

Unaudited Third Quarter Financial Statements And Dividend Announcement for the Nine months / Third Quarter Ended 30 September 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 / third quarter ended 30 September			Nine months ended 30 September		
		2013 US\$'000	2012 US\$'000	% Increase/ (Decrease)	2013 US\$'000	2012 US\$'000	% Increase/ (Decrease)
Revenue		58,248	62,450	(6.7%)	127,102	133,829	(5.0%)
Cost of sales		(46,704)	(47,901)	(2.5%)	(98,763)	(101,816)	(3.0%)
Gross profit		11,544	14,549	(20.7%)	28,339	32,013	(11.5%)
Other operating income		2,449	342	616.1%	3,122	1,106	182.3%
Provisional gain on bargain purchase		-	-	-	1,494	-	N.M.*
Distribution expenses		(1,120)	(817)	37.1%	(2,267)	(1,935)	17.2%
Administrative expenses		(7,482)	(6,792)	10.2%	(19,318)	(19,124)	1.0%
Finance costs		(43)	(63)	(31.7%)	(146)	(192)	(24.0%)
Profit before income tax	(1)	5,348	7,219	(25.9%)	11,224	11,868	(5.4%)
Income tax expense		(1,829)	(2,472)	(26.0%)	(2,828)	(3,689)	(23.3%)
Profit after income tax		3,519	4,747	(25.9%)	8,396	8,179	2.7%
Profit attributable to:							
Owners of the Company		3,499	4,729	(26.0%)	8,384	8,160	2.7%
Non-controlling interests		20	18	11.1%	12	19	(36.8%)
		3,519	4,747	(25.9%)	8,396	8,179	2.7%

* N.M.: Not meaningful.

Note (1)

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

	Three months / third quarter ended 30 September		Nine months ended 30 September	
	2013 US\$'000	2012 US\$'000	2013 US\$'000	2012 US\$'000
Depreciation of property, plant and equipment	506	892	2,151	2,641
Interest income	(196)	(94)	(657)	(324)
Net foreign exchange loss (Note a)	251	274	370	306
Allowance for inventories	(30)	201	97	397
(Gain)/Loss on change in fair value of derivative financial instruments	-	-	(37)	1
Net gain on disposal of property, plant and equipment	(954)	(9)	(890)	(63)
Net gain on disposal of prepaid lease payments	(685)	-	(685)	-
Impairment loss on available-for-sale investments	-	60	-	132

Note a: The foreign currency exchange loss for the nine months ended 30 September 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 September 2013

	Three months / third quarter ended 30 September			Nine months ended 30 September		
	2013 US\$'000	2012 US\$'000	% Increase/ (Decrease)	2013 US\$'000	2012 US\$'000	% Increase/ (Decrease)
Profit after income tax	3,519	4,747	(25.9%)	8,396	8,179	2.7%
Other comprehensive income:						
Reversal of deferred tax liability/(Deferred tax liability arising) on revaluation of available-for-sale investments	11	8	37.5%	(74)	(13)	469.2%
Exchange difference on translation of foreign operations	319	182	75.3%	(324)	(298)	8.7%
Available-for-sale investments: Fair value (loss)/gain arising during the periods	(31)	(19)	63.2%	205	33	521.2%
Other comprehensive income/(expense) for the periods, net of tax	299	171	74.9%	(193)	(278)	(30.6%)
Total comprehensive income for the periods, net of tax	3,818	4,918	(22.4%)	8,203	7,901	3.8%
Total comprehensive income attributable to:						
Owners of the Company	3,798	4,900	(22.5%)	8,191	7,882	3.9%
Non-controlling interests	20	18	11.1%	12	19	(36.8%)
	3,818	4,918	(22.4%)	8,203	7,901	3.8%

- 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 September 2013

	The Group		The Company	
	As at 30 September 2013 US\$'000	As at 31 December 2012 US\$'000	As at 30 September 2013 US\$'000	As at 31 December 2012 US\$'000
<u>ASSETS</u>				
Current assets				
Cash and bank balances	38,912	53,252	479	58
Trade receivables	40,057	25,728	-	-
Other receivables and prepayments	8,432	2,096	12	26
Prepaid lease payments	-	9	-	-
Income tax recoverable	7	7	-	-
Inventories	15,538	10,527	-	-
Loans and receivables	-	4,938	-	-
Pledged bank deposit (Note b)	144	143	-	-
Total current assets	103,090	96,700	491	84
Non-current assets				
Available-for-sale investments	858	705	-	-
Held-to-maturity investment	980	983	-	-
Other assets	694	741	-	-
Amount due from a subsidiary	-	-	16,198	15,876
Prepaid lease payments	-	459	-	-
Property, plant and equipment	10,731	19,237	-	-
Subsidiaries	-	-	10,735	10,735
Total non-current assets	13,263	22,125	26,933	26,611
Total assets	116,353	118,825	27,424	26,695
<u>LIABILITIES AND EQUITY</u>				
Current liabilities				
Bank and other borrowings	3,793	5,236	-	-
Trade payables	31,708	32,716	-	-
Other payables and accruals	6,787	5,565	185	272
Derivative financial instruments	-	37	-	-
Current portion of obligation under finance leases	252	410	-	-
Income tax payable	2,384	3,986	-	-
Total current liabilities	44,924	47,950	185	272
Non-current liabilities				
Bank and other borrowings	3,663	5,360	-	-
Obligation under finance leases	324	466	-	-
Retirement benefit obligations	668	1,309	-	-
Deferred tax liabilities	508	794	-	-
Total non-current liabilities	5,163	7,929	-	-
Capital, reserves and non-controlling interests				
Issued capital	10,087	10,087	10,087	10,087
Reserves	56,131	52,823	17,152	16,336
Equity attributable to owners of the Company	66,218	62,910	27,239	26,423
Non-controlling interests	48	36	-	-
Total equity	66,266	62,946	27,239	26,423
Total liabilities and equity	116,353	118,825	27,424	26,695

Note b: As at 30 September 2013, the Group's bank deposit of approximately US\$144,000 (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 September 2013		As at 31 December 2012	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	-	3,793	-	5,236
Obligation under finance leases	252	-	410	-
Total	252	3,793	410	5,236

Amount repayable after one year

	As at 30 September 2013		As at 31 December 2012	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	-	3,663	-	5,360
Obligation under finance leases	324	-	466	-
Total	324	3,663	466	5,360

Details of collateral

As at 30 September 2013, the Group's bank deposit of approximately US\$144,000 (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\$1,256,000 (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 September 2013				
	The Group			
	Three months / third quarter ended 30 September		Nine months ended 30 September	
	2013 US\$'000	2012 US\$'000	2013 US\$'000	2012 US\$'000
OPERATING ACTIVITIES				
Profit before income tax	5,348	7,219	11,224	11,868
Adjustments for				
Allowance for inventories	(30)	201	97	397
Depreciation of property, plant and equipment	506	892	2,151	2,641
Amortization of prepaid lease payments	1	3	7	9
Interest income	(196)	(94)	(657)	(324)
Interest expenses	43	63	146	192
Impairment loss on available-for-sale investments	-	60	-	132
Net gain on disposal of property, plant and equipment	(954)	(9)	(890)	(63)
Net gain on disposal of prepaid lease payments	(685)	-	(685)	-
Retirement benefit obligations	28	56	43	439
Provisional gain on bargain purchase	-	-	(1,494)	-
(Gain)/Loss on change in fair value of derivative financial instruments	-	-	(37)	1
Operating cash flows before movements in working capital	4,061	8,391	9,905	15,292
Trade receivables, other receivables and prepayments	(18,821)	(6,704)	(13,685)	(4,827)
Inventories	(2,853)	1,183	(4,944)	(3,022)
Trade payables, other payables and accruals	11,504	5,189	(636)	4,201
Cash (used in)/generated from operations	(6,109)	8,059	(9,360)	11,644
Net income tax paid	(765)	(911)	(4,836)	(3,404)
Interest paid	(43)	(63)	(146)	(192)
Retirement benefit obligations paid	6	-	(534)	-
Net cash (used in)/from operating activities	(6,911)	7,085	(14,876)	8,048
INVESTING ACTIVITIES				
Proceeds on disposal of property, plant and equipment	3,522	67	4,117	320
(Increase)/Decrease in other assets	(18)	47	(30)	(15)
Additional investment in available-for-sale investments	(3)	(5)	(9)	(13)
Purchase of property, plant and equipment (Note c)	(464)	(382)	(1,006)	(1,158)
Decrease/(Increase) in loans and receivables	4,991	(4,751)	4,991	(4,751)
Interest income received	196	94	657	324
Acquisition of subsidiary (Note d)	-	-	376	-
Net cash from/(used in) investing activities	8,224	(4,930)	9,096	(5,293)
FINANCING ACTIVITIES				
Proceeds from share options exercised	-	83	819	83
Payment of share buy back	-	(439)	(10)	(1,164)
Proceeds from bank and other borrowings	4,263	21,627	9,861	56,769
Repayment of obligation under finance leases	(76)	(99)	(297)	(273)
Repayment of bank and other borrowings	(5,353)	(20,681)	(12,586)	(58,257)
Dividend paid	(2,371)	-	(5,692)	(1,910)
Net cash (used in)/from financing activities	(3,537)	491	(7,905)	(4,752)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(2,224)	2,646	(13,685)	(1,997)
NET EFFECT OF CURRENCY TRANSLATION DIFFERENCES	602	258	(655)	(184)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	40,534	40,421	53,252	45,506
CASH AND CASH EQUIVALENTS AT END OF PERIOD	38,912	43,325	38,912	43,325

Note c: During the nine months ended 30 September 2013, the Group acquired property, plant and equipment with aggregate cost of approximately US\$1,006,000 in cash. During the nine months ended 30 September 2012, the Group acquired property, plant and equipment with aggregate cost of the approximately US\$1,732,000 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 / third quarter ended 30 September		Nine months ended 30 September	
	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
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	(20)	319	3,499	3,798	20	3,818
Transfer	-	-	-	-	-	-	565	2	2	-	-	(569)	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-	-	-	(2,371)	(2,371)	-	(2,371)
Balance as at 30 September 2013	10,087	18,994	(221)	(2,100)	-	(7,020)	6,656	327	1,187	268	13,003	25,037	66,218	48	66,266

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 (continued).

	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
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	(11)	182	4,729	4,900	18	4,918
Transfer	-	-	-	-	-	-	473	2	2	-	-	(477)	-	-	-
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(439)	-	-	-	-	-	-	-	-	(439)	-	(439)
Treasury shares transferred out to satisfy share options exercised	-	(15)	-	98	-	-	-	-	-	-	-	-	83	-	83
Transfer on share options exercised	-	-	-	-	(21)	-	-	-	-	-	-	21	-	-	-
Balance as at 30 September 2012	10,087	18,979	-	(2,413)	225	(7,020)	6,091	325	1,185	17	14,178	21,794	63,448	38	63,486

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
Total comprehensive income for the period	-	-	-	-	-	2,310	2,310
Dividend paid	-	-	-	-	-	(2,371)	(2,371)
Balance as at 30 September 2013	10,087	18,994	(221)	(2,100)	-	479	27,239

	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
Total comprehensive income for the period	-	-	-	-	-	(314)	(314)
Treasury shares transferred out to satisfy share options exercised	-	(15)	-	98	-	-	83
Transfer on share options exercised	-	-	-	-	(21)	21	-
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(439)	-	-	(439)
Balance as at 30 September 2012	10,087	18,979	-	(2,413)	225	215	27,093

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.

During the third quarter ended 30 September 2013, the Company did not purchase any share under the share purchase mandate, and there was no share option exercised under the Company's Employee Share Option Scheme. As at 30 September 2013, the Company's issued and fully paid 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)	-	-
Purchased during the third quarter ended 30 September	-	-	5,916,000	439
Transferred during the third quarter ended 30 September	-	-	(1,464,000)	(98)
Balance as at 30 September	<u>29,992,000</u>	<u>2,100</u>	<u>35,569,000</u>	<u>2,413</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 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. During the quarter ended 30 June 2013, 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 option as at 30 September 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 September 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 nine months ended 30 September 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 / third quarter ended 30 September		Nine months ended 30 September	
	2013	2012	2013	2012
Based on weighted average number of ordinary shares in issue (US cents)				
- Basic	0.74	1.00	1.79	1.71
- Fully diluted (Note e)	-	0.99	-	1.70
Weighted average number of ordinary shares for the purpose of basic earnings per ordinary share (Note f)	474,362,221	471,691,928	468,341,737	476,918,217
Effect of dilutive share options	-	3,709,822	-	3,958,396
	<hr/>	<hr/>	<hr/>	<hr/>
Weighted average number of ordinary shares for the purpose of diluted earnings per ordinary share	<u>474,362,221</u>	<u>475,401,750</u>	<u>468,341,737</u>	<u>480,876,613</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 September 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 September 2013	31 December 2012
Net asset value per ordinary share, excluding treasury shares (US cents)		
- The Group	13.97	13.69
- The Company	5.74	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 nine months of the year ending 31 December 2013 ("FY2013") under review ("9M13"), the Group recorded a decrease of US\$6.7 million in revenue to US\$127.1 million as compared to the revenue of US\$133.8 million in the corresponding period in the previous financial year 2012 ("9M12"). The decrease was mainly due to the loss of sales of the phase-out models, the delay of the introduction of new models. Due to selling price erosion and inventory written off related to the termination of the metal and plastic frames manufacturing business in Suzhou, the People's Republic of China, in the third quarter of FY2013 ("3Q13"), the Group's gross profit margin dropped by 1.6% at 22.3% for 9M13 (9M12: 23.9%) while the Group's gross profit for 9M13 was reduced by US\$3.7 million to US\$28.3 million (9M12: US\$32.0 million).

Other operating income mainly comprised gain and compensation on disposal of prepaid lease, property, plant and equipment (please refer to the following paragraphs for details) and interest income.

During the period under review, the Group recognized a provisional gain of negative goodwill amounting to US\$1.5 million arising from the bargain purchase of Minami Tec (Wuxi) Co., Limited (“MT Wuxi”) at a total cash consideration of US\$0.2 million. Based on the completion accounts of MT Wuxi, adjustment to this provisional gain of the negative goodwill will be made in the fourth quarter of FY2013 (“4Q13”).

Distribution expenses increased by US\$0.4 million, due to the rising costs in packing materials, to US\$2.3 million for 9M13 (9M12: US\$1.9 million). Administrative expenses moderately increased by US\$0.2 million to US\$19.3 million (9M12: US\$19.1 million), attributable to the expenses incurred from the disposal of the factory premise in Suzhou, the People’s Republic of China (the “Suzhou Factory”). Finance cost remained at a low level during 9M13 as the Group maintained a low gearing policy in a low interest rate environment. Income tax expenses were lowered by US\$0.9 million to US\$2.8 million for 9M13 (9M12: US\$3.7 million) due to the reduction in the tax rate from 10% to 5% in the withholding income tax on dividends from subsidiaries in China to Hong Kong.

With the Group’s operating profit margin for 9M13 at 8.9% (9M12: 9.0%), the Group in 9M13 recorded a decrease in profit before income tax by US\$0.7 million to US\$11.2 million (9M12: US\$11.9 million) and an increase in profit after income tax by US\$0.2 million to US\$8.4 million (9M12: US\$8.2 million).

LCD Backlight Units

LCD Backlight Units segment is the largest segment contributing to more than half of the Group’s sales, LCD Backlight Units segment’s sales increased by US\$3.3 million to US\$87.1 million in 9M13 (9M12: US\$83.8 million). This segment experienced an upward trend of more orders for handsets due to popularity of smart phones, while less order for gamesets owing to the generally weakening market demand. The improvement in average selling price and margin as well as economy of scale in 9M13 led to the rise in operating profit by US\$1.6 million to US\$11.4 million for 9M13 (9M12: US\$9.8 million). During this period, the Group manufactured 6.1 million (9M12: 3.6 million) units for handsets and 22.7 million (9M12: 28.0 million) units of gamesets. The Group recorded an improvement in the segment’s operating margin points of 1.4% to 13.1% for 9M13 (9M12:11.7%).

Office Automation

Sales in the Office Automation segment were affected by weak demand in Japan and termination of phase out products in the PRC. This segment registered an increase in revenue by US\$2.2 million to US\$17.1 million in 9M13 (9M12: US\$14.9 million). This segment managed to have a marginal loss of US\$0.3 million profit for 9M13 (9M12: loss of US\$1.9 million). The improvement in sales was not enough to reach a breakdown point, and therefore the segment’s operating margin can only be improved by 11.3% from a negative margin of 12.9% for 9M12 to a negative margin of 1.6% for 9M13. 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\$12.3 million to US\$22.8 million in 9M13 (9M12: US\$35.1 million). The decrease in revenue was attributable to the phase out of some old products. This segment managed to make a marginal operating profit of US\$0.1 million (9M12: US\$6.1 million) at an operating margin of 0.3% for 9M13 (9M12: 17.4%).

Overall, the Group booked a net profit of US\$8.4 million for 9M13 (9M12: US\$8.2 million) at a net profit margin of 6.6% (9M12: 6.1%).

Statement of Financial Position

As at 30 September 2013, the Group’s total assets and liabilities stood at US\$116.4 million (2012: US\$118.8 million) and US\$50.1 million (31 December 2012: US\$55.9 million) respectively.

Total current assets increased by US\$6.4 million over 9M13 to US\$103.1 million (31 December 2012: US\$96.7 million). While cash and bank balance decreased mainly for the settlement of trade payables and the repayment of bank loans, trade receivables and inventory increased owing to the increase in sales of new models in 3Q13 as explained above. With no material change in the credit terms, the Group debtor turnover day was 48 days on average. Other receivables mainly represented receivables of sales proceeds and compensation on the disposal of the Suzhou Factory, utility deposits, prepaid expenses, and value-added tax recoverable.

Total non-current assets as at 30 September 2013 stood at US\$13.3 million (31 December 2012: US\$ 22.1 million), representing a reduction of US\$8.8 million over 9M13. Included in prepaid lease payments and property, plant and equipment was newly purchased equipment amounting to US\$1.0 million in 9M13 (9M12: US\$1.2 million), which was netted off against the depreciation charges and the disposal of the Suzhou Factory which included the prepaid lease and property, plant and equipment with net book value of US\$8.6 million. The sales proceed of this disposal was amounted to US\$10.2 million in which US\$4.1 million had been settled.

Total liabilities as at 30 September 2013 dropped to US\$50.1 million (31 December 2012: US\$55.9 million), representing a decrease of US\$5.8 million over 9M13. During this period, bank loans and other borrowings stood at US\$ 7.5 as at 30 September 2013 (31 December 2012: US\$10.6 million) after taking into account of the repayment of US\$3.1 million and exchange gain of US\$0.4 million transferred to currency translation reserve due to the weakening Japanese yen against United States dollars during the period in 9M13.

The trade payables were down by US\$1.0 million to US\$31.7 million as at 30 September 2013 (31 December 2012: US\$32.7 million), which was consistent with the drop in the revenue over 9M13. There was no material change in the credit terms offered by the Group's suppliers during the period under review.

Other payables and accruals rose by US\$1.2 million to US\$6.8 million (31 December 2012: US\$5.6 million). The increment was mainly attributable to the increase in labour costs to meet the rise in sales in 3Q13.

The income tax on profit was provided and adjusted in accordance with tax rules of different jurisdiction. The income tax payable reduced by US\$1.6 million to US\$2.4 million as at 30 September 2013 (31 December 2012: US\$4.0 million) as a result of income tax paid in 9M13.

Statement of Cash Flows

The Group generated operating cash flows of US\$9.9 million during 9M13 (9M12: US\$15.3 million). For the funding of the increase in sales and inventory, the Group used net cash of US\$14.9 million in operating activities in 9M13 (9M12: the net cash of US\$8.0 million generated from operating activities).

The Group registered the net cash from investing activities amounting to US\$9.1 million during 9M13 (9M12: net cash of US\$5.3 million used in investing activities). The Group received sales proceed of US\$4.1 million on disposal of prepaid lease, property, plant and equipment (9M12: US\$0.3 million), mainly the receipt of the first installment related to the disposal of the Suzhou Factory. In addition, the Group received the full amount of entrusted loan with interest in August 2013, and purchased property, plant and equipment amounting to US\$1.0 million, mainly for LCD Backlight Units and LCD Parts and Accessories segments during 9M13 (9M12: US\$1.2 million).

Net cash used in financing activities during 9M13 amounted to US\$7.9 million (9M12: US\$4.8 million). The net cash out flows in 9M13 mainly included the payment of dividends of US\$5.7 million (9M12: US\$1.9 million), the net repayment of bank loans amounting to US\$2.7 million (9M12: US\$1.5 million), and the receipt of proceeds from the exercise of employee share options amounting to US\$0.8 million (9M12: 0.1 million).

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 and Performance Outlook

The Group is primarily engaged in the provision of parts and components for high-end consumer electronics products to a handful of global industrial players.

The business environment in which the Group operates is highly competitive which 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 global players; (iii) order allocation among the suppliers by the

Group's key customer; and (iv) rising labour and operating costs in the PRC where most of the Group's production facilities are located.

Amid these circumstances, the Group's key customer allocated orders of new models of LCD Backlight Units to the Group as sole supplier in the LCD Backlight Units segment in the third quarter of the current financial year under review. As a part of stock adjustment, such orders will be slowed down in the fourth quarter. The LCD Parts and Accessories segments also received orders for new models of smart phones, tablets and ultra-notebook, of which such orders will also be reduced in the fourth quarter and onwards due to the weak demand for such end-products in the market. While the demand in the Office Automation segment continues to be weak, management continue its effort to develop new products. Overall, management aims at securing new orders for all business segments for the next financial year.

Managing Risks

With a high level of reliance on a single customer and few products, management focus its effort on securing sustainable long-term business growth through customer base expansion and product diversification. Management also fuels the Groups' profitability by minimising manufacturing and operating expenses through regular review of those expenses, production process re-engineering and inventory management.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared 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

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared for the current financial period.

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 nine months ended 30 September 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	185	-
Total	185	-

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 nine months ended 30 September 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	87,112	17,141	22,849	-	127,102
Inter-segment sales	-	927	2,149	(3,076)	-
Total revenue	87,112	18,068	24,998	(3,076)	127,102
<u>Results</u>					
Segment result	11,405	(273)	66		11,198
Provision gain on bargain purchase					1,494
Unallocated corporate expense					(1,979)
Operating profit					10,713
Interest income					657
Interest expenses					(146)
Profit before income tax					11,224
Income tax expense					(2,828)
Profit after income tax					8,396
<u>Assets</u>					
Segment assets	59,913	16,886	37,669	(979)	113,489
Unallocated assets					2,864
Consolidated total assets					116,353
<u>Liabilities</u>					
Segment liabilities	19,041	4,627	15,622	(979)	38,311
Bank and other borrowings and obligation under finance leases					8,032
Unallocated liabilities					3,744
Consolidated total liabilities					50,087
<u>Other information</u>					
Capital expenditure	432	116	458		1,006
Depreciation of property, plant and equipment	363	302	1,486		2,151

Business segment for the nine months ended 30 September 2012

	LCD backlight units US\$'000	Office automation US\$'000	LCD parts and accessories US\$'000	Eliminations US\$'000	Consolidated US\$'000
Revenue					
External sales	83,757	14,932	35,140	-	133,829
Inter-segment sales	-	1,182	2,376	(3,558)	-
Total revenue	83,757	16,114	37,516	(3,558)	133,829
Results					
Segment result	9,803	(1,930)	6,131		14,004
Unallocated corporate expense					(2,268)
Operating profit					11,736
Interest income					324
Interest expenses					(192)
Profit before income tax					11,868
Income tax expense					(3,689)
Profit after income tax					8,179
Assets					
Segment assets	53,384	14,546	43,555	(1,150)	110,335
Unallocated assets					7,498
Consolidated total assets					117,833
Liabilities					
Segment liabilities	16,923	4,054	16,560	(1,150)	36,387
Bank and other borrowings and obligation under finance leases					13,493
Unallocated liabilities					4,467
Consolidated total liabilities					54,347
Other information					
Capital expenditure	170	179	1,383		1,732
Depreciation of property, plant and equipment	486	295	1,860		2,641

Geographical Segment for the nine months ended 30 September 2013 and 2012

	Turnover		Non-Current Assets		Capital Expenditure	
	Nine months ended 30 September		Nine months ended 30 September		Nine months ended 30 September	
	2013 US\$'000	2012 US\$'000	2013 US\$'000	2012 US\$'000	2013 US\$'000	2012 US\$'000
Hong Kong	36,553	31,653	202	1,001	57	27
PRC	78,128	86,705	8,124	17,303	945	1,691
Japan	8,735	11,735	2,960	4,235	4	14
Others	3,686	3,736	-	-	-	-
Total	127,102	133,829	11,286	22,539	1,006	1,732

Non-current assets as at 30 September 2013 mainly comprise property, plant, equipment and deposits.

Non-current assets as at 30 September 2012 also included prepaid lease payments and property, plant and equipment of Suzhou Factory which was disposed of in 3Q13 due to the termination of the metal and plastic manufacturing business.

Information about major customer

Revenue from one key customer which has transactions with all segments accounted for 77.3% of the total revenue for the nine months end 30 September 2013 (nine months ended 30 September 2012: 74.0%).

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 28.8%, 61.5% and 6.9% of the total revenue respectively. Total revenue decreased by 5.0% to US\$127.1 million for the first nine months in 2013 as compared to the corresponding period in the previous year.

As at 30 September 2013, non-current assets located in Hong Kong, the PRC and Japan accounted for 1.8%, 72.0% and 26.2% of the total non-current assets of the Group respectively. During the first nine months of 2013, the Group invested a total capital expenditure of US\$1.0 million for the purchase of equipment in Hong Kong, the PRC and Japan, in which the capital expenditure in the PRC is mainly for producing new products.

16. A breakdown of sales

	Nine months ended 30 September		
	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%)
Sales reported for the third quarter	58,248	62,450	(6.7%)
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%)
Operating profit after income tax for the third quarter	3,519	4,747	(25.9%)

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 nine months / third quarter ended 30 September 2013 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

URANO Koichi
Executive Director
13 November 2013

DY MO Hua Cheung, Philip
Executive Director