-	-	-	-	(288)	-	(288)
Transfer on share options lapsed	-	-	-	-	(20)	-	-	-	-	-	-	20	-	-	-
Balance as at 31 March 2012	10,087	18,994	-	(1,635)	246	(7,020)	5,446	321	1,181	48	13,840	15,922	57,430	16	57,446
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	(20)	156	3,685	3,821	4	3,825
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(437)	-	-	-	-	-	-	-	-	(437)	-	(437)
Transfer	-	-	-	-	-	-	172	2	2	-	-	(176)	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-	-	-	(1,910)	(1,910)	-	(1,910)
Balance as at 30 June 2012	10,087	18,994	-	(2,072)	246	(7,020)	5,618	323	1,183	28	13,996	17,521	58,904	20	58,924

The issuer's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows:

	Share capital US\$'000	Share premium of the Company US\$'000	Share capital reserve US\$'000	Treasury shares US\$'000	Share option reserve US\$'000	Retained earnings US\$'000	Total US\$'000
Balance as at 1 January 2013	10,087	18,994	(15)	(3,115)	225	247	26,423
Total comprehensive income for the period	-	-	-	-	-	(112)	(112)
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(10)	-	-	(10)
Treasury share transferred out to satisfy share option exercised	-	-	(21)	103	-	-	82
Transfer on share options exercised	-	-	-	-	(21)	21	-
Balance as at 31 March 2013	10,087	18,994	(36)	(3,022)	204	156	26,383
Total comprehensive income for the period	-	-	-	-	-	3,501	3,501
Treasury share transferred out to satisfy share option exercised	-	-	(185)	922	-	-	737
Transfer on share options exercised	-	-	-	-	(184)	184	-
Transfer on share options lapsed	-	-	-	-	(20)	20	-
Dividend paid	-	-	-	-	-	(3,321)	(3,321)
Balance as at 30 June 2013	10,087	18,994	(221)	(2,100)	-	540	27,300

	Share capital US\$'000	Share premium of the Company US\$'000	Share capital reserve US\$'000	Treasury shares US\$'000	Share option reserve US\$'000	Retained earnings US\$'000	Total US\$'000
Balance as at 1 January 2012	10,087	18,994	-	(1,347)	266	592	28,592
Total comprehensive income for the period	-	-	-	-	-	(12)	(12)
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(288)	-	-	(288)
Transfer on share options lapsed	-	-	-	-	(20)	20	-
Balance as at 31 March 2012	10,087	18,994	-	(1,635)	246	600	28,292
Total comprehensive income for the period	-	-	-	-	-	1,818	1,818
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(437)	-	-	(437)
Dividend paid	-	-	-	-	-	(1,910)	(1,910)
Balance as at 30 June 2012	10,087	18,994	-	(2,072)	246	508	27,763

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.

Share Capital

As at 31 December 2012, the Company's issued and fully paid up share capital was US\$10,087,084 represented by 459,842,221 ordinary shares (excluding treasury shares) and 44,512,000 treasury shares.

During the first quarter ended 31 March 2013, the Company purchased 120,000 ordinary shares of US\$0.02 each under the share purchase mandate and held them as treasury shares. In addition, during the first quarter, 1,464,000 treasury shares were transferred out to satisfy share options exercised under the Company's Employee Share Option Scheme. As at 31 March 2013, the Company's issued and fully paid up share capital was US\$10,087,084 represented by 461,186,221 ordinary shares (excluding treasury shares) and 43,168,000 treasury shares.

During the second quarter ended 30 June 2013, 13,176,000 treasury shares were transferred out to satisfy share options exercised under the Company's Employee Share Option Scheme. As at 30 June 2013, the Company's issued and fully paid up share capital was US\$10,087,084 represented by 474,362,221 ordinary shares (excluding treasury shares), and 29,992,000 treasury shares.

Treasury shares

	The Company			
	2013		2012	
	Number of shares	US\$'000	Number of shares	US\$'000
Balance as at 1 January	44,512,000	3,115	21,306,000	1,347
Purchased during the first quarter ended 31 March	120,000	10	3,798,000	288
Transferred during the first quarter ended 31 March	(1,464,000)	(103)	-	-
Purchased during the second quarter ended 30 June	-	-	6,013,000	437
Transferred during the second quarter ended 30 June	(13,176,000)	(922)	-	-
Balance as at 30 June	<u>29,992,000</u>	<u>2,100</u>	<u>31,117,000</u>	<u>2,072</u>

Share Options

On 11 June 2008, the Chief Executive Officer of the Company proposed to grant options to four executive directors and eight senior executives (the "Participants") to subscribe for a total 19,032,000 ordinary share of US\$0.02 each in the capital of the Company. This proposal was adopted by the Remuneration Committee and options granted were accepted by the Participants in June 2008. The option will be exercisable at S\$0.07 per share with an exercise period commencing from 11 June 2009 to 10 June 2013 (both days inclusive). During the first quarter ended 31 March 2012, 1,464,000 unexercised share options were lapsed on the ground that the employee left the Group. 1,464,000 share options were exercised each in the quarters ended 30 September 2012 and 31 March 2013, and further 13,176,000 share options were exercised in the second quarter ended 30 June 2013 under the Company's Employee Share Option Scheme. In addition, 1,464,000 unexercised share options were lapsed and cancelled on the expiry of the share options granted on 11 June 2008.

There was no outstanding share options as at 30 June 2013 (31 December 2012: 16,104,000).

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	
	As at 30 June 2013	As at 31 December 2012
Issued shares	504,354,221	504,354,221
Less: Treasury shares	(29,992,000)	(44,512,000)
Total number of issued shares excluding treasury shares	<u>474,362,221</u>	<u>459,842,221</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.

During the six months ended 30 June 2013, total 14,640,000 treasury shares were transferred out to satisfy share options exercised under the Company's Employee Share Option Scheme and 1,464,000 unexercised share options were lapsed and cancelled on 10 June 2013. Except for this transfer and cancellation, there were no sales, transfers, disposal, cancellation and/or use of treasury shares during the current financial period reported on.

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

The figures have not been audited or reviewed by any independent auditors.

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 recent audited annual financial statements have been applied.

The Group has adopted the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the most recently audited annual financial statements for the year ended 31 December 2012 except for the adoption of the new and revised International Financial Reporting Standards which came into effect this financial year from 1 January 2013. The adoption of these new accounting policies did not give rise to any significant change to the financial statements.

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.

Not applicable.

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.

Profit per ordinary share for the periods
based on profit attributable to owners
of the company on 1(a) above

	Three months / second quarter ended 30 June		Six months / half-year ended 30 June	
	2013	2012	2013	2012
Based on weighted average number of ordinary shares in issue (US cents)				
- Basic	0.43	0.77	1.05	0.72
- Fully diluted (Note e)	-	0.77	-	0.71
Weighted average number of ordinary shares for the purpose of basic earnings per ordinary share (Note f)	470,565,474	476,671,221	465,281,602	479,560,078
Effect of dilutive share options	-	4,212,564	-	4,450,839
Weighted average number of ordinary shares for the purpose of diluted earnings per ordinary share	<u>470,565,474</u>	<u>480,883,785</u>	<u>465,281,602</u>	<u>484,010,917</u>

Note e: There was no diluted effect on earnings per share as no share options granted to the participants under the Company's Employee Share Option Scheme was outstanding as at 30 June 2013.

Note f: The weighted average number of ordinary shares was computed after adjusting for the effect of treasury shares held by the Company.

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.**

	30 June 2013	31 December 2012
Net asset value per ordinary share, excluding treasury shares (US cents)		
- The Group	13.66	13.69
- The Company	5.76	5.75

The calculation of the net asset value per ordinary share was based on total number of 474,362,221 (31 December 2012: 459,842,221) 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

During the first half of the financial year 2013 under review ("1H13"), the Group recorded a decrease of US\$2.5 million in revenue to US\$68.9 million as compared to the revenue of US\$71.4 million in the corresponding period in the previous financial year 2012 ("1H12"). The decrease was mainly due to the loss of sales of the old products in LCD Parts Accessories segment. As compensated by the higher average selling price with reasonable margin for new products in 1H13, the Group's margin remained stable at 24.4% for 1H13 as compared to 24.5% in 1H12 while the Group's gross profit for 1H13 was reduced by US\$0.7 million to US\$16.8 million (1H12: US\$17.5 million).

During 1H13, the Group completed the registration of the acquisition of 100% equity interest in Minami Tec (Wuxi) Co., Limited ("MT Wuxi") at a total cash consideration of US\$0.2 million. As this is a bargain purchase, the negative goodwill, being the excess of the net tangible assets of MT Wuxi over the consideration paid by the Group, will be recognised as income. The completion account is still under process and, therefore, the Group under the best information available has recognized a provisional gain of US\$1.5 million and credited this amount to the Group's income statement for 1H13. As soon as the completion account on MT Wuxi is available to confirm the gain so recognized as income, the Group will make a follow-up announcement accordingly.

Distribution expenses remained stable at US\$1.1 million for 1H13 as well as 1H12. Administrative expenses fall by US\$0.5 million to US\$11.8 million (1H12: US\$12.3 million), attributable to the minor decrease in headcount and salary-related expenses. Finance cost remained at a low level during 1H13 as the Group maintained a low gearing policy in a low interest rate environment. Income tax expenses were lowered by US\$0.2 million to US\$1.0 million for 1H13 from US\$1.2 million for 1H12.

Attributed to the recognition of this negative goodwill of US\$1.5 million, the Group in 1H13 recorded profit before income tax of US\$5.9 million (1H12: US\$4.7 million) and profit after income tax of US\$4.8 million (1H12: US\$3.4 million), representing a rise of US\$1.2 million and US\$1.4 million respectively.

LCD Backlight Units

Being the major and only profitable segment with more than half of the Group's sales, LCD Backlight Units segment's sales increased by US\$2.4 million to US\$42.8 million in 1H13 (1H12: US\$40.4 million). The improvement in average selling price and margin as well as economy of scale in 1H13 led to the rise in operating profit by US\$1.9 million to US\$5.9 million for 1H13 (1H12: US\$4.0 million). During this period, the Group manufactured 4.8 million (1H12: 2.1 million) units for handsets and 8.7 million (1H12: 14.1 million) units of gamesets. The Group recorded an improvement in the segment's operating margin points of 3.8% to 13.7% for 1H13 (1H12: 9.9%). The segment has secured orders for new models in the second half of the financial year 2013 ("2H13").

Office Automation

Sales in the Office Automation segment were affected by weak demand in Japan and termination of some old products in the PRC. This segment registered an increase in revenue by US\$1.6 million to US\$11.4 million in 1H13 (1H12: US\$9.8 million). Such increase in revenue was not enough to reach a breakdown point, and therefore the segment's operating margin can only be improved by 10.7% from a negative margin of 14.0% for 1H12 to a negative margin of 3.3% for 1H13. This segment continues to focus on introducing new products in order to be profitable.

LCD Parts and Accessories

The revenue of the LCD Parts and Accessories segment dropped by US\$6.6 million to US\$14.6 million in 1H13 (1H12: US\$21.2 million). The decrease in revenue was attributable to the phase out of some old products. This segment incurred a marginal operating loss of US\$0.09 million at a negative margin of 0.6% for 1H13 as compared to an operating profit of US\$3.4 million at a positive margin of 16.1% for 1H12. The segment has secured new orders for new models in the second half of the current financial year 2013.

Statement of Financial Position

As at 30 June 2013, total assets and liabilities stood at US\$103.4 million (31 December 2012: US\$118.8 million) and US\$38.6 million (31 December 2012: US\$55.9 million) respectively.

Total current assets fell by US\$14.8 over 1H13 to US\$81.9 million (31 December 2012: US\$96.7 million). Apart from the decrease in cash and bank balances due to the settlement of trade payables and bank loans, trade receivables also dropped owing to the decrease in sales with explanation stated above while the inventory level was increased for the mass production of new models in the second half of the current financial year. For trade receivables, the Group debtor turnover day was 49 days on average. There was no material change in the credit terms offered to customers during the period under review. Other receivables mainly represented utility, prepaid expenses and value-added tax recoverable.

Total non-current assets stood at US\$21.5 million (31 December 2012: US\$22.1 million), representing a reduction of US\$0.6 million over 1H13. Included in property, plant and equipment was newly purchased equipment amounting to US\$0.5 million which was netted off against the depreciation charged for and equipment disposed of in 1H13.

Total liabilities as at 30 June 2013 dropped to US\$38.6 million (31 December 2012: US\$55.9 million), representing a decrease of US\$17.3 million over 1H13. During the period under review, bank loans and other borrowings was reduced by US\$1.6 million as settlements to US\$8.5 million as at 30 June 2013 (31 December 2012: US\$10.6 million) with an exchange gain of US\$0.5 million transferred to currency translation reserve due to the weakening Japanese yen against United States dollars.

The trade payables were down by US\$11.5 million to US\$21.2 million as at 30 June 2013 (31 December 2012: US\$32.7 million), which was consistent with the drop in the revenue over 1H13. There was no material change in the credit terms offered by the Group's suppliers during the period under review.

The income tax on profit was provided and adjusted under tax rules of different jurisdiction. The income tax payable reduced by US\$2.8 million to US\$1.1 million as at 30 June 2013 (31 December 2012: US\$3.9 million) as a result of income tax arising in 1H13 less the payment of income tax made during the same period.

Statement of Cash Flows

For the operating activities during the period under review, the Group generated operating cash flows of US\$5.8 million (1H12: US\$6.9 million) while used US\$9.1 million (1H12: US\$3.3 million) and US\$4.1 million (1H12: US\$2.5 million) in working capital and payment of income tax respectively. As a result, the Group had net cash of US\$8.0 million used in operating activities in 1H13 as compared to net cash of US\$1.0 million generated from operating activities in 1H12.

For the investing activities, the Group purchased property, plant and equipment amounting to US\$0.5 million during 1H13 (1H12: US\$0.8 million). In addition, the Group received proceeds on disposal of property, plant and equipment amounting to US\$0.6 million (1H12: US\$0.3 million), and cash inflow of US\$0.4 million (1H12: Nil) on acquisition of MT Wuxi. As a result, the Group had net cash of US\$0.9 million generated from investing activities in 1H13 as compared to net cash of US\$0.4 million used in investing activities in 1H12.

Net cash used in financing activities was reduced by US\$0.8 million over 1H13 to US\$4.4 million (1H12: US\$5.2 million). During this period, the Group received US\$0.8 million upon the exercise of share options by employees. The net cash out flows included the payment of dividends and the net repayment of bank loans and other borrowings amounting to US\$3.3 million (1H12: US\$1.9 million) and US\$1.6 million (1H12: US\$2.4 million) respectively.

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.

Business Environment

The Group is primarily engaged in the high-end electronics consumer products which are dominated by a handful of mega industry players.

Despite gaining allocation of orders from our key customer in backlight unit segment, the Group remains in a highly competitive environment that is subject to (i) uncertain customer demand for end-products which normally associated with short product life cycle, (ii) constant and regular downward pricing pressure from those mega players, and (iii) order allocation among the suppliers by our key customer. The Group continues facing rising labour and operating costs in the PRC where most of its production facilities are located.

Performance Outlook and Managing Risks

While the demand in the Office Automation segment continues to be weak, the Group has secured orders of new models in the LCD Backlight Units segment and the LCD Parts and Accessories segment for the second half of the current financial year ("FY2013") after it has gone through a general slowdown in orders caused by the discontinuation of phase-out products and a key customer's stock adjustments in the first half of FY2013.

Management will continue the product diversification and customer expansion to maintain business growth on one hand, and minimising manufacturing and operating expenses through regular review of those expenses, production process re-engineering and inventory management to fuel profit growth on the other hand.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per Share	0.5 US cents per ordinary share
Tax Rate	Tax not applicable

(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	Interim
Dividend Type	Cash
Dividend Amount per Share	0.5 US cents per ordinary share
Tax Rate	Tax not applicable

(c) Date payable

The interim dividend will be paid on 13 September 2013.

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer books and Register of Member of the Company will be closed on 6 September 2013 on which day no share transfer will be effected. Duly completed transfers received by the Company's Transfer Agent, Boardroom Corporate & Advisory Services Pte. Ltd. of 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623 up to the close of business at 5:00 pm on 5 September 2013 will be registered to determine shareholders' entitlement to the dividend.

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.

The Group has not obtained a general mandate from shareholders for IPTs. The IPTs for the six months ended 30 June 2013 are as follows:

	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	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 S\$100,000)
Name of interested person	US\$'000	US\$'000
Mr YOSHIMI Kunikazu - Advisory fee	123	-
Total	123	-

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3, Q4 or Half Year Results)

14. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

CDW Holding Limited

Business segment for the six months / half-year ended 30 June 2013

The Group is organized into three reportable operating segments as follows:

- i) LCD backlight units – Manufacturing of LCD backlight units for LCD module
- ii) Office automation – Manufacturing and trading of parts and precision accessories for office equipment and electrical appliances
- iii) LCD parts and accessories – Manufacturing and trading of parts and precision accessories for LCD module

	LCD backlight units	Office automation	LCD parts and accessories	Eliminations	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<u>Revenue</u>					
External sales	42,838	11,368	14,648	-	68,854
Inter-segment sales	-	548	1,315	(1,863)	-
Total revenue	42,838	11,916	15,963	(1,863)	68,854
<u>Results</u>					
Segment result	5,883	(371)	(88)		5,424
Provision gain on bargain purchase					1,494
Unallocated corporate expense					(1,400)
Operating profit					5,518
Interest income					461
Interest expenses					(103)
Profit before income tax					5,876
Income tax expense					(999)
Profit after income tax					4,877
<u>Assets</u>					
Segment assets	40,820	17,425	38,090	(718)	95,617
Unallocated assets					7,793
Consolidated total assets					103,410
<u>Liabilities</u>					
Segment liabilities	11,622	4,980	10,901	(718)	26,785
Bank and other borrowings and obligation under finance leases					9,172
Unallocated liabilities					2,634
Consolidated total liabilities					38,591
<u>Other information</u>					
Capital expenditure	61	113	368		542
Depreciation of property, plant and equipment	241	216	1,188		1,645

Business segment for the six months / half-year ended 30 June 2012

	LCD backlight units	Office automation	LCD parts and accessories	Eliminations	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Revenue					
External sales	40,354	9,798	21,227	-	71,379
Inter-segment sales	-	822	1,153	(1,975)	-
Total revenue	40,354	10,620	22,380	(1,975)	71,379
Results					
Segment result	3,986	(1,369)	3,425		6,042
Unallocated corporate expense					(1,494)
Operating profit					4,548
Interest income					230
Interest expenses					(129)
Profit before income tax					4,649
Income tax expense					(1,217)
Profit after income tax					3,432
Assets					
Segment assets	39,925	13,982	50,289	(903)	103,293
Unallocated assets					2,707
Consolidated total assets					106,000
Liabilities					
Segment liabilities	13,092	4,198	15,004	(903)	31,391
Bank and other borrowings and obligation under finance leases					12,542
Unallocated liabilities					3,143
Consolidated total liabilities					47,076
Other information					
Capital expenditure	45	112	1,193		1,350
Depreciation of property, plant and equipment	342	193	1,214		1,749

Geographical Segment for the six months / half-year ended 30 June 2013 and 2012

	Turnover		Non-Current Assets		Capital Expenditure	
	Six months / half-year ended 30 June		Six months / half-year ended 30 June		Six months / half-year ended 30 June	
	2013 US\$'000	2012 US\$'000	2013 US\$'000	2012 US\$'000	2013 US\$'000	2012 US\$'000
Hong Kong	19,647	17,387	184	1,109	10	21
PRC	41,015	44,511	16,336	17,800	532	1,315
Japan	5,677	7,920	2,991	4,203	-	14
Others	2,515	1,561	-	-	-	-
Total	68,854	71,379	19,511	23,112	542	1,350

Non-current assets mainly comprise prepaid lease payment and property, plant, equipment and deposits.

Information about major customer

Revenue from one key customer which has transactions with all segments accounted for 73.3% of the total revenue for the six months end 30 June 2013 (six months ended 30 June 2012: 73.0%).

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.

Please refer to paragraph 8 for the factors leading to any material changes in contribution to revenue and earnings by business segments. In terms of geographical segments, the Group was generating revenue in Hong Kong, the PRC and Japan. Revenue in Hong Kong, the PRC and Japan accounted for 28.5%, 59.6% and 8.2% of the total revenue respectively. Total revenue decreased by 3.5% to US\$68.9 million in the six months ended 30 June 2013 as compared to the corresponding period in the previous year.

As at 30 June 2013, non-current assets located in Hong Kong, the PRC and Japan accounted for 0.9%, 83.8% and 15.3% of the total non-current assets of the Group respectively. During the six months ended 30 June 2013, the Group invested a total capital expenditure of US\$0.5 million for the purchase of equipment in Hong Kong and the PRC, in which the capital expenditure in the PRC is mainly for producing new products.

16. A breakdown of sales

	Six months / half-year ended 30 June		
	2013 US\$'000	2012 US\$'000	% Increase/ (Decrease)
Sales reported for the first quarter	34,080	31,345	8.7%
Sales reported for the second quarter	34,774	40,034	(13.1%)
Operating profit/(loss) after income tax for the first quarter	2,844	(257)	N.M.
Operating profit after income tax for the second quarter	2,033	3,689	(44.9%)

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

Annual Dividend (in US\$'000)	Year ended 31 December 2012	Year ended 31 December 2011
Ordinary dividend		
- Interim	2,351	1,461
- Final	3,219	1,910
Total	5,570	3,371

18. Negative confirmation by the Board pursuant to Rule 705(5)

We, Urano Koichi and Dy Mo Hua Cheung, Philip, being two directors of CDW Holding Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of the directors of the Company which may render the financial statements for the six months / second quarter ended 30 June 2013 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

URANO Koichi
Executive Director
13 August 2013

DY MO Hua Cheung, Philip
Executive Director