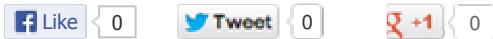


FIRST QUARTER RESULTS \* FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT




\* Asterisks denote mandatory information

<b>Name of Announcer *</b>	ASTI HOLDINGS LIMITED
<b>Company Registration No.</b>	199901514C
<b>Announcement submitted on behalf of</b>	ASTI HOLDINGS LIMITED
<b>Announcement is submitted with respect to *</b>	ASTI HOLDINGS LIMITED
<b>Announcement is submitted by *</b>	Woo Kwek Kiong
<b>Designation *</b>	Company Secretary
<b>Date &amp; Time of Broadcast</b>	10-May-2013 17:56:45
<b>Announcement No.</b>	00131

>> ANNOUNCEMENT DETAILS

The details of the announcement start here ...

<b>For the Financial Period Ended *</b>	31-03-2013
<b>Description</b>	Please see attached document.
<b>Attachments</b>	 20130510_ASTI_Mar_2013_Announcement_Board.pdf Total size = <b>269K</b> (2048K size limit recommended)



## Results For The Financial Period Ended 31 March 2013 Unaudited Financial Statements and Dividend Announcement

The Directors are pleased to make the following announcement of the unaudited results for the financial period ended 31 Mar 2013

1(a)(i) **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**

	Group		
	First Quarter Ended		
	S\$'000		%
	31/3/13	31/3/12	Change
		<b>Restated</b>	
<b>Continuing operations</b>			
<b>Revenue</b>	23,942	19,807	21%
Cost of sales	(16,024)	(13,589)	18%
<b>Gross profit</b>	7,918	6,218	27%
<b>Other income</b>	97	101	(4%)
Marketing and distribution	(2,610)	(2,056)	27%
Research and development	(2,337)	(1,114)	110%
Administrative expenses	(5,914)	(4,465)	32%
Other net operating gains/(costs)	240	(29)	NM
<b>Operating expenses</b>	(10,621)	(7,664)	39%
<b>Operating loss</b>	(2,606)	(1,345)	94%
Finance costs, net	(194)	142	NM
Share of results of associates, net of tax	45	-	NM
<b>Loss before tax from continuing operations</b>	(2,755)	(1,203)	129%
Income tax expense	(300)	(15)	NM
<b>Loss from continuing operations, net of tax</b>	(3,055)	(1,218)	151%
<b>Discontinued operations</b>			
<b>Loss from discontinued operations, net of tax</b>	(292)	(525)	(44%)
<b>Loss for the period</b>	<b>(3,347)</b>	<b>(1,743)</b>	
<b>Attributable to :</b>			
<b>Owners of the parent</b>			
Loss from continuing operations, net of tax	(1,889)	(905)	109%
Loss from discontinued operations, net of tax	(187)	(328)	(43%)
<b>Loss for the period attributable to owners of the parent</b>	<b>(2,076)</b>	<b>(1,233)</b>	
<b>Non-controlling interests</b>			
Loss from continuing operations, net of tax	(1,166)	(313)	273%
Loss from discontinued operations, net of tax	(105)	(197)	(47%)
<b>Loss for the period attributable to non-controlling interest</b>	<b>(1,271)</b>	<b>(510)</b>	
	<b>(3,347)</b>	<b>(1,743)</b>	

NM : Not meaningful

The comparative figures for the financial period ended 31 March 2012 relating to the Disposal Group (as defined herein) have been presented as discontinued operations (See paragraphs 8).



**Results For The Financial Period Ended 31 March 2013**  
**Unaudited Financial Statements and Dividend Announcement**

The results for discontinued operations for the periods ended 31 March are as follows:

	Group		
	First Quarter Ended		
	S\$'000		%
	31/3/13	31/3/12	Change
<b>Revenue</b>	67,014	73,789	(9%)
Cost of sales	(61,791)	(68,809)	(10%)
<b>Gross profit</b>	5,223	4,980	5%
<b>Other income</b>	77	5	NM
Marketing and distribution	(3,197)	(3,411)	(6%)
Administrative expenses	(1,679)	(1,422)	18%
Other net operating costs	(115)	(118)	(3%)
<b>Operating expenses</b>	(4,991)	(4,951)	1%
<b>Operating profit</b>	309	34	809%
Finance costs, net	(477)	(641)	(26%)
<b>Loss before tax</b>	(168)	(607)	(72%)
Income tax expense	(124)	82	NM
<b>Net loss for the period</b>	(292)	(525)	(44%)
<b>Attributable to :</b>			
Owners of the parent	(187)	(328)	(43%)
Non-controlling interests	(105)	(197)	(47%)
	(292)	(525)	(44%)

NM : Not meaningful





**Results For The Financial Period Ended 31 March 2013**  
**Unaudited Financial Statements and Dividend Announcement**

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

	Group		Company	
	S\$'000		S\$'000	
	31/3/13	31/12/12	31/3/13	31/12/12
		(restated)		
<b>Non-current Assets</b>				
Intangible assets	14,546	14,516	88	88
Property, plant and equipment	30,135	30,322	72	64
Investments in subsidiaries	-	-	79,219	79,219
Investments in associates	3,345	3,299	-	-
Investment securities	5,283	5,258	4,608	4,608
Deferred tax assets	168	187	-	-
	53,477	53,582	83,987	83,979
<b>Current Assets</b>				
Inventories	24,361	24,359	-	-
Other receivables and prepayments	4,001	3,190	561	564
Amounts due from subsidiaries	-	-	17,072	15,640
Amounts due from associates	743	592	-	-
Trade receivables	32,847	30,735	-	-
Cash and cash equivalents	26,785	31,174	157	1,530
Restricted cash	4	4	-	-
Assets of disposal group classified as held for sale	106,515	113,651	-	-
	195,256	203,705	17,790	17,734
<b>Total Assets</b>	<b>248,733</b>	<b>257,287</b>	<b>101,777</b>	<b>101,713</b>
<b>Equity Attributable to Owners of the Parent</b>				
Share capital	132,617	132,617	132,617	132,617
Treasury shares	(4,772)	(4,772)	(4,772)	(4,772)
Accumulated losses	(25,496)	(23,420)	(64,991)	(64,947)
Foreign currency translation reserve	(4,577)	(5,867)	-	-
Capital reserve	(7,256)	(6,893)	(2,960)	(2,960)
Reserve of disposal group classified as held for sale	(3,740)	(3,726)	-	-
	86,776	87,939	59,894	59,938
<b>Non-controlling interests</b>	28,593	23,969	-	-
<b>Total Equity</b>	<b>115,369</b>	<b>111,908</b>	<b>59,894</b>	<b>59,938</b>
<b>Non-current Liabilities</b>				
Deferred tax liabilities	296	307	-	-
Lease creditors	661	756	-	-
Long term payables	955	939	-	-
Amounts due to financial institutions	122	172	-	-
	2,034	2,174	-	-
<b>Current Liabilities</b>				
Provision	708	604	-	-
Income tax payable	1,648	1,328	551	491
Amounts due to financial institutions	17,377	19,969	5,000	5,000
Payables and accruals	27,998	31,546	1,715	1,754
Amounts due to subsidiaries	-	-	34,617	34,530
Liabilities of disposal group classified as held for sale	83,599	89,758	-	-
	131,330	143,205	41,883	41,775
<b>Total Liabilities</b>	<b>133,364</b>	<b>145,379</b>	<b>41,883</b>	<b>41,775</b>
<b>Total Equity and liabilities</b>	<b>248,733</b>	<b>257,287</b>	<b>101,777</b>	<b>101,713</b>



## Results For The Financial Period Ended 31 March 2013

### Unaudited Financial Statements and Dividend Announcement

The details of assets/liabilities/reserves classified as held for sale are as follows:

	S\$'000	
	31/3/13	31/12/12
<b><u>Current Assets</u></b>		
Property, plant and equipment	613	655
Inventories	26,750	28,869
Other receivables and prepayments	2,762	2,052
Trade receivables	56,274	59,968
Cash and cash equivalents	18,364	20,388
Restricted cash	1,752	1,719
	<b>106,515</b>	<b>113,651</b>
<b><u>Current Liabilities</u></b>		
Income tax payable	299	263
Amounts due to financial institutions	41,994	52,312
Payables and accruals	41,224	37,102
Deferred tax liabilities	82	81
	<b>83,599</b>	<b>89,758</b>
<b><u>Reserves</u></b>		
Foreign currency translation reserve	(3,740)	(3,726)
	<b>(3,740)</b>	<b>(3,726)</b>



## Results For The Financial Period Ended 31 March 2013 Unaudited Financial Statements and Dividend Announcement

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

Amount repayable in one year or less, or on demand

31/3/13		31/12/12	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
55	17,322	53	19,916

Amount repayable after one year

31/3/13		31/12/12	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
15	107	28	144

The borrowings of the Disposal Group have been classified as "liabilities of disposal group classified as held for sale" in the balance sheet.

### Details of any collateral

Bank term loans with aggregate amount of \$70,000 (31/12/12: \$81,000) of subsidiaries are secured on the land and buildings of the subsidiaries.



**Results For The Financial Period Ended 31 March 2013**  
**Unaudited Financial Statements and Dividend Announcement**

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

	Group	
	31/3/13 S\$'000	31/3/12 S\$'000
<b>Cashflow from operating activities</b>		
Loss before income tax from continuing operations	(2,755)	(1,203)
Loss before income tax from discontinued operations	(168)	(607)
Adjustment for:-		
Depreciation of property, plant and equipment	1,499	1,479
Amortisation of intangible assets	22	257
Loss/(gain) on disposal of property, plant and equipment	-	(11)
Write-back of impairment loss in Intangible assets	(38)	-
Impairment loss in property, plant and equipment	-	2
Property, plant and equipment written off	31	-
Impairment loss on investment securities	14	-
Loss/(gain) on revaluation of derivative financial assets	67	(619)
Share of results of associates, net of tax	(45)	-
Interest income	(54)	(425)
Interest expense	556	728
Currency realignment	1,220	(1,779)
<b>Operating cash flows before reinvestment in working capital</b>	349	(2,178)
Decrease in receivables	215	8,605
Decrease/(increase) in inventories	2,094	(2,361)
Increase in payables	4,599	3,936
Increase/(decrease) in provisions	104	(37)
Changes in amounts due from/to related parties	(369)	396
<b>Cash generated from operations</b>	6,992	8,361
Interest paid	(541)	(728)
Interest received	54	83
Income tax paid	(154)	(121)
Income tax refund	181	1,255
<b>Cash generated from operating activities</b>	6,532	8,850
<b>Cashflow from investing activities</b>		
Proceeds from disposals of property, plant and equipment	-	12
Purchase of property, plant and equipment	(776)	(925)
Project development expenditure	-	(138)
Advance paid for Company's subscription to an associate's rights issue	-	(2,495)
<b>Net cash used in investing activities</b>	(776)	(3,546)
<b>Cashflow from financing activities</b>		
Proceeds from share placement by a subsidiary	1,890	-
Shares issuance expenses	(10)	-
Payment of lease creditors	(272)	(254)
Proceeds from bank borrowings	273	-
Repayment of bank borrowings	(14,216)	(9,022)
Decrease in restricted cash	(2)	-
<b>Net cash used in financing activities</b>	(12,337)	(9,276)
<b>Net decrease in cash and cash equivalents</b>	(6,581)	(3,972)
Cash and cash equivalents at 1 January	51,562	41,769
Effect of exchange rate changes on cash and cash equivalents	167	(913)
<b>Cash and cash equivalents at 31 March</b>	45,148	36,884

Cash and cash equivalents at the end of the current financial period in the cash flow statement included approximately \$18,364,000 which belonged to the Disposal Group.

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

Group	Attributable to Members of the Company									Equity Total
	Share Capital	Treasury shares	Share options reserves	Capital reserves	Foreign currency translation reserve	Reserve classified as held for sale	Accumulated losses	Equity attributable to owners of parent, Total	Non-controlling Interests	
	(Non-distributable)						Distributable			
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>For The First Quarter Ended 31 Mar 2013</b>										
Balance as at 1 Jan'13 <i>(previously reported)</i>	132,617	(4,772)	-	(6,833)	(5,867)	(3,726)	(23,006)	<b>88,413</b>	23,717	<b>112,130</b>
Effects of FRS 103 - Business Combinations (see Note 5)				(60)			(414)	<b>(474)</b>	252	<b>(222)</b>
Balance as at 1 Jan'13 <i>(restated)</i>	132,617	(4,772)	-	(6,893)	(5,867)	(3,726)	(23,420)	<b>87,939</b>	23,969	<b>111,908</b>
<b>Total comprehensive income for the period</b>	-	-	-	15	1,290	(14)	(2,076)	<b>(785)</b>	(925)	<b>(1,710)</b>
<u>Changes in ownership interests in subsidiaries</u>										
Dilution arising from share placement to non-controlling interests	-	-	-	(378)	-	-	-	<b>(378)</b>	5,549	<b>5,171</b>
<b>Total changes in ownership interests in subsidiaries</b>	-	-	-	(378)	-	-	-	<b>(378)</b>	5,549	<b>5,171</b>
Balance as at 31 Mar'13	132,617	(4,772)	-	(7,256)	(4,577)	(3,740)	(25,496)	<b>86,776</b>	28,593	<b>115,369</b>
<b>For The First Quarter Ended 31 Mar 2012</b>										
Balance as at 1 Jan'12	127,359	(4,772)	1,415	(7,503)	(7,304)	-	(13,354)	<b>95,841</b>	21,874	<b>117,715</b>
<b>Total comprehensive income for the period</b>	-	-	-	-	(1,264)	-	(1,233)	<b>(2,497)</b>	(1,005)	<b>(3,502)</b>
<u>Others</u>										
Expiry of employees share options	-	-	(1,415)	-	-	-	1,415	-	-	-
<b>Total others</b>	-	-	(1,415)	-	-	-	1,415	-	-	-
Balance as at 31 Mar'12	127,359	(4,772)	-	(7,503)	(8,568)	-	(13,172)	<b>93,344</b>	20,869	<b>114,213</b>



**Results For The Financial Period Ended 31 March 2013**  
**Unaudited Financial Statements and Dividend Announcement**

Company	Share Capital	Treasury shares	Share options reserves	Capital reserves	Accumulated losses	Total
	(Non-distributable)			Distributable		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>For The Full Year Ended 31 Dec 2012</b>						
Balance as at 1 Jan'13	132,617	(4,772)	-	(2,960)	(64,947)	59,938
<b>Total comprehensive income for the period</b>	-	-	-	-	(44)	(44)
Balance as at 31 Mar'13	132,617	(4,772)	-	(2,960)	(64,991)	59,894
<b>For The First Quarter Ended 31 Mar 2012</b>						
Balance as at 1 Jan'12	127,359	(4,772)	1,415	(2,960)	(67,880)	53,162
Total comprehensive income for the period	-	-	-	-	1,688	1,688
<u>Others</u>						
Expiry of employees share options	-	-	(1,415)	-	1,415	-
<b>Total others</b>	-	-	(1,415)	-	1,415	-
Balance as at 31 Mar'12	127,359	(4,772)	-	(2,960)	(64,777)	54,850



## Results For The Financial Period Ended 31 March 2013 Unaudited Financial Statements and Dividend Announcement

- 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 or 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 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.

No ordinary shares were issued during the period.

Convertible securities	Number of ordinary shares under options	
	as at	as at
	31/3/13	31/3/12
Employees share options	3,249,000	4,624,000

See below for details relating to the number of shares held as treasury 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.

	Group & Company	
	31/3/13	31/12/12
Total number of issued shares	681,966,341	681,966,341
Less : Treasury shares	(27,234,855)	(27,234,855)
Total number of issued shares (excluding treasury shares)	654,731,486	654,731,486

- 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.

Please refer to note 1(d)(ii) above.

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

The figures have not been audited or reviewed.

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 recently audited annual financial statements have been applied

Other than the adoption of the amended Financial Reporting Standards (FRS) that are effective from the current financial year, the accounting policies and methods of computation applied by the Group in the financial statements for the period ended 31 March 2013, are consistent with those of the audited financial statement as at 31 December 2012.



## Results For The Financial Period Ended 31 March 2013

### Unaudited Financial Statements and Dividend Announcement

**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**

The adoption of the amended FRS is assessed to have no material impact to the financial position or financial performance of the Group.

Effects of the revision in the provisional amounts determined in relation to the business combination which occurred during the year ended 31 December 2012 are as follows:

Effects of FRS 103 – Business Combinations

On 18 May 2012, the Group acquired additional 30.08% equity interests in Advanced Systems Automation Limited ("ASA") pursuant to the Company's subscription for and the allotment and issue by ASA for its right issue. ASA ceased to be an associate and became a subsidiary of the Company. The acquisition of ASA was reported based on provisional amounts in the Group's financial statements for the period ended 31 December 2012.

The Group engaged an independent valuer to determine the fair values of the identifiable assets and liabilities of ASA at the acquisition date. Subsequent to the completion of the valuation by the valuer, the Group made certain restatements in connection with the acquisition of ASA as follows.

	<b>Provisional fair values S\$'000</b>	<b>Restated fair values S\$'000</b>
<b>Consideration paid for business combination</b>	<b>20,401</b>	20,401
<u>Fair values of assets and liabilities acquired</u>		
Property, plant and equipment	2,584	2,989
Club membership	95	95
Intangible assets	-	112
Inventories	4,820	5,067
Trade receivables, net	5,434	5,434
Prepayments and advances	181	181
Other receivables, net	240	240
Cash and cash equivalents	16,104	16,104
Trade payables and accruals	(5,472)	(5,472)
Other payables	(47)	(47)
Income tax payable	(191)	(191)
Amounts due to related companies	(70)	(70)
Amount due to holding company	(7,773)	(7,773)
	<u>15,905</u>	<u>16,669</u>
Less: non-controlling interests	(6,327)	(6,327)
<b>Total net identifiable assets at fair value</b>	<u><b>9,578</b></u>	<u><b>10,342</b></u>
<b>Goodwill arising from acquisition</b>	<u><b>10,823</b></u>	<u><b>10,059</b></u>

**6. Earnings 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**

	Group	
	First Quarter Ended	
	31/3/13	31/3/12
<b>Loss per share from continuing operations:-</b>		
a) Based on weighted average number of ordinary shares in issue	(0.29) cents	(0.16) cents
Weighted average number of shares #	654,731,486	552,429,692
b) On a fully diluted basis	(0.29) cents	(0.16) cents
Adjusted weighted average number of shares	654,731,486	552,429,692

	Group	
	First Quarter Ended	
	31/3/13	31/3/12
<b>Loss per share (including discontinued operations):-</b>		
a) Based on weighted average number of ordinary shares in issue	(0.32) cents	(0.22) cents
Weighted average number of shares #	654,731,486	552,429,692
b) On a fully diluted basis	(0.32) cents	(0.22) cents
Adjusted weighted average number of shares	654,731,486	552,429,692

# The weighted average number of shares for 1Q2012 takes into account the effect of the Rights Issue in financial year 2012.

**7. Net asset value (for the issuer and group) per ordinary share based on 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**

	Group		Company	
	31/3/13	31/12/12 (restated)	31/3/13	31/12/12
Net assets value per ordinary share ##	13.25 cts	13.43 cts	9.15 cts	9.15 cts
Number of ordinary shares at end of financial period	654,731,486	654,731,486	654,731,486	654,731,486

The number of ordinary shares used in the computation of net assets value per share excludes those shares held as treasury shares.

## Net assets value per ordinary shares takes into account the business combination which occurred in financial year 2012 (see Note 5).



**Results For The Financial Period Ended 31 March 2013**  
**Unaudited Financial Statements and Dividend Announcement**

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's 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 reported on**

**(A) Analysis of Group Performance**

<b><u>Business Segment</u></b>	<b>----- Sales -----</b>	
	<b><u>1Q2013</u></b>	<b><u>1Q2012</u></b>
	<b><u>S\$'000</u></b>	<b><u>S\$'000</u></b>
<b>Continuing Operations</b>		
Backend Equipment Solutions & Technologies ("BEST")	23,737	19,073
Distribution & Services	205	734
	<u>23,942</u>	<u>19,807</u>
<b>Discontinued Operations</b>	67,014	73,789
	<u>90,956</u>	<u>93,596</u>

\* The above exclude inter-segment sales.

**INCOME STATEMENT**

**Continuing Operations**

**1Q2013**

Revenue

In 1Q2013, the continuing operations reported a 20.9% or \$4.1 million increase in revenue from \$19.8 million (1Q2012) to \$23.9 million (1Q2013).

Backend Equipment Solutions & Technologies ("BEST") business recorded a 24.5% increase, rising from \$19.1 million (1Q2012) to \$23.7 million (1Q2013) due mainly to the revenue contribution of \$3.8 million by Advanced Systems Automation Limited and its subsidiaries ('ASA Group') which the Group acquired in May 2012. The Distribution & Service business posted a decline from \$0.7 million (1Q2012) to \$0.2 million (1Q2013).

Gross Profit Margin

Gross profit margin ("GPM") for the continuing operations increased to 33.1% in 1Q2013 compared 31.4% in 1Q2012. With the acquisition of ASA Group, the proportion of revenue contribution from BEST business increased compared to the Distribution business.

Operating Expenses

Marketing & distribution, research & development and general administrative expenses increased 42.4% from \$7.6 million (1Q2012) to \$10.9 million (1Q2013). The increase in costs was mainly due to the inclusion of the operating costs arising from the acquisition of the ASA Group. In addition, research and development expenses increased due mainly to the additional research and development activities in relation to semiconductor packaging solutions for the backend semiconductor manufacturing processes.

Financing costs of 1Q2013 was \$0.2 million compared to the income of \$0.1 million posted in 1Q2012 as there was interest income from ASA Group, which was an associate before ASTI Group acquired it in May 2012.

Net Losses

The continuing operations reported an operating loss of \$2.6 million and a net loss attributable to shareholders of \$1.9 million for 1Q2013, compared to the operating loss of \$1.3 million and net loss of \$0.9 million in 1Q2012.



## Results For The Financial Period Ended 31 March 2013 Unaudited Financial Statements and Dividend Announcement

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### (A) Analysis of Group Performance (cont'd)

#### INCOME STATEMENT (CONT'D)

##### Discontinued Operations

###### Revenue

Revenue for 1Q2013 decreased 9.2% from \$73.8 million to \$67.0 million. The decrease in revenue was mainly attributable to the slowdown in demand from customers from telecommunication infrastructure projects in China.

###### Gross profit

Gross profit increased 4.9% or \$0.2 million for 1Q2013 mainly due to write-back of stock provision in 1Q2013.

###### Operating Expenses

Marketing & distribution and general administrative costs incurred for 1Q2013 were comparable to the amount expensed for 1Q2012.

###### Net Losses

The discontinued operations reported a net loss of \$0.3 million for 1Q2013 as compared to the net loss of \$0.5 million for 1Q2012.

#### **BALANCE SHEET**

As at 31 March 2013, total assets stood at \$248.7 million comprising \$53.5 million from non-current asset and \$195.2 million from current assets. Total liabilities stood at \$133.3 million comprising current liabilities of \$131.3 million and non-current liabilities of \$2.0 million. Shareholders' equity including minority interests stood at \$115.4 million.

The following are highlights of the Group's balance sheet as at 31 March 2013.

##### Property, plant and equipment

Property, plant and equipment decreased \$0.2 million from \$30.3 million to \$30.1 million mainly due to the depreciation of property, plant and equipment during the period which was offset by the investment in plant and machinery.

##### Trade receivables

Trade receivables' balance increased \$2.1 million from \$30.7 million to \$32.8 million in line with the increase in sales.

##### Amounts due to financial institutions

Amounts due to financial institutions decreased \$2.6 million from \$20.1 million to \$17.5 million, due mainly to the repayment of bank borrowings.

##### Payables and accruals

Payables and accruals decreased \$3.5 million from \$31.5 million to \$28.0 million, mainly due to the capitalisation of the advance of \$4.0 million received for DGI's share placement exercise.

#### **CASHFLOW STATEMENT**

The Group generated \$7.0 million from its operations, utilized \$0.5 million for the net payments of interest and tax. An amount of \$0.8 million was utilised for the purchase of property, plant and equipment. A net amount of \$14.2 million was used to repay bank borrowings and net proceeds of \$1.9 million were received from a share placement exercise by ASA.



## Results For The Financial Period Ended 31 March 2013 Unaudited Financial Statements and Dividend Announcement

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**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 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**

On 3 May 2013, the Group announced that its subsidiary – Dragon Group International Limited (“DGI”) has completed the divestment of its distribution business. With the completion of the divestment, the DGI’s financial position has strengthened significantly and it is exploring entering into new viable business and will continue to seek opportunities which offer potential growth for DGI.

The visibility of our BEST business remains low. The Group continues to rationalize, realign and consolidate its operations and at the same time explore opportunities to expand and enhance its businesses. The Group remains cautious about its performance in 2Q2013.

*Our business is prone to economic uncertainties and the cyclical nature of the semiconductor industry. Other unforeseeable factors including but not limited to foreign exchange fluctuations, intellectual property litigations, product and technology obsolescence, and inventory adjustments continue to be challenges that we may encounter. In view of these factors, we will remain prudent and cautious in the management of our business.*

**11. Dividend**

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

Any dividend declared for the current financial period reported on?

No dividend is declared for the current financial quarter reported on

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

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

None

**(c) Date payable**

Not applicable

**(d) Books closure date**

Not applicable

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

Please refer to note 11(a).



## Results For The Financial Period Ended 31 March 2013 Unaudited Financial Statements and Dividend Announcement

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

13. **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**

(Not applicable to quarterly announcement)

14. **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

(Not applicable to quarterly announcement)

15. **A breakdown of sales**

(Not applicable to quarterly announcement)

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

(Not applicable to quarterly announcement)

17. **Disclosure of person occupying a managerial position in the issuer of any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement**

(Not applicable to quarterly announcement)

18. **If the Group has obtained a general mandate from shareholders for interested person transactions ("IPT") as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect**

There is no general mandate obtained for IPT and there were no IPT for the period ended 31 March 2013.

19. **Negative Confirmation by the Board pursuant to Rule 705(5)**

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results for the financial period ended 31 March 2013 to be false or misleading in any material aspect.

#### BY ORDER OF THE BOARD

Woo Kwek Kiong  
Company Secretary  
10 May 2013