

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1 , Q2 & Q3), HALF-YEAR and FULL YEAR RESULTS

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

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the First Quarter ended 31 March 2010

Group	Note	Quarter Ended 31-Mar		YoY Change %
		2010 S\$'000	2009 S\$'000	
Revenue		93,569	83,637	11.9
Cost of sales	1(a)(l)(a)	(72,767)	(69,204)	5.1
Gross Profit		20,802	14,433	44.1
Other items of expense				
Selling and distribution		(2,280)	(1,780)	28.1
Administrative expense	1(a)(l)(b)	(13,082)	(12,921)	1.2
Finance cost		(230)	(474)	(51.5)
Other expenses	1(a)(l)(c)	(773)	(596)	29.7
Total other item of expenses		(16,365)	(15,771)	3.8
Other items of income				
Interest Income		54	368	(85.3)
Other Income		427	416	2.6
Total other items of Income		481	784	(38.6)
Share of gain of unconsolidated associate		20	45	NM
Profit/(Loss) before taxation and non-controlling interest		4,938	(509)	NM
Tax expense		(784)	(167)	369.5
Profit/(Loss) , net of tax before non-controlling interest		4,154	(676)	NM
Other comprehensive income :				
Foreign currency translation		(306)	6,209	NM
Other comprehensive income , net of tax		(306)	6,209	NM
Total comprehensive income for the period		3,848	5,533	(30.5)
Profit / (Loss) attributable to :				
Owners of the parent		3,488	(779)	NM
Non-controlling interests		666	103	546.6
		4,154	(676)	NM
Total comprehensive income attributable to :				
Owners of the parent		3,211	5,199	(38.2)
Non-controlling interests		637	334	90.7
		3,848	5,533	(30.5)
Earning / (Loss) per share (cents)				
Basic	Para 6	1.50	(0.33)	NM
Diluted	Para 6	1.50	(0.33)	NM
NM denotes Not Meaningful				

Notes to Group Profit and Loss Statement

1(a) (i) Profit for the period is arrived at after (charging) / crediting the following items :

	Note	Quarter Ended 31-Mar	
		2010 S\$'000	2009 S\$'000
(a) Included in cost of sales are :			
- Inventories recognised as an expense		(45,657)	(45,025)
- Provision for obsolete inventories		(45)	(395)
- Depreciation of property, plant and equipment		(2,749)	(2,866)
- Wages and salaries		(11,991)	(11,267)
(b) Included in administrative expenses are :			
- Employee Share Option expense		(37)	26
- Depreciation of property, plant and equipment		(2,100)	(2,364)
- Amortisation of prepaid land lease payments		(33)	(27)
- Wages and salaries	(1)	(6,513)	(5,862)
(c) Details of other expenses			
- Write-back of allowance for doubtful trade receivables		197	136
- Allowance for doubtful trade receivables	(2)	(614)	(2,876)
Subtotal (Provision) / write-back		(417)	(2,740)
- Foreign currency (loss)/ gain		(356)	2,144
		(773)	(596)

Note

- (1) Higher wages and salaries due mainly to performance bonus provision made by Mansfield Group for Q1'10 profitability as compared to loss situation in Q1'09
- (2) Higher provision in Q1'09 because of severity of the prevailing global financial crisis and credit crunch .

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

Balance Sheets (Unaudited)

	Note	Group		Company	
		As at 31-Mar-10 S\$'000	As at 31-Dec-09 S\$'000	As at 31-Mar-10 S\$'000	As at 31-Dec-09 S\$'000
Non-current Assets					
Property, plant and equipment		100,700	104,956	268	76
Prepaid land lease payment	A	6,201	4,234	-	-
Intangible assets		157	138	20	-
Investment in subsidiary		-	-	47,061	47,061
Investment in associate		322	291	-	-
Other investments		2,634	2,634	2,634	2,634
Deposit paid for purchases of property, plant and equipment		1,041	550	-	-
Other receivables		1,807	1,864	-	-
Prepayments		-	412	-	-
		112,862	115,079	49,983	49,771
Current Assets					
Inventories	B	37,976	29,710	-	-
Trade and other receivables	C	104,869	91,126	429	468
Tax recoverables		-	561	-	-
Prepayments		340	426	-	-
Loan to subsidiaries		-	-	12,381	9,005
Cash and cash equivalents	D	97,077	109,278	69,284	75,922
		240,262	231,101	82,094	85,395
Total Assets		353,124	346,180	132,077	135,166
Current Liabilities					
Bank loans	D	5,890	7,222	-	-
Finance lease		125	167	-	-
Trust receipts / Bill payable		8,299	10,087	-	-
Bank Overdrafts		3,194	3,735	-	-
Interest-bearing loans and borrowings	1(b)(ii)	17,508	21,211	-	-
Trade and other payables	B	101,495	90,549	594	436
Provisions		1,896	2,000	-	-
Tax payable		1,814	2,107	1,319	1,384
		122,713	115,867	1,913	1,820
Net Current Assets		117,549	115,234	80,181	83,575
Non-current Liabilities					
Bank loans	D	20,859	21,513	-	-
Finance lease		52	68	-	-
Interest-bearing loans and borrowings	1(b)(ii)	20,911	21,581	-	-
Deferred tax liabilities		1,219	1,493	91	91
		22,130	23,074	91	91
Total Liabilities		144,843	138,941	2,004	1,911
Net Assets		208,281	207,239	130,073	133,255
Share capital		97,874	96,991	97,874	96,991
Treasury shares	D	(10,135)	(7,028)	(10,135)	(7,028)
Share option reserve		3,169	3,524	3,169	3,524
Revenue reserves		110,895	107,135	39,165	39,768
Translation reserves		(565)	(288)	-	-
		201,238	200,334	130,073	133,255
Non-controlling interests		7,043	6,905	-	-
Total Equity		208,281	207,239	130,073	133,255

Note to Group Balance Sheet

- A Increase in prepaid land lease due to deposit for land purchase in Dalian for factory development.
- B Increase in inventories and trade payable in anticipation of higher sales and higher material price in Q2'10
- C Increase in trade and other receivables due mainly to deposit paid to local custom authority for import and export of material and finished goods.
- D Decrease in Cash and cash equivalent due mainly to payment of deposit on land purchase, deposit with local custom authority, repayment of bank loans and purchase of treasury shares.

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

	As at 31-Mar-10 S\$'000	As at 31-Dec-09 S\$'000
Amount repayable in one year or less, on demand		
- Secured	125	167
- Unsecured	17,383	21,044
	17,508	21,211
Amount repayable after one year		
- Secured	52	68
- Unsecured	20,859	21,513
	20,911	21,581
Total	38,419	42,792

Details of any collaterals

The secured borrowings relate to finance leases secured on relevant equipment under finance. All other bank borrowings, overdraft and trust receipts are either unsecured or secured by corporate guarantee by the Company and its subsidiaries.

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

CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)

GROUP	Note	31-Mar	
		2010 S\$'000	2009 S\$'000
Cash flows from operating activities :			
Profit/(Loss) before tax and non-controlling interest		4,938	(509)
Adjustments for non-cash items	E	<u>5,580</u>	<u>7,933</u>
Cash flows provided by operations before reinvesting in working capitals			
Working capital changes , excluding changes relating to cash		<u>(11,484)</u>	<u>(12,199)</u>
Cash used in operating activities			
Net interest and income tax paid		<u>(966)</u>	<u>(4,775)</u>
Net cash used in operating activities			
		<u>(1,925)</u>	<u>(5,383)</u>
Net cash from investing activities :			
Purchase of Property, plant and equipment		(992)	(5,151)
Purchase of land right use		(1,557)	-
Deposit paid for Property, plant and equipment		(491)	(1,688)
Purchase of club membership		(20)	-
Acquisition of minority interests	F	<u>(227)</u>	<u>-</u>
Net cash used in investing activities			
		<u>(3,287)</u>	<u>(6,839)</u>
Net cash from financing activities			
Purchase of treasury shares		(3,107)	-
Proceeds from issue of shares		491	-
(Repayment) / Proceed from short and long term financing		(1,788)	6,537
Bank loan repayment		(1,986)	(3,604)
Proceed from investment securities		-	23,384
Repayment of finance lease		<u>(58)</u>	<u>(19)</u>
Net cash (used in)/from financing activities			
		<u>(6,448)</u>	<u>26,298</u>
Net (decrease)/increase in cash and cash equivalent			
		(11,660)	14,076
Cash and cash equivalents as at beginning of period			
		<u>105,543</u>	<u>88,991</u>
Cash and cash equivalents as at end of period			
	G	<u>93,883</u>	<u>103,067</u>

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENTS (UNAUDITED)

E Details for adjustments for non-cash items as follows :

GROUP	Quarter Ended	
	31-Mar	
	2010	2009
	S\$'000	S\$'000
Depreciation expense	4,849	5,230
Amortisation expense	33	27
Gain on disposal of property, plant and equipment	-	19
Stock option expense	37	(26)
Allowance for doubtful debts	417	2,740
Interest expense	230	474
Interest income	(55)	(368)
Provision for obsolete inventories	45	395
Property, plant and equipment written off	-	161
Currency realignment	44	(674)
Share of results of associates	(20)	(45)
Total	<u>5,580</u>	<u>7,933</u>

F On 9 February 2010, Mansfield Manufacturing Company Limited , acquired an additional 16.67% equity interest in Exerion Precision Technology Holding B.V. ("Exerion") from its minority shareholder, Stekelhof II B.V. for a consideration of S\$227,000 (EUR 115,000). Following the acquisition, MSF increased its shareholding in Exerion from 75% to 91.67%. The difference between the consideration and the book value of the interest acquired of S\$499,000 is reflected in equity as other reserve (See Statement of changes in Equity under paragraph 1(d)(i))

G For the purpose of the Consolidated cash flow statement, cash and cash equivalents comprise :

GROUP	As at 31 March	
	2010	2009
	S\$'000	S\$'000
Cash and bank balances	30,122	22,290
Other Fixed deposits	66,955	85,435
Cash and bank balances per Balance Sheet	<u>97,077</u>	<u>107,725</u>
Less : Bank overdrafts	(3,194)	(4,658)
Cash and cash equivalents at end of period	<u>93,883</u>	<u>103,067</u>

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

Statement of changes in equity

GROUP	Attributable to owners of the parents						Total	Non-controlling Interest	Total Equity
	Share Capital	Treasury Shares	Retained earnings	Share Option Reserve	Foreign Currency Translation Reserve	Total other Reserve			
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000			
2010									
Balance at 1 January 2010	96,991	(7,028)	107,135	3,524	(288)	3,236	200,334	6,905	207,239
Total comprehensive income for the period	-	-	3,488	-	(277)	(277)	3,211	637	3,848
Acquisition of minority shareholder of MSF	-	-	272	-	-	-	272	(499)	(227)
Transfer of share option reserve to share capital upon exercising of Employee Share Option Plan	392	-	-	(392)	-	(392)	-	-	-
New shares issued under Employees' Share Option Plan	491	-	-	-	-	-	491	-	491
Share Option expense accrued	-	-	-	37	-	37	37	-	37
Purchase of Treasury Shares	-	(3,107)	-	-	-	-	(3,107)	-	(3,107)
Balance at 31 March 2009	97,874	(10,135)	110,895	3,169	(565)	2,604	201,238	7,043	208,281
2009									
Balance at 1 January 2009	96,991	(7,028)	111,144	3,351	2,419	5,770	206,877	5,377	212,254
Total comprehensive income for the period	-	-	(779)	-	5,978	5,978	5,199	334	5,533
Share Option expense accrued	-	-	-	(26)	-	(26)	(26)	-	(26)
Dividends on ordinary shares	-	-	-	-	-	-	-	-	-
Balance at 31 March 2009	96,991	(7,028)	110,365	3,325	8,397	11,722	212,050	5,711	217,761

Statement of changes in equity (Cont'd)

COMPANY	Attributable to owners of the parents					Total equity S\$'000
	Issued Capital S\$'000	Tresury Shares S\$'000	Retained earnings S\$'000	Share Option Reserve S\$'000	Total Other reserves S\$'000	
2010						
Balance at 1 January 2010	96,991	(7,028)	39,768	3,524	3,524	133,255
Total comprehensive income for the period	-	-	(603)	-	-	(603)
Purchase of Treasury Shares	-	(3,107)	-	-	-	(3,107)
New shares issued under Employees' Share Option Plan	491	-	-	-	-	491
Share Option expense accrued	-	-	-	37	37	37
Transfer of share option reserve to share capital upon exercise of Employee Share Option Plan	392	-	-	(392)	(392)	-
Balance at 31 March 2010	97,874	(10,135)	39,165	3,169	3,169	130,073
2009						
Balance at 1 January 2009	96,991	(7,028)	53,032	3,351	3,351	146,346
Total comprehensive income for the period	-	-	2,472	-	-	2,472
Share Option expense reserve	-	-	-	(26)	(26)	(26)
Balance at 31 March 2009	96,991	(7,028)	55,504	3,325	3,325	148,792

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-back, exercise of share options or warrants, conversion of other issues of equity securities, issue of share for cash or as consideration for acquisition or for any 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

(a) Share Capital

Number of ordinary shares as at 31 March 2010 are 246,054,428

Number of shares that may be issued on conversion of all outstanding options are as follows:-

	As at 31/3/10	As at 31/12/09
Options granted under the InnoTek Employees' Share Option Plan 1	4,023,000	4,023,000
Options granted under the InnoTek Employees' Share Option Scheme II	602,000	3,188,000
	<u>4,625,000</u>	<u>7,211,000</u>

(b) Treasury Shares

	No of shares '000	S\$'000
Balance as at 1 January 2010	10,061	7,028
Acquired in Q1'10	6,544	3,107
	<u>16,605</u>	<u>10,135</u>

1(d)(iii) To show the total number of issued shares excluding Treasury Shares as at the end of the current financial period and as at the end of the immediately preceding year.

	As at 31/03/10		As at 31/12/09	
	No of shares '000	\$'000	No of shares '000	\$'000
Total number of issued shares at the end of period	246,054	97,874	243,468	96,991
Number of Treasury Shares at the end of period	(16,605)	(10,135)	(10,061)	(7,028)
Net number of issued shares at the end of period	<u>229,449</u>	<u>87,739</u>	<u>233,407</u>	<u>89,963</u>

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of Treasury Shares as at the end of the current financial period reported on.

None

2. Whether the figures have been audited, or reviewed and in accordance with the standard (e.g. The Singapore Standard on Auditing 910 (Engagement to Review Financial Statements), or an equivalent standard)

The figures have not been audited or reviewed by auditors.

3. Whether the figures have been audited, or reviewed, the auditor's report (including any qualifications or emphasis of matter)

Not Applicable

4. **Whether the same accounting policies and methods of computation as in the issuers most recently audited annual financial statements have been applied**

The same accounting policies and method of computation have been applied to the financial statements as in the most recently audited annual financial statements

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

None

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

Earnings per ordinary share of the Group based on net profit attributable to the shareholders of the Company :	Quarter Ended 31 March	
	2010 S'000	2009 S'000
(i) Based on the weighted average number of shares (in cents)		
- Earning per share	<u>1.50</u>	<u>(0.33)</u>
Weighted average number of shares ('000)	<u>232,692</u>	<u>233,407</u> ^
(ii) On a fully diluted basis (in cents)		
- Earning per share	<u>1.50</u>	<u>(0.33)</u>
Weighted average number of shares ('000)	<u>233,036</u>	<u>233,407</u> ^

^ There is no potential dilutive earning per share for the quarter ended 31 March 2009 as the Group was in a loss position.

7. **Net assets 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 period reported on; and (b) immediately preceding financial year**

	Group		Company	
	As at 31/3/2010	As at 31/12/2009	As at 31/3/2010	As at 31/12/2009
Net asset backing per ordinary share based on the total number of issued share excluding treasury shares as at the end of the period reported on	87.7 cents	85.8 cents	56.7 cents	57.1 cents

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

(A) Review for the Quarter ended 31 March 2010 (Q1'10)

	Q1'10 S\$'000	Q1'09 S\$'000	Changes S\$'000	Changes %
Turnover				
MSF	93,569	83,637	9,932	11.9
Net Profit / (Loss)	3,488	(779)	4,267	NM
MSF	4,101	(3,241)	7,342	NM
Corporate	(613)	2,462	(3,075)	NM
Basic EPS (cents)	1.50	(0.33)	1.83	NM

NM denotes not meaningful

For the January-March 2010 quarter ("Q1'10"), Group turnover increased S\$9.9 million or 11.9% to S\$93.6 million from S\$83.6 million recorded in Q1'09, mainly due to higher stamping and assembly sales from Mansfield Manufacturing Company Limited ("MSF") as a result of strong demand and higher sale of TV components, following the improvement of business sentiment.

The Group reported a net profit of S\$3.5 million in Q1'10, reversing from net loss of S\$0.8 million recorded in Q1'09. The net profit was mainly attributed to the S\$4.1 million profit achieved by MSF, which was offset by a loss of S\$0.6 million recorded by the Company.

MSF recorded a profit of S\$4.1 million in Q1'10 compared to a loss of S\$3.2 million in Q1'09 on higher turnover and better operating efficiency. The higher revenue was contributed by higher demand for TV components. The loss in Q1'09 was attributed largely to a provision of S\$2.9 million for bad and doubtful debts.

Segmentally, revenue from the Precision metal components and Sub-Assembly business increased by S\$11.2 million to S\$84.5 million in Q1'10 from S\$73.3 million in Q1'09 due mainly to higher demand for TV components. This was offset by lower Frame sales from Exerion due to lower demand from the Graphic business offset by more medical product programmes.

The Company recorded a loss of S\$0.6 million in Q1'10 compared to a profit of S\$2.5 million in Q1'09 due mainly to foreign exchange gain of S\$2.5 million in Q1'09 compared to a foreign exchange loss of S\$0.1 million in Q1'10. The foreign exchange gain resulted from the strengthening of the US\$ in Q1'09 arising from the US\$ proceeds from the sale of Magnecomp Precision Technology Public Company Limited. Since the end of 2009, the Company has converted most of the US\$ cash balance to S\$, helping to mitigate the impact of the weakening of the US\$ towards the end of 2009 and in Q1'10.

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

None

10. A commentary at the date of the announcement of the 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 outlook for Q2'10 remains positive with higher revenue projected for TV components products. The Group will continue to focus on cost management and improvement on operational efficiency.

The Directors expect that in the absence of any deterioration of business conditions, the Group's Q2'10 performance will be better than that of Q2'09.

Barring any unforeseen circumstances, the Group's 1H 2010 performance will improve over 2H 2009.

With regard to the Group's long-term growth strategy, the Company will actively pursue appropriate merger and acquisitions opportunities. However, the Group will continue to maintain its cautious stance, focusing on earnings-accretive businesses and stringently evaluate feasible investment proposals.

11. Dividend

(a) Current Financial period Reported On

Any dividend declared for the present financial period ? No

(b) Corresponding period of the Immediate Preceding Financial Year

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

(c) Date payable

Not Applicable

(d) Books closing date

Not Applicable

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

Not Applicable

13. **Interested Person Transactions – Rule 920(1)(a)(i) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate for interested person transactions for the financial period which it is required to report on pursuant to Rule 705.**

Name of Interested Person	Aggregate value of all interested person transactions for Quarter ended 31 March 2010 (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)
	S\$'000
(1) Purchase of vehicle from a Director	205

14. STATEMENT PURSUANT TO SGX LISTING RULE 705(4) OF THE LISTING MANUAL

The directors confirmed that to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the first quarter financial results of the Company and of the Group for the period ended 31 March 2010 to be materially false or misleading.

Signed by Robert Sebastiaan Lette, Chairman and Yong Kok Hoon, Managing Director

BY ORDER OF THE BOARD
 Yong Kok Hoon
 Managing Director
 12 May 2010