



**Proforma Half - Year financial statement on consolidated results for the period ended 30 September 2009**

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

Consolidated Income Statement for the half-year ended 30 September 2009. These figures have not been audited or reviewed.

	Group		Change in %
	1st Half 30 Sep 2009 (S\$'000)	1st Half 30 Sep 2008 (S\$'000)	
Turnover	26,867	39,940	-32.73%
Cost of Sales	<u>(21,134)</u>	<u>(33,054)</u>	-36.06%
Gross Profit	5,733	6,886	-16.74%
Other operating income	42	1,122	-96.26%
Distribution and selling expenses	(3,253)	(4,263)	-23.69%
Administration expenses	(1,418)	(1,605)	-11.65%
Other operating expenses	<u>(362)</u>	<u>(1,260)</u>	-71.27%
<b>Profit from operations</b>	742	880	-15.68%
Financial income	11	4	NM
Financial expenses	(281)	(396)	-29.04%
Share of associate's result	<u>(25)</u>	<u>(3)</u>	NM
<b>Profit before tax</b>	447	485	-7.84%
Taxation	<u>(22)</u>	<u>(22)</u>	-
<b>Profit for the period</b>	<u>425</u>	<u>463</u>	-8.21%
<b>Profit attributable to:-</b>			
Owners of the parent	416	453	-8.17%
Minority interests	9	10	-10.00%
	<u>425</u>	<u>463</u>	-8.21%

Consolidated Income Statement of comprehensive income for the half-year ended 30 September 2009. These figures have not been audited or reviewed.

	Group		Change in %
	1st Half 30 Sep 2009 (S\$'000)	1st Half 30 Sep 2008 (S\$'000)	
<b>Profit net of tax</b>	425	463	-8.21%
Other comprehensive income:			
Foreign currency translation	(404)	386	NM
<b>Other comprehensive income for the period, net of tax</b>	<u>(404)</u>	<u>386</u>	NM
<b>Total comprehensive income for the period</b>	<u><u>21</u></u>	<u><u>849</u></u>	-97.53%
<b>Total comprehensive income attributable to:</b>			
Owners of the parent	31	820	-96.22%
Minority interests	(10)	29	NM
	<u><u>21</u></u>	<u><u>849</u></u>	-97.53%

1(a) (ii) Other information

	Group		Change in %
	1st Half 30 Sep 2009 (S\$'000)	1st Half 30 Sep 2008 (S\$'000)	
Finance income	11	4	NM
Finance expenses	(281)	(396)	-29.04%
Depreciation of property, plant and equipment	(1,068)	(1,160)	-7.93%
Foreign exchange loss	(325)	(402)	-19.15%
Gain on disposal of property, plant and equipment	-	11	-100.00%
Loss on disposal of property, plant and equipment	-	(3)	-100.00%
Loss on disposal of associates	(8)	-	NM
Loss on liquidation of a subsidiary	(5)	-	NM
Inventory written down	(1,000)	(1,230)	-18.70%
Write-back of allowance for doubtful trade receivables	275	-	NM
Property, plant and equipment written off	(7)	-	NM

**NM-Not Meaningful**

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.

	The Group 30 Sep 2009 S\$ '000	The Group 31 Mar 2009 S\$ '000	Change in %	The Company 30 Sep 2009 S\$ '000	The Company 31 Mar 2009 S\$ '000	Change in %
<b>Equity attributable to owners of the parent</b>						
Share capital & reserves	21,332	19,832	7.56%	21,332	19,832	7.56%
Share Capital						
Reserves	(13,267)	(13,298)	-0.23%	(15,062)	(13,946)	8.00%
	8,065	6,534	23.43%	6,270	5,886	6.52%
<b>Minority Interests</b>	261	271	-3.69%	-	-	NM
<b>Total equity</b>	<b>8,326</b>	<b>6,805</b>	<b>22.35%</b>	<b>6,270</b>	<b>5,886</b>	<b>6.52%</b>
<b>Represented By:</b>						
Property, plant & equipment	6,518	7,525	-13.38%	256	323	-20.74%
Investment in subsidiaries	-	-	NM	4,533	4,533	0.00%
Investment in an associate	-	133	-100.00%	-	60	-100.00%
Goodwill on consolidation	112	112	0.00%	-	-	NM
Due from subsidiary (non- trade)	-	-	NM	3,994	6,096	-34.48%
<b>Current Assets</b>						
Inventories	4,818	6,937	-30.55%	3,606	4,962	-27.33%
Trade receivables	7,574	8,367	-9.48%	4,786	3,753	27.52%
Other receivables & deposits	258	359	-28.13%	114	154	-25.97%
Prepayment	155	178	-12.92%	59	95	-37.89%
Due from subsidiaries (trade)	-	-	NM	-	391	-100.00%
Due from an associate (trade)	-	30	-100.00%	-	-	NM
Due from related company	496	-	NM	458	-	NM
Fixed deposits	4,577	3,208	42.67%	3,311	2,965	11.67%
Cash & bank balances	3,618	3,853	-6.10%	867	1,054	-17.74%
	21,496	22,932	-6.26%	13,201	13,374	-1.29%
<b>Current Liabilities</b>						
Trade payables	5,057	6,866	-26.35%	2,923	3,197	-8.57%
Other payables and accruals	4,200	4,183	0.41%	2,385	2,767	-13.81%
Due to holding company	13	-	NM	13	-	NM
Due to related company	38	-	NM	38	-	NM
Due to subsidiary companies (trade)	-	-	NM	523	231	NM
Due to a corporate shareholder (trade)	-	26	-100.00%	-	26	-100.00%
Income tax payable	34	32	6.25%	34	29	17.24%
Leased obligations, current portion	482	544	-11.40%	482	487	-1.03%
Long-term bank loans, current portion	1,418	1,418	0.00%	1,418	1,418	0.00%
Short-term bank loans	660	483	36.65%	-	-	NM
Loan from non-financial institution	-	1,500	-100.00%	-	1,500	-100.00%
	11,902	15,052	-20.93%	7,816	9,655	-19.05%
<b>Net Current Assets</b>	<b>9,594</b>	<b>7,880</b>	<b>22%</b>	<b>5,385</b>	<b>3,719</b>	<b>44.80%</b>
<b>Non Current Liabilities</b>						
Lease obligations, non-current portion	(1,831)	(2,070)	-11.55%	(1,831)	(2,070)	-11.55%
Long-term bank loans, non-current portion	(5,554)	(6,263)	-11.32%	(5,554)	(6,263)	-11.32%
Other payables and accruals	(513)	(512)	0.20%	(513)	(512)	0.20%
<b>Net Assets</b>	<b>8,326</b>	<b>6,805</b>	<b>22.35%</b>	<b>6,270</b>	<b>5,886</b>	<b>6.52%</b>

1 (b) (ii) **Aggregate amount of group's borrowing and debt securities**

**Amount repayable in one year or less, or on demand**

As at 30.09.2009		As at 31.03.2009	
Secured	Unsecured	Secured	Unsecured
S\$ ' 000	S\$ ' 000	S\$ ' 000	S\$ ' 000
2,560	-	3,573	372

**Amount repayable after one year**

As at 30.09.2009		As at 31.03.2009	
Secured	Unsecured	Secured	Unsecured
S\$ ' 000	S\$ ' 000	S\$ ' 000	S\$ ' 000
7,385	-	8,333	-

**Details of any collateral**

(a) A fixed and floating charge has been created on the assets and properties of the Company and its subsidiary, PT Giken Precision Indonesia, in favour of the existing banks of the Company.

(b) The secured debts include fixed term lease by the Company and the short-term bank loans of a subsidiary company, which are secured by its office buildings, leasehold land and fixed deposits.

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

	30 Sep 2009 S\$'000	30 Sep 2008 S\$'000
<b>Cash flows from operating activities</b>		
Profit before tax	447	485
Adjustments:		
Depreciation of property, plant and equipment	1,068	1,160
Currency realignment	(237)	247
Loss on disposal of property, plant and equipment	-	3
Gain on disposal of property, plant and equipment	-	(11)
Property, plant and equipment written off	7	-
Finance costs	281	396
Interest income	(11)	(4)
Share of associate's results	25	3
Loss on disposal of associate	8	-
Loss on liquidation of a subsidiary	5	-
Write-back of allowance for doubtful trade receivables	(275)	-
Inventory written down	1,000	1,230
<b>Operating cash flows before working capital changes</b>	<b>2,318</b>	<b>3,509</b>
<b>(Increase)/ decrease in:</b>		
Inventories	1,119	(2,578)
Trade receivables	1,068	(3,724)
Other receivables and deposit	101	(10)
Prepayments	23	53
Amount due from related company	(496)	-
Amount due from an associate	30	-
<b>Increase/ (decrease) in:</b>		
Trade payables	(1,809)	3,524
Other payables and accruals	12	(429)
Due to an associate	-	(3)
Due to holding company	13	-
Due to a corporate shareholder	(26)	-
Due to a related company	38	7
<b>Cash generated from operations</b>	<b>2,391</b>	<b>349</b>
Interest received	11	4
Interest paid	(281)	(396)
Tax refund	4	-
Tax paid	(24)	(50)
<b>Net cash generated from/(used in) operating activities</b>	<b>2,101</b>	<b>(93)</b>
<b>Cash flows used in investing activities</b>		
Proceed from sales of property, plant and equipment	-	100
Proceed from disposal of associate	100	-
Purchase of property, plant and equipment	(238)	(640)
<b>Net cash used in investing activities</b>	<b>(138)</b>	<b>(540)</b>

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

	30 Sep 2009 S\$'000	30 Sep 2008 S\$'000
<b>Cash flows used in financing activities</b>		
Bank balances pledged	82	(10)
Proceeds from bank loans	624	253
Repayment of bank loans	(1,157)	(224)
Repayment of obligations under finance leases	(296)	(81)
<b>Net cash used in financing activities</b>	<u>(747)</u>	<u>(62)</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>	1,216	(695)
<i>Cash and cash equivalents at beginning of year</i>	6,930	3,612
<b>Cash and cash equivalents at end of the period</b>	<u><u>8,146</u></u>	<u><u>2,917</u></u>
<b>Reconciliation of cash and cash equivalents</b>		
Cash and cash balances	3,618	2,512
Fixed deposits	4,577	531
Less: Bank balances pledged	(49)	(126)
	<u><u>8,146</u></u>	<u><u>2,917</u></u>

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

	Share capital	Translation reserves	Retained losses	Total attributable to owners of the parent	Minority Interest	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>The Group</b>						
<b>Balance at 1 April 2008</b>	18,332	362	(16,731)	1,963	232	2,195
Profit net of tax	-	-	453	453	10	463
Other comprehensive income for the period	-	367	-	367	19	386
Total comprehensive income for the period	-	367	453	820	29	849
Conversion of short-term loan from non-financial institution to share capital	1,500	-	-	1,500	-	1,500
<b>Balance at 30 September 2008</b>	19,832	729	(16,278)	4,283	261	4,544
Profit net of tax	-	-	2,079	2,079	-	2,079
Other comprehensive income for the period	-	172	-	172	10	182
Total comprehensive income for the period	-	172	2,079	2,251	10	2,261
<b>Balance at 31 March 2009</b>	19,832	901	(14,199)	6,534	271	6,805
Profit net of tax	-	-	416	416	9	425
Other comprehensive expense for the period	-	(385)	-	(385)	(19)	(404)
Total comprehensive income for the period	-	(385)	416	31	(10)	21
Conversion of short-term loan from non-financial institution to share capital	1,500	-	-	1,500	-	1,500
<b>Balance at 30 September 2009</b>	21,332	516	(13,783)	8,065	261	8,326
<b>The Company</b>						
<b>Balance at 1 April 2008</b>	18,332	-	(14,910)	3,422	-	3,422
Loss net of tax	-	-	(1,134)	(1,134)	-	(1,134)
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive expense for the period	-	-	(1,134)	(1,134)	-	(1,134)
Conversion of short-term loan from non-financial institution to share capital	1,500	-	-	1,500	-	1,500
<b>Balance at 30 September 2008</b>	19,832	-	(16,044)	3,788	-	3,788
Profit net of tax	-	-	2,098	2,098	-	2,098
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	2,098	2,098	-	2,098
<b>Balance at 31 March 2009</b>	19,832	-	(13,946)	5,886	-	5,886
Loss net of tax	-	-	(1,116)	(1,116)	-	(1,116)
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive expense for the period	-	-	(1,116)	(1,116)	-	(1,116)
Conversion of short-term loan from non-financial institution to share capital	1,500	-	-	1,500	-	1,500
<b>Balance at 30 September 2009</b>	21,332	-	(15,062)	6,270	-	6,270

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

During the period, 46,382,189 ordinary shares were issued to Miyoshi Precision Limited on the conversion of a S\$1.5 million convertible loan granted to the Company in the last financial year.

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

	30 Sep 2009	31 Mar 2009
Total number of issued shares(excluding treasury shares)	131,509,657	85,127,468

- 1 (d) (iv) **A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

The Company does not have any treasury shares.

- 2 **Whether are the figures have been audited, or reviewed and in accordance with which standard(e.g. the Singapore Standard on Auditing 910 (Engagement to review Financial Statement), or an equivalent standard).**

The figures have not been audited or reviewed by the external auditors of the Company.

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

NA

- 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 Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements for the period ended 31.03.2009 as well as applicable Financial Reporting Standards (FRS) which became effective for financial years beginning on or after 1.4.2009. The adoption of these FRS did not result in any substantial changes to the Group's accounting policies or any significant impact on the financial statements except for the presentation of financial statements as required by FRS 1 *Presentation of Financial Statements (Revised presentation)* as disclosed in item 5 below.

- 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 effects of, the change.**

FRS 1 *Presentation of Financial Statements (Revised presentation)* requires owner and non-owner changes in equity to be presented separately. The statement of changes in equity includes only details of transactions with owners, with all non-owner changes in equity being presented as a single line item. In addition, the revised standard introduces the statement of comprehensive income: it presents all income and expense, either in one single statement, or in two linked statements. The Group is presenting the statement of comprehensive income in two linked statements.

- 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.**

	30 Sep 2009 Cents	30 Sep 2008 Cents	Change in %
Based on the No. of shares in issue during the year	0.45	0.71	-36.62%
On fully diluted basis	0.45	0.71	-36.62%

"Item 6: The earnings per share for the period ended 30 September 2009 is calculated based on the weighted average share capital in issue during the period of 92,224,196 ordinary shares (30 September 2008 : 63,655,273 ordinary shares)"

- 7 **Net asset value (for the issuer and group ) per ordinary share based on issued share capital of the issuer at the end of the :-  
(a) current financial period reported on; and  
(b) immediately preceding financial year.**

	Group		Company	
	30 Sep 2009 Cents	31 Mar 2009 Cents	30 Sep 2009 Cents	31 Mar 2009 Cents
Net assets valued per ordinary share based on issued share of the company at the end of the financial year (cents)	6.13	7.67	4.77	6.91

"Item 7: The net assets value per share for the period ended 30 September 2009 is calculated based on the share capital in issue at the end of the period of 131,509,657 ordinary shares (31 March 2009: 85,127,468 ordinary 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 effected 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.

**Consolidated Income Statement**

- (i) The Group's turnover for the period was \$26.9 million, approximating 67.27% for the turnover for the corresponding period in FY 2009. The global financial crisis in the 2nd half of the last financial year continued to have a negative impact on the sales turnover.
- (ii) While the sales turnover had declined, the changes in product mix had resulted in an improved gross margin of 21.34%, as compared with 17.24% for the corresponding period in FY 2009. Gross profit for the current period was S\$5.7 million.
- (iii) Due to lower sales turnover and with continuing cost management, distribution and selling expenses and administration expenses came down by S\$1.0 million & S\$0.2 million respectively as compared to FY 2009.
- (iv) The higher gross margin and lower expenses resulted in a net profit after tax of S\$0.4 million for the period.

**Consolidated Balance Sheet**

- (v) With the reduced turnover, inventory had decreased to S\$4.8 million from S\$6.9 million as at 31 March 2009. Trade receivables and trade payables were similarly reduced.
- (vi) During the period, the Company issued an additional 46,382,189 ordinary shares to Miyoshi Precision Limited on the conversion of the additional loan of S\$1.5 million granted to the Company previously.
- (vii) The net profit position for the period and the conversion of the additional loan resulted in the Group achieving a net current asset position of S\$9.6 million at 30 September 2009.
- (viii) Net asset value as at 30 September 2009 was S\$8.3 million.

### Consolidated Cashflow Statement

- (vix) The Group generated a net cash inflow of S\$2.1 million from its operating activities during the year. After utilisation for investing and financing activities, the group had a net cash and cash equivalent position at S\$8.1 million as at 30 September 2009.

### Others

- (x) In compliance with regulatory requirements, the Company is changing its financial year-end from 31 March to 31 August, to follow the financial year-end of our parent Company, Miyoshi Precision Limited.

Our next results reporting would be for the 6 months from 1 September 2009 to 28 February 2010.

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

The Group did not make any forecast or prospect statement for the current period to shareholders.

**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 effect the group in the next reporting period and the next 12 months.**

The Group continues to operate under the effect of the global financial crisis which started during the 2nd half of the last financial year. While there were some indications of improved market sentiments, we continue to maintain a cautious outlook.

**11 Dividend**

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

Any dividend declared for the current financial period reported on? None

**(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**

NA

**(d) Books closure date**

NA

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

NA

**13 Interested Persons Transactions**

The aggregate value of interested person transactions for the six months ended 30 September 2009 is as follows:

Nature of transaction and name of Interested Person	Aggregate value of all interested person transactions conducted during the period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholder's mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	S\$'000	S\$'000
Miyoshi Industry Co., Ltd -Sales	-	415

**14 Negative assurance confirmation on interim financial results under SGX Listing Rule 705(4) of the Listing Manual**

The directors of the Company confirm that to the best of their knowledge, nothing has come to their attention which may render the 1H FY2010 financial results to be false or misleading.

**BY ORDER OF THE BOARD**

**Ng Say Tiong  
Company Secretary**

**4th November 2009**