



**Miyoshi Precision Limited**  
(Incorporated in the Republic of Singapore)  
(Company Registration No. 198703979K)

## **Full Year 2009 Financial Statement And Dividend Announcement**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3), HALF-YEAR AND FULL YEAR**

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

### **UNAUDITED RESULTS FOR THE FULL YEAR ENDED 31 AUGUST 2009**

INCOME STATEMENT	Note	Year Ended 31 August		
		2009 S\$'000	2008 S\$'000	Change %
<b>Revenue</b>		<b>94,883</b>	<b>133,715</b>	<b>-29.0%</b>
Other operating income	(i)	4,014	4,996	-19.7%
Changes in inventories of finished goods and work-in-process		(1,377)	(1,365)	0.9%
Raw materials and consumables used		(54,780)	(83,780)	-34.6%
Employee benefits expenses		(13,813)	(16,662)	-17.1%
Depreciation expense		(4,999)	(4,781)	4.6%
Other operating expenses	(ii)	(13,463)	(17,767)	-24.2%
Finance costs		(315)	(447)	-29.4%
Share of results of associates		390	23	1595.6%
<b>Profit before income tax</b>		<b>10,540</b>	<b>13,932</b>	<b>-24.3%</b>
Income Tax expense		(1,053)	(2,051)	-48.7%
<b>Profit for the year</b>	(iii)	<b>9,487</b>	<b>11,881</b>	<b>-20.1%</b>
<b>Attributable to:</b>				
Equity holders of the Company		9,163	10,687	-14.3%
Minority interests		324	1,194	-72.8%
		<b>9,487</b>	<b>11,881</b>	<b>-20.1%</b>

**NM: Not Meaningful**

**Notes:**

1(a)(i) Other operating income includes the following:

<b>OTHER OPERATING INCOME</b>	<b>Year Ended 31 August</b>	
	<b>2009 S\$'000</b>	<b>2008 S\$'000</b>
Gain on disposal of a subsidiary	202	-
Gain on disposal of property, plant and equipment	70	-
Gain on foreign exchange	286	-
Income from sales of scrap	1,687	3,695
Interest income from associate	35	29
Interest income from non-related companies	220	259
Miscellaneous income	349	338
Negative goodwill on acquisition of additional interest in subsidiary	-	650
Negative goodwill on acquisition of interest in subsidiary	6	-
Negative goodwill on acquisition of interest in associate	894	-
Other income	124	-
Rental income	141	25
	<b>4,014</b>	<b>4,996</b>

1(a)(ii) Other operating expenses include the following:

<b>OTHER OPERATING EXPENSE</b>	<b>Year Ended 31 August</b>	
	<b>2009 S\$'000</b>	<b>2008 S\$'000</b>
Maintenance	755	719
Supplies and services	5,735	8,273
Professional fees	768	995
Transportation and travelling	1,210	1,377
Utilities	2,645	3,044
Others	2,350	3,359
	<b>13,463</b>	<b>17,767</b>

1(a)(iii) Included in the charges and credits disclosed in notes 1(a)(i) and 1(a)(ii), profit for the year is arrived at after charging/(crediting) the following:

<b>OTHER CHARGES AND CREDITS</b>	<b>Year Ended 31 August</b>	
	<b>2009 S\$'000</b>	<b>2008 S\$'000</b>
Allowance for impairment of machinery	43	-
Allowance for inventory obsolescence	489	129
Allowance for/(reversal of) doubtful trade receivables	163	(15)
Bad Debt written off	1	1
Gain on disposal of property, plant and equipment	-	(23)
Loss on disposal of interest in subsidiary	-	75
Loss on Foreign exchange	-	1,360
Property, plant and equipment written off	332	257
Share-based payments expense	42	201
Under provision of tax in respect of prior years	-	162

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

BALANCE SHEETS	Group		Company	
	As At 31 August		As At 31 August	
	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and bank balances	19,156	19,516	11,324	8,948
Fixed deposits	8,437	6,699	2,000	-
Trade receivables	21,120	30,049	13,288	22,914
Other receivables and prepayments	6,385	4,026	3,988	3,721
Inventories	7,607	11,816	2,057	3,044
<b>Total current assets</b>	<b>62,705</b>	<b>72,106</b>	<b>32,657</b>	<b>38,627</b>
<b>Non-current assets:</b>				
Investment in associates	2,786	18	1,584	55
Subsidiaries	-	-	22,747	23,155
Available-for-sale financial assets	438	446	5	9
Other receivables and prepayments	50	158	-	158
Property, plant and equipment	42,195	33,384	7,952	7,774
Deferred tax assets	319	120	-	-
Loan receivable	2,477	2,387	2,476	2,387
<b>Total non-current assets</b>	<b>48,265</b>	<b>36,513</b>	<b>34,764</b>	<b>33,538</b>
<b>Total assets</b>	<b>110,970</b>	<b>108,619</b>	<b>67,421</b>	<b>72,165</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Bank overdrafts	1,026	443	-	-
Trade payables	12,047	18,994	5,593	9,237
Other payables and accruals	5,934	7,255	2,009	3,351
Income tax payable	1,324	2,140	1,433	1,827
Finance leases	1,191	797	291	365
Bank loans	3,699	5,274	3,000	5,100
<b>Total current liabilities</b>	<b>25,221</b>	<b>34,903</b>	<b>12,326</b>	<b>19,880</b>
<b>Non-current liabilities:</b>				
Finance leases	895	630	32	322
Other loans	254	-	-	-
Bank loans	3,916	1,719	-	-
Deferred tax liabilities	882	1,000	499	514
<b>Total non-current liabilities</b>	<b>5,947</b>	<b>3,349</b>	<b>531</b>	<b>836</b>
<b>Total liabilities</b>	<b>31,168</b>	<b>38,252</b>	<b>12,857</b>	<b>20,716</b>
<b>Capital and reserves:</b>				
Share capital	37,389	37,389	37,389	37,389
Treasury share reserve	(55)	(29)	(55)	(29)
Fair value reserve	(12)	(7)	-	-
Share options reserve	798	756	798	756
Currency translation reserve	(5,512)	(6,197)	(6,963)	(7,977)
Retained earnings	41,990	33,862	23,395	21,310
<b>Total capital and reserves</b>	<b>74,598</b>	<b>65,774</b>	<b>54,564</b>	<b>51,449</b>
Minority interests	5,204	4,593	-	-
<b>Total equity</b>	<b>79,802</b>	<b>70,367</b>	<b>54,564</b>	<b>51,449</b>
<b>Total liabilities and equity</b>	<b>110,970</b>	<b>108,619</b>	<b>67,421</b>	<b>72,165</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.****Amount repayable in one year or less, or on demand**

As At 31 August 2009 S\$'000		As At 31 August 2008 S\$'000	
Secured	Unsecured	Secured	Unsecured
1,890	3,000	971	5,100

**Amount repayable after one year**

As At 31 August 2009 S\$'000		As At 31 August 2008 S\$'000	
Secured	Unsecured	Secured	Unsecured
4,811	254	2,349	Nil

**Details of any collateral.**

The Group's secured borrowing comprises finance leases and long-term bank loans. The Group's unsecured borrowing repayable after one year comprises other loans from minority shareholders of Miyoshi Precision (Thailand) Co., Ltd, a subsidiary of the Company.

The long-term bank loans are secured on:

- (a) legal charge over the leasehold land and building of a subsidiary and a letter of comfort by the Company.
- (b) legal mortgage over the freehold land and building of a subsidiary and a corporate guarantee of the Company.

The finance leases are secured on the plant and machinery under finance lease. The net book value of these plant and machinery as at 31 August 2009 was S\$3,189,000 (31 August 2008: S\$2,967,000).

**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	Group	
	Year Ended 31 August	
	2009 S\$'000	2008 S\$'000
<b>Operating activities:</b>		
Profit before income tax and share of results of associates	10,150	13,909
Adjustments for:		
Allowance for impairment of machinery	43	-
Allowance for inventory obsolescence	489	129
Allowance for/(reversal of) doubtful trade receivables	163	(15)
Bad debts written off	1	1
Depreciation expense	4,999	4,781
Gain on disposal of interest in subsidiary	(202)	-
Gain on disposal of property, plant and equipment	(70)	(23)
Interest expense	315	447
Interest income	(255)	(288)
Loss on disposal of interest in subsidiary	-	75
Negative goodwill on acquisition of additional interest in subsidiary	-	(650)
Negative goodwill on acquisition of associate	(894)	-
Negative goodwill on acquisition of subsidiary	(6)	-
Property, plant and equipment written off	332	257
Share-based payments expense	42	201
<b>Operating cash flows before movements in working capital</b>	<b>15,107</b>	<b>18,824</b>
Trade receivables	9,288	9,640
Other receivables and prepayments	(3,683)	204
Inventories	3,596	1,937
Trade payables	(7,280)	(7,163)
Other payables and accruals	(3,080)	(3,585)
<b>Cash generated from operations</b>	<b>13,948</b>	<b>19,857</b>
Interest paid	(315)	(447)
Interest received	255	288
Income tax paid	(1,998)	(5,311)
Dividend paid	(1,262)	(2,046)
Dividend paid to minority shareholders	-	(184)
<b>Net cash from operating activities</b>	<b>10,628</b>	<b>12,157</b>
<b>Investing activities:</b>		
Loans receivable	(29)	104
Disposal of interest in subsidiary (Note 1)	461	-
Acquisition of subsidiary, net of cash acquired (Note 2)	(717)	-
Acquisition of additional shares in subsidiary	-	(69)
Acquisition of other investment	-	(417)
Proceeds from disposal of property, plant and equipment	194	97
Purchase of property, plant and equipment	(7,300)	(5,743)
<b>Net cash used in investing activities</b>	<b>(7,391)</b>	<b>(6,028)</b>

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

CONSOLIDATED CASH FLOW STATEMENT (CONTINUED)	Group	
	Year Ended 31 August	
	2009 S\$'000	2008 S\$'000
<b>Financing activities:</b>		
Proceeds from bank loans	3,000	-
Proceeds from other loans	254	-
Repayment of bank loans	(5,226)	(3,680)
Repayment of finance leases	(1,050)	(560)
Repurchase of shares and held as treasury shares	(26)	(29)
Restricted cash	113	124
<b>Net cash used in financing activities</b>	<b>(2,935)</b>	<b>(4,145)</b>
Currency translation adjustment	605	(1,830)
Increase in cash and cash equivalents	<b>907</b>	<b>154</b>
Cash and cash equivalents at beginning of year	25,525	25,371
<b>Cash and cash equivalents at end of year</b>	<b>26,432</b>	<b>25,525</b>
Cash and cash equivalents at end of year includes the following:		
Cash and bank balances	19,156	19,516
Fixed deposits	8,437	6,699
Bank overdraft	(1,026)	(443)
	<b>26,567</b>	<b>25,772</b>
Restricted cash	(135)	(247)
<b>Cash and cash equivalents at end of year</b>	<b>26,432</b>	<b>25,525</b>

**Note 1:**

During the financial year, the fair value of net assets of subsidiary disposed were as follows:

Disposal of subsidiary	Year ended 31 August	
	2009 S\$'000	2008 S\$'000
Trade receivables	236	--
Other receivables	48	--
Inventories	123	--
Cash and bank balances / (bank overdraft)	(233)	--
Property, plant and equipment	1,050	--
Trade payables	(256)	--
Other payables	(749)	--
Finance leases and term loan	(82)	--
Income tax payable	(86)	--
Minority interest	(25)	--
Gain on disposal	202	--
Disposal price	228	--
Less: cash and bank balances / (bank overdraft)	(233)	--
Cash flow on disposal	461	--

Note 2:

During the financial year, the fair value of net assets of subsidiary acquired were as follows:

Acquisition of subsidiary	Year ended 31 August	
	2009 S\$'000	2008 S\$'000
Trade receivables	760	--
Other receivables	116	--
Cash and bank balances / (bank overdraft)	(393)	--
Property, plant and equipment	6,218	--
Trade payables	(589)	--
Other payables	(1,479)	--
Finance leases and term loan	(4,120)	--
Income tax payable	37	--
Minority interest	(220)	--
Negative goodwill	(6)	--
Purchase consideration	324	--
Less: cash and bank balances / (bank overdraft)	(393)	--
Cash flow on acquisition, net of cash acquired	717	--

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.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 AUGUST 2009	Issued Capital	Treasury Share Reserve	Share Options Reserve	Fair Value Reserve	Currency Translation Reserve	Retained Earnings	Total Attributable to Equity Holders of the company	Minority Interest	Total Equity
GROUP	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 31 August 2007</b>	37,389	-	536	(7)	(2,065)	25,221	61,074	4,006	65,080
Foreign exchange translation gain/(loss) arising in the year	-	-	19	-	(4,132)	-	(4,113)	291	(3,822)
<b>Net loss recognised directly in equity</b>	-	-	19	-	(4,132)	-	(4,113)	291	(3,822)
Net profit for the year	-	-	-	-	-	10,687	10,687	1,194	11,881
<b>Total recognised income and expense for the year</b>	-	-	19	-	(4,132)	10,687	6,574	1,485	8,059
Acquisition of additional interest in subsidiary	-	-	-	-	-	-	-	(714)	(714)
Dividend paid to minority shareholders	-	-	-	-	-	-	-	(184)	(184)
Dividend	-	-	-	-	-	(2,046)	(2,046)	-	(2,046)
Share-based payments expense for the year	-	-	204	-	-	-	204	-	204
Share options lapsed	-	-	(3)	-	-	-	(3)	-	(3)
Repurchase of share and held as treasury share	-	(29)	-	-	-	-	(29)	-	(29)
<b>Balance at 31 August 2008</b>	37,389	(29)	756	(7)	(6,197)	33,862	65,774	4,593	70,367
<b>Balance at 31 August 2008</b>	37,389	(29)	756	(7)	(6,197)	33,862	65,774	4,593	70,367
Foreign exchange translation gain arising in the year	-	-	-	-	685	-	685	92	777
Fair value adjustments	-	-	-	(5)	-	-	(5)	-	(5)
<b>Net (loss)/income recognised directly in equity</b>	-	-	-	(5)	685	-	680	92	772
Net profit for the year	-	-	-	-	-	9,163	9,163	324	9,487
<b>Total recognised income and expense for the year</b>	-	-	-	(5)	685	9,163	9,843	416	10,259
Acquisition of additional interest in subsidiary	-	-	-	-	-	-	-	220	220
Disposal of subsidiary	-	-	-	-	-	-	-	(25)	(25)
Dividend	-	-	-	-	-	(1,262)	(1,262)	-	(1,262)
Statutory reserve of a subsidiary	-	-	-	-	-	227	227	-	227
Share-based payments expense for the year	-	-	48	-	-	-	48	-	48
Share options lapsed	-	-	(6)	-	-	-	(6)	-	(6)
Repurchase of share and held as treasury share	-	(26)	-	-	-	-	(26)	-	(26)
<b>Balance at 31 August 2009</b>	37,389	(55)	798	(12)	(5,512)	41,990	74,598	5,204	79,802

**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.**

The Company did not issue any ordinary shares during the year ended 31 August 2009.

The number of ordinary shares that may be issued upon exercise of all share options outstanding as at 31 August 2009 was 6,013,000 (as at 31 August 2008 was 6,064,000).

As at 31 August 2009, the Company holds 499,000 treasury shares (31 August 2008: 133,000 shares).

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

	<b>As At 31 August 2009</b>	<b>As At 31 August 2008</b>
Total number of issued shares	420,669,490	420,669,490
Less: Treasury shares	499,000	133,000
Total number of shares excluding treasury shares	420,170,490	420,536,490

**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 current financial year, 366,000 shares were repurchased by the Company and held as treasury shares.

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

The figures have not been audited nor reviewed by our auditors.

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

The figures have not been audited nor reviewed by our auditors.

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

The financial information have been prepared in accordance with the same accounting policies and methods of computation adopted in the audited financial statements of the last financial year, except for the adoption of the new or revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") which became effective for the current financial year. The adoption of these FRS and INT FRS did not result in any substantial changes to the Group's accounting policies.

**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.**

	Year ended 31 August	
	2009 Cents	2008 Cents
(i) Based on weighted average number of ordinary shares in issue	2.18	2.54
(ii) On a fully diluted basis	2.18	2.54

Basic earnings per share is computed based on the weighted average number of shares in issue during the financial year. The weighted average number of ordinary shares represents the number of ordinary shares at the beginning of the financial year, adjusted for new ordinary shares issued during the financial year, multiplied by a time-weighted factor.

Diluted earnings per share is computed based on the weighted average number of ordinary shares in issue, adjusted for the effect of dilutive options during the financial year.

The Company has purchased 366,000 shares during the year ended 31 August 2009. The shares are being held as treasury shares. The weighted average number of shares is computed based on issued shares excluding treasury shares.

**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 issuers at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

	Group	Company
As at 31 August 2009	17.75 cents	12.99 cents
As at 31 August 2008	15.64 cents	12.23 cents

Net asset per share is calculated based on the existing number of shares in issue of 420,170,490 (31 August 2008: 420,536,490).

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.**

### **Revenue**

The global financial crisis, which began in the early part of the last financial year continued to exert a negative impact on sales volumes and revenue. While sales volumes had declined, average selling prices however remained generally stable.

Group revenue for FY2009 was \$94.9m as compared with \$133.7m in FY2008; a fall of \$38.8m or 29.0%. On-year revenues from the Data Storage ("DS"), Consumer Electronics ("CE") and Automotive & Others ("AO") business segments fell by 34.7%, 18.8% and 25.6% respectively.

Revenue for DS, our largest business segment, fell in the first two quarters of the year; while CE revenue, our second largest segment, fell during the second and third quarters. AO revenue weakness was more sustained, continuing for the first three quarters. By 4QFY2009 however, all three segments registered revenue growth as compared with the previous quarter. Overall, revenues fell significantly in the second quarter before bottoming out in the third, followed by a mild recovery in the fourth quarter.

### **Profit**

Profit after tax attributable to equity shareholders of the Company ("profit") fell by \$1.53m or 14.3% to \$9.16m as compared with \$10.69m for last year.

Excluding one-off gains from acquisitions and disposal of equity interests in subsidiaries and associate in the current and previous years (see "Other Operating Income"), profit fell by \$1.98m or 19.7% to \$8.06m as compared with \$10.04m for last year.

The 19.7% percent decline in profit (excluding one-offs) is significantly smaller than the 29.0% fall in revenue; attributable mainly to operating gains from favourable foreign exchange rates and an increase in share of results of associates from an acquisition of a 27.64% equity stake in Giken Sakata (S) Limited ("Giken").

Manufacturing costs remained comparable with last year as the effects of higher unit fixed costs due to the allocation of fixed expenses over a smaller number of production units is mitigated by the effects of lower material costs and specific measures taken by management to control expenses.

**Other Operating Income**

Other operating income was \$4.01m as compared with \$5.00m last year; a decrease of \$0.99m. Scrap sales was lower by \$2.01m in line with lower production volumes and scrap prices, while gains from foreign exchange was higher by \$0.29m due to stronger USD against the SGD, THB and MYR.

Other operating income for the current year included one-off gains totaling \$1.10m. These relate to a \$0.89m negative goodwill from the acquisition of 27.64% equity shares in Giken; \$0.01m negative goodwill from acquiring a 60% stake in AWP Precision Engineering Pte Ltd; and \$0.20m gain on disposal of shares in Fastrack Pte Ltd. Last year, we recorded a smaller gain of \$0.65m from the acquisition of additional equity shares in Miyoshi Precision (Thailand) Co., Ltd.

**Changes in Inventories of Finished Goods and Work-in-Process**

Inventories of finished goods and work-in-progress in the income statement decreased by \$1.38m during the year with a comparable decrease of \$1.37m last year, reflecting the lower manufacturing activity for both years as compared with the previous years.

**Operating Expenses**

Raw materials and consumables used in manufacturing declined by \$29.00m or 34.6%; larger than the 29.0% fall in revenue. This was due primarily to improved material cost management.

Employee benefits expenses fell \$2.85m (17.1%) as a result of measures taken to align staffing levels, salary scales and overtime working hours to the lower level of business activity in FY2009.

Other operating expenses ("OOE") reduced by \$4.31m (24.2%) to \$13.46m as compared with \$17.77m last year. Lower spending on supplies and services and for utilities associated with a contraction in business activity reduced OOE by \$2.54m and \$0.40m respectively.

Lower foreign exchange loss from a stronger USD against the SGD, THB and MYR also reduced OOE by \$1.36m; while provisions for inventory obsolescence due to product end-of-life increased OOE by \$0.36m.

**Share of Results of Associates**

The Group's share of results of associates for FY2009 of \$0.39m is mostly attributable to a 27.64% equity interest Giken Sakata, which was acquired during the current financial year. Giken Sakata is listed on SGX Catalist and the shares were acquired by the conversion of a loan under an investment agreement entered into during FY2008.

### **Income Tax Expense**

The effective tax rate for the current year was 10.0% as compared with 14.7% last year. The lower tax rate for the current year is due mainly to higher non-taxable gains on acquisitions and disposal of equity interests in subsidiaries and associate; and more tax-exempt activities carried on at our Thailand operations than last year.

### **Balance Sheet**

Net assets attributable to equity shareholders the Company ("net asset") (represented by Total Capital and Reserves in the balance sheet) grew \$8.83m to \$74.60m as at 31 August 2009 as compared with \$65.77m as at 31 August 2008. Profit for the current year contributed \$9.16m to net asset growth, while dividends paid reduced it by \$1.26m. \$0.69m of the increase in net assets is due to a fall in the exchange translation reserve (debit) balance, due largely to a stronger USD exchange rate against the SGD and THB as compared with last year.

Trade receivables, trade payables and inventory fell \$8.93m, \$6.95m and \$4.21m respectively as compared with 31 August 2008 in line with lower business activity.

As at the end of FY2009, cash (cash & bank and fixed deposits net of bank overdrafts) balance was \$26.57m compared with \$25.77m last year. Borrowings (bank loans, other loans and finance leases) stood at \$9.96m with the corresponding balance last year at \$8.42m. Net cash (cash net of borrowings) as at the end of the current and last year were \$16.61m and \$17.35m respectively.

Investment in associates increased by \$2.77m with the acquisition of a 27.64% equity interest in Giken Sakata.

### **Cashflow Statement**

Cash and cash equivalents (cash & bank and fixed deposits net of bank overdrafts and restricted cash) increased by \$0.91m during the 12 months to 31 August 2009. \$10.63m of cash was generated from operating activities; \$7.39m of cash was used in investing activities, mainly for production machinery at our Thailand, Malaysia, Singapore and Philippines operations, and adding & upgrading of factory space at our Malaysia and China plants; and \$2.94m of cash was used in financing activities, mainly to reduce the level of borrowings. Cash and cash equivalents in SGD terms increased by \$0.61m as a result of currency translation.

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

In our announcement for the third quarter ending 31 May 2009 ("3QFY2009"), we had maintained a cautious outlook on business prospects as the early indications of improved market sentiments had yet to translate into stronger sales orders in a significant and sustained way. Since then, orders, revenue and profit have continued on a mild recovery path in line with our expectations.

**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.**

The effects of the global financial crisis, which started during the last financial year, continued to exert a negative impact on our business performance during the first two quarters of FY2009. There were early indications of improved market sentiments in 3QFY2009, and these were reflected in a slightly better revenue and profit performance for 4QFY2009.

Considering that the improvement in business performance over the last two quarters had not been significant, and that some underlying risk factors of the financial crisis still remain; we continue to maintain a cautious outlook for the next 12 months.

**11. Dividend**

***(a) Current Financial Period Reported On***

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

<b>Name of Dividend</b>	<b>Interim</b>	<b>Final</b>	<b>Final Special</b>
Dividend Type	Nil	Cash	Nil
Dividend Rate	Nil	0.3 cent per share	Nil
Tax Rate	Nil	Tax exempt (one-tier) dividend	Nil

***(b) Corresponding Period of the Immediately Preceding Financial Year***

Any dividend declared for the corresponding period of the immediately preceding financial year? **Yes**

<b>Name of Dividend</b>	<b>Interim</b>	<b>Final</b>	<b>Final Special</b>
Dividend Type	Nil	Cash	Nil
Dividend Rate	Nil	0.3 cent per share	Nil
Tax Rate	Nil	Tax exempt (one-tier) dividend	Nil

***(c) Date payable***

The proposed final dividends will be paid on 29 January 2010 if approved at the Annual General Meeting to be held on 29 December 2009.

***(d) Books closure date***

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 13 January 2010 for the purpose of determining shareholders' entitlements to the dividend which will be proposed at the Annual General Meeting of the Company to be held on 29 December 2009. Duly completed transfers in respect of the shares in the Company received by the Company's Share Registrar in Singapore, BOARDROOM CORPORATE & ADVISORY SERVICES PTE. LTD. at 3 Church Street #08-01 Samsung Hub Singapore 049483 up to the close of business at 5.00 p.m. on 12 January 2010, will be registered to determine shareholders' entitlements to the proposed dividend. In respect of shares in securities accounts with The Central Depository (Pte) Limited ("CDP"), the said dividend will be paid by the Company to the CDP which will in turn distribute entitlements to holders of the shares in accordance with its practice.

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

Not applicable.

**13. Interested Person Transactions**

Interested person transactions conducted for the year ended 31 August 2009 were as follows:

Name of interested person	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 the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
<b>Miyoshi Industry Co., Ltd</b>		
Type of transactions		
Purchases	--	277,051
Marketing services	--	110,209
Investment (Note 1)	775,000	--
<b>Total</b>	<b>775,000</b>	<b>387,260</b>

**Note 1 – Investment**

The investment relates to a business collaboration venture between Miyoshi Industry Co., Ltd, Mitsue Mold Engineering Co., Ltd and the Company. The objective of the venture is to jointly develop, manufacture and market glass moulded products used for various applications.

## PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

**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.**

ANALYSIS BY BUSINESS SEGMENTS	Data Storage		Consumer Electronics		Automotive & Others		Elimination		Group	
	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000
<b>Revenue</b>										
External sales	53,147	81,390	33,542	41,318	8,194	11,007	-	-	94,883	133,715
Inter-segment sales	-	-	-	-	-	-	-	-	-	-
Total revenue	53,147	81,390	33,542	41,318	8,194	11,007	-	-	94,883	133,715
<b>Results</b>										
Profit from operations	6,981	8,810	2,723	3,515	506	1,743	-	-	10,210	14,068
Interest expense									(315)	(447)
Interest income									255	288
Share of results of associates									390	23
Profit before tax and minority interest									10,540	13,932
Income tax expense									(1,053)	(2,051)
Profit after tax									<b>9,487</b>	<b>11,881</b>
Attributable to:										
Equity Holders of the Company									9,163	10,687
Minority Interests									324	1,194
									<b>9,487</b>	<b>11,881</b>

ANALYSIS BY GEOGRAPHICAL SEGMENTS	Revenue		Assets		Capital Expenditure	
	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000	2009 S\$'000	2008 S\$'000
Singapore	15,505	19,150	43,623	38,318	1,263	1,298
Malaysia	14,086	22,662	13,165	14,221	2,395	1,765
Thailand	22,031	56,727	31,105	34,430	2,602	1,591
Philippines	10,547	11,563	10,362	10,666	945	481
China	30,670	20,913	12,715	10,984	1,855	2,123
Others	2,044	2,700	--	--	--	--
<b>Total</b>	<b>94,883</b>	<b>133,715</b>	<b>110,970</b>	<b>108,619</b>	<b>9,060</b>	<b>7,258</b>

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.

Business Segment - As explained in paragraph 8 above.

16. A breakdown of sales.

Group	2009 S\$'000	2008 S\$'000	Change %
(a) Sales reported for first half year	51,122	73,289	-30.2%
(b) Operating profit after tax before deducting minority interests reported for first half year	2,790	6,022	-53.7%
(c) Sales reported for second half year	43,761	60,426	-27.6%
(d) Operating profit after tax before deducting minority interests reported for second half year	6,697	5,859	14.3%

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

Total annual dividend	2009 S\$'000	2008 S\$'000
Ordinary interim dividend after tax	--	--
Ordinary final dividend, tax exempt (one-tier)	1,261	1,262
Special dividend, tax exempt (one-tier)	--	--
<b>Total</b>	<b>1,261</b>	<b>1,262</b>

**BY ORDER OF THE BOARD**

**SIN KWONG WAH, ANDREW**  
**CEO**  
 26 October 2009