



Second Quarter Financial Statements for the Period Ended 30 June 2019

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

**1(a)(i) Statement of profit or loss and other comprehensive income (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial period.**

	Group			Group		
	1-Apr-19 to	1-Apr-18 to	(1)	1-Jan-19 to	1-Jan-18 to	(1)
	30-Jun-19	30-Jun-18	Change	30-Jun-19	30-Jun-18	Change
Note	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	5,444	4,810	13.2	11,262	10,852	3.8
Cost of sales	(5,282)	(5,583)	(5.4)	(10,814)	(10,612)	1.9
Gross profit/(loss)	162	(773)	NM	448	240	86.7
Other operating income	129	57	126.3	186	137	35.8
Distribution costs	(245)	(168)	45.8	(345)	(352)	(2.0)
Administration expenses	(373)	(678)	(45.0)	(1,085)	(1,539)	(29.5)
Other operating expenses	(524)	(398)	31.7	(746)	(690)	8.1
Loss from operations	(851)	(1,960)	(56.6)	(1,542)	(2,204)	(30.0)
Finance costs	(71)	(5)	NM	(146)	(10)	NM
Loss before income tax	(922)	(1,965)	(53.1)	(1,688)	(2,214)	(23.8)
Income tax benefit/(expense)	60	(911)	NM	154	(668)	NM
Net loss for the period and total comprehensive loss attributable to equity holders of company	A (862)	(2,876)	(70.0)	(1,534)	(2,882)	(46.8)
Loss per share attributable to equity holders of the Company (US cent)						
- Basic	(2.45)	(8.17)	(70.0)	(4.36)	(8.19)	(46.8)
- Diluted	(2.45)	(8.17)	(70.0)	(4.36)	(8.19)	(46.8)
A. Net loss is arrived at after charging (crediting) :						
- Directors' remuneration	118	131	(9.9)	242	258	(6.2)
- Interest on borrowings	71	5	NM	146	10	NM
- Depreciation expense	2,272	2,156	5.4	4,545	4,312	5.4
- Gain on disposal of property, plant and equipment	(42)	(81)	(48.3)	(126)	(51)	146.7
- Foreign currency exchange (gain)/loss	8	53	(84.9)	(10)	90	NM
- Interest income	(9)	(5)	63.5	(10)	(5)	75.0
- (Gain)/Loss on financial asset at fair value	(40)	80	NM	20	(80)	NM
- Allowance for doubtful debts	91	(7)	NM	67	(9)	NM
- Impairment of property, plant and equipment	262	-	NM	262	-	NM

NM - Not meaningful

**1(b)(i) Statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial period.**

	Group		Company		
	30-Jun-19	31-Dec-18	30-Jun-19	31-Dec-18	
	Note	US\$'000	US\$'000	US\$'000	
<b>Current Assets</b>					
Cash		3,274	5,038	591	254
Trade receivables		4,746	5,467	-	-
Other receivables and prepayments		381	691	54	38
Total current assets		<u>8,401</u>	<u>11,196</u>	<u>645</u>	<u>292</u>
<b>Non-current Assets</b>					
Investment in subsidiaries		-	-	29,792	35,423
Property, plant and equipment		29,777	32,442	-	-
Financial asset at fair value through profit or loss		506	633	506	633
Other receivables and prepayments		405	403	-	-
Deferred tax assets		-	29	-	-
Total non-current assets		<u>30,688</u>	<u>33,507</u>	<u>30,298</u>	<u>36,056</u>
<b>Total Assets</b>		<u><u>39,089</u></u>	<u><u>44,703</u></u>	<u><u>30,943</u></u>	<u><u>36,348</u></u>
<b>Current Liabilities</b>					
Trade payables		595	1,145	-	-
Other payables		5,139	6,049	3,648	3,117
Lease liabilities		1,938	1,209	-	-
Income tax payable		-	183	-	-
Total current liabilities		<u>7,672</u>	<u>8,586</u>	<u>3,648</u>	<u>3,117</u>
<b>Non-current Liabilities</b>					
Lease liabilities		946	1,555	-	-
Total non-current liabilities		<u>946</u>	<u>1,555</u>	<u>-</u>	<u>-</u>
<b>Capital and Reserves</b>					
Share capital		33,644	36,201	33,644	36,201
Legal reserve		1,194	1,194	-	-
Merger reserve		(764)	(764)	-	-
Contributed surplus		-	-	2,295	2,295
Accumulated losses		(3,603)	(2,069)	(8,644)	(5,265)
Net shareholders' equity		<u>30,471</u>	<u>34,562</u>	<u>27,295</u>	<u>33,231</u>
<b>Total Liabilities and Shareholders' Equity</b>		<u><u>39,089</u></u>	<u><u>44,703</u></u>	<u><u>30,943</u></u>	<u><u>36,348</u></u>



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

	<b>Group</b>	<b>Group</b>
	<b>30-Jun-19</b>	<b>31-Dec-18</b>
	<b>US\$'000</b>	<b>US\$'000</b>
<b><u>Lease liabilities - secured</u></b>		
Amount repayable in one year or less, or on demand	1,938	1,209
Amount repayable after one year	946	1,555
	<u>2,884</u>	<u>2,764</u>

**Details of loans, borrowings and collateral**

The Group obtained rights of use for certain plant and equipment under lease arrangements. The average lease term is 2.6 years and all leases are on a fixed repayment basis and some with purchase options.

The carrying amount of rights of use assets as at 30 June 2019 amounted to US\$802,000 and are included in the line item of Property, plant and equipment.

Outstanding capital commitment as at 30 June 2019 is US\$929,000.

The Group entered into a five-year syndication loan facility agreement for NT\$900 million from a consortium of banks in June 2015. As at 30 June 2019, the Group has available credit facility of US\$28,976,000 (31 Dec 2018: US\$29,297,000) with the consortium of banks. The facility is secured against certain property, plant and equipment. As at 30 June 2019, there was no loan outstanding.



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

	Group 1-Apr-19 to 30-Jun-19	Group 1-Apr-18 to 30-Jun-18	Group 1-Jan-19 to 30-Jun-19	Group 1-Jan-18 to 30-Jun-18
Note	US\$'000	US\$'000	US\$'000	US\$'000
<b>Operating activities</b>				
Loss before income tax	(922)	(1,965)	(1,688)	(2,214)
Adjustments for :				
Depreciation expense	2,272	2,156	4,545	4,312
Impairment of property, plant and equipment	262	-	262	-
Interest income	(9)	(5)	(10)	(5)
Interest expense	71	5	146	10
Gain on disposal of property, plant and equipment	(42)	(81)	(126)	(51)
Net (gain)/loss on financial asset at fair value through profit or loss	(40)	80	20	(80)
Operating profit before working capital changes	1,592	190	3,149	1,972
Trade receivables	(20)	342	721	628
Other receivables and prepayments	80	82	308	78
Trade payables	(138)	47	(550)	(43)
Other payables	116	484	(672)	(430)
Cash generated from operations	1,630	1,145	2,956	2,205
Income tax paid	-	(595)	-	(595)
Interest received	9	5	10	5
Net cash generated from operating activities	1,639	555	2,966	1,615
<b>Investing activities</b>				
Proceeds from disposal of property, plant and equipment	42	51	126	51
Capital distribution from financial asset at fair value through profit or loss	107	-	107	-
Purchase of property, plant and equipment	(814)	(439)	(1,219)	(1,230)
Net cash used in investing activities	(665)	(388)	(986)	(1,179)
<b>Financing activities</b>				
Repayment of lease liabilities	(397)	(12)	(1,041)	(12)
Interest paid	(71)	(5)	(146)	(10)
Cash distribution from capital reduction	(2,557)	(2,855)	(2,557)	(2,855)
Dividend Paid	-	(2,336)	-	(2,336)
Net cash used in financing activities	(3,025)	(5,208)	(3,744)	(5,213)
Net decrease in cash	(2,051)	(5,041)	(1,764)	(4,777)
Cash at the beginning of the period	5,325	7,119	5,038	6,855
<b>Cash at the end of the period</b>	<b>3,274</b>	<b>2,078</b>	<b>3,274</b>	<b>2,078</b>



Note

A. Property, plant and equipment

During the period, the information relating to the Group's acquisition of property, plant and equipment is as follows:

	<u>1-Apr-19 to</u> <u>30-Jun-19</u>	<u>1-Apr-18 to</u> <u>30-Jun-18</u>	<u>1-Jan-19 to</u> <u>30-Jun-19</u>	<u>1-Jan-18 to</u> <u>30-Jun-18</u>
	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>	<u>US\$'000</u>
Total acquisition of property, plant and equipment	760	273	981	1,122
Add: Other payables at beginning of period	668	720	852	662
Less: Other payables at end of period	<u>(614)</u>	<u>(554)</u>	<u>(614)</u>	<u>(554)</u>
Cash paid	<u>814</u>	<u>439</u>	<u>1,219</u>	<u>1,230</u>



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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial period.

Group	Note	Share capital	Treasury shares	Legal reserve	Merger reserve	Fair value reserve	Accumulated profits/(losses)	Net
		US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>Balance at 1 Jan 2018, previously reported</b>		39,181	(125)	973	(764)	344	5,086	44,695
Effect of application of SFRS(I) 9		-	-	-	-	(344)	344	-
<b>Balance at 1 Jan 2018, restated</b>		39,181	(125)	973	(764)	-	5,430	44,695
Loss for the period, representing total comprehensive loss for the period		-	-	-	-	-	(6)	(6)
<b>Balance at 31 Mar 2018</b>		39,181	(125)	973	(764)	-	5,424	44,689
<b>Balance at 1 Apr 2018</b>		39,181	(125)	973	(764)	-	5,424	44,689
Loss for the period, representing total comprehensive loss for the period		-	-	-	-	-	(2,876)	(2,876)
Total		-	-	-	-	-	(2,876)	(2,876)
Transactions with owners, recognised directly in equity								
Capital Reduction		(2,855)	-	-	-	-	-	(2,855)
Dividend Paid		-	-	-	-	-	(2,336)	(2,336)
Appropriation to legal reserve		-	-	221	-	-	(221)	-
Cancellation of shares		(125)	125	-	-	-	-	-
<b>Balance at 30 Jun 2018</b>		36,201	-	1,194	(764)	-	(9)	36,622
<b>Balance at 1 Jan 2019</b>		36,201	-	1,194	(764)	-	(2,069)	34,562
Loss for the period, representing total comprehensive loss for the period		-	-	-	-	-	(672)	(672)
<b>Balance at 31 Mar 2019</b>		36,201	-	1,194	(764)	-	(2,741)	33,890
<b>Balance at 1 Apr 2019</b>		36,201	-	1,194	(764)	-	(2,741)	33,890
Loss for the period, representing total comprehensive loss for the period		-	-	-	-	-	(862)	(862)
Total		-	-	-	-	-	(862)	(862)
Transactions with owners, recognised directly in equity								
Capital Reduction		(2,557)	-	-	-	-	-	(2,557)
<b>Balance at 30 Jun 2019</b>		33,644	-	1,194	(764)	-	(3,603)	30,471



Company	Note	Share capital US\$'000	Treasury shares US\$'000	Contributed surplus US\$'000	Fair value reserve US\$'000	Accumulated profits/(losses) US\$'000	Net US\$'000
<b>Balance at 1 Jan 2018, previously reported</b>		39,181	(125)	2,295	(20)	4,771	46,102
Effect of application of SFRS(I) 9		-	-	-	20	(20)	-
<b>Balance at 1 Jan 2018, restated</b>		39,181	(125)	2,295	-	4,751	46,102
Loss for the period, representing total comprehensive loss for the period		-	-	-	-	(48)	(48)
<b>Balance at 31 Mar 2018</b>		39,181	(125)	2,295	-	4,703	46,054
<b>Balance at 1 Apr 2018</b>		39,181	(125)	2,295	-	4,703	46,054
Loss for the period, representing total comprehensive loss for the period		-	-	-	-	(6,812)	(6,812)
Total		-	-	-	-	(6,812)	(6,812)
Transactions with owners, recognised directly in equity							
Capital Reduction		(2,855)	-	-	-	-	(2,855)
Cancellation of shares		(125)	125	-	-	-	-
Dividend Paid		-	-	-	-	(2,336)	(2,336)
<b>Balance at 30 Jun 2018</b>		36,201	-	2,295	-	(4,445)	34,051
<b>Balance at 1 Jan 2019</b>		36,201	-	2,295	-	(5,265)	33,231
Loss for the period, representing total comprehensive loss for the period		-	-	-	-	(260)	(260)
<b>Balance at 31 Mar 2019</b>		36,201	-	2,295	-	(5,525)	32,971
<b>Balance at 1 Apr 2019</b>		36,201	-	2,295	-	(5,525)	32,971
Loss for the period, representing total comprehensive loss for the period		-	-	-	-	(3,119)	(3,119)
Total		-	-	-	-	(3,119)	(3,119)
Transactions with owners, recognised directly in equity							
Capital Reduction		(2,557)	-	-	-	-	(2,557)
<b>Balance at 30 Jun 2019</b>		33,644	-	2,295	-	(8,644)	27,295



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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Share Capital	Number of shares ('000)			
	Quarter		Year-to-date	
	Q2 2019	Q2 2018	30-Jun-19	30-Jun-18
Balance at beginning of period	35,204	35,358	35,204	35,358
Cancellation during the period	-	(154)	-	(154)
Balance at end of period	35,204	35,204	35,204	35,204

Treasury Shares	Number of shares ('000)			
	Quarter		Year-to-date	
	Q2 2019	Q2 2018	30-Jun-19	30-Jun-18
Balance at beginning of period	-	154	-	154
Cancellation during the period	-	(154)	-	(154)
Balance at end of period	-	-	-	-

The Company undertook a capital reduction and cash distribution pursuant to Section 78C of the Companies Act and the shareholders' approval at the annual general meeting held on 30 April 2019.

The Company made payment to the shareholders of S\$0.1 per share for the cash distribution pursuant to the capital reduction. The sum of US\$2,556,545 (S\$3,520,363) was distributed to shareholders on 30 June 2019.

The capital reduction reduced the issued and paid-up share capital of the Company by US\$2,556,545 (S\$3,520,363) from US\$36,325,634 (S\$42,611,838) to US\$33,769,089 (S\$39,091,475).

The Company purchased a total of 154,400 shares through market purchase in 2017. The total amount paid to acquire shares was US\$125,000 and the 154,400 treasury shares has been cancelled on 18 May 2018.





**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.**

Total number of issued shares excluding treasury shares as at the end of the current financial period is 35,203,627 (31 December 2018 : 35,203,627) shares.

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

There were no sales, transfers, disposal, cancellation and/or use of treasury shares during the current financial period.

**1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not Applicable.

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

The figures have not been audited but have been reviewed by the auditors in accordance with Singapore Standard on Review Engagements 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

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

Please see attached review report.

**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 interim condensed financial information set out in Sections 1,4,5,6,7,8,11,12 and 16 for the second quarter and 6-month period ended 30 June 2019 are prepared in accordance with SFRS(I)1-34 *Interim Financial Reporting*. This interim report should be read in conjunction with the most recent audited Annual Financial Statements for year ended 31 December 2018 and the first interim financial report for the three months period ended 31 March 2019 (unaudited).

**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.**

Please refer to Section 5 of the first interim financial report for the three months period ended 31 March 2019.



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

	<b>Group</b>	
	<b>1- Jan-19 to 30-Jun-19</b>	<b>1- Jan-18 to 30-Jun-18</b>
On a basic and fully diluted basis (US cents per share)	(4.36)	(8.19)
- Weighted average number of shares ('000)	35,204	35,204

The diluted loss per share is the same as basic loss per share as there is no potential dilutive 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 (a) the current financial period reported on and (b) immediately preceding financial year.**

	<b>30-Jun-19</b>	<b>30-Jun-18</b>
Net asset value per share (US dollars)		
-The Group	<u>0.87</u>	<u>1.04</u>
-The Company	<u>0.78</u>	<u>0.97</u>

Net asset value per ordinary share is calculated based on the share capital of 35,203,627 (31 December 2018 : 35,203,627) ordinary shares outstanding excluding treasury share as at the end of the relevant financial period.

- 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 loss 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.**



## **Review of Operating Results**

### **Revenue**

Revenue for 2Q 2019 increased by 13.2% to US\$5.4 million, compared to US\$4.8 million in 2Q 2018. Revenue for the current half year period increased by 3.8% to US\$11.3 million, compared to US\$10.9 million in the corresponding half year period of 2018, mainly due to the increase in customers' orders.

### **Cost of sales**

Cost of sales for 2Q 2019 decreased by 5.4% to US\$5.3 million, compared to US\$5.6 million in 2Q 2018, mainly due to the prudent control of expenses.

### **Administration expenses**

Administration expenses for 2Q 2019 decreased by 45% to US\$0.4 million, compared to US\$0.7 million in 2Q 2018, mainly due to lower personnel costs and reversed unused accrued expenses.

### **Income tax benefit**

Income tax benefit for 2Q 2019 was US\$0.06 million, compared to income tax expense amounted to US\$0.9 million in 2Q 2018. Income tax benefit for the current half year period was US\$0.2 million, compared to income tax expense amounted to US\$0.7million in the corresponding half year period of 2018, This is mainly due to reversal of undistributed earning tax of 2017.

## **Financial position of the Group**

### **Cash**

Cash decreased by 35% to US\$3.3 million as at 30 June 2019, compared to US\$5 million as at 31 December 2018, mainly due to the payment of US\$2.6 million in capital distribution in 2Q 2019.

### **Trade receivables**

Trade receivables decreased by 13.2% to US\$4.7 million as at 30 June 2019, compared to US\$5.5 million as at 31 December 2018, reflecting the lower sales in 2Q 2019 compared to 4Q 2018.

### **Property, plant and equipment**

Property, plant and equipment decreased by 8.2% to US\$29.8 million as at 30 June 2019, compared to US\$32.4 million as at 31 December 2018, mainly due to depreciation expense charged and recognised impairment loss of US\$0.26 million during the period which were partially offset by additions to property, plant and equipment during the period.



### **Trade payables**

Trade payables decreased by 48% to US\$0.6 million as at 30 June 2019, compared to US\$1.1 million as at 31 December 2018, due to the decrease of purchasing raw materials during the period.

### **Other payables**

Other payables decreased by 15.0% to US\$5.1 million as at 30 June 2019, compared to US\$6.0 million as at 31 December 2018, mainly due to the provision of year-end bonus being paid in February 2019.

### **Lease liabilities current and non-current**

Lease liabilities current and non-current increased by 4.3% to US\$2.9 million as at 30 June 2019, compared to US\$2.8 million as at 31 December 2018, mainly due to more lease arrangements entered for plant and equipment to meet the demands from customers' orders in 1Q2019, and application of SFRS(I) 16 *Leases*.

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

Not applicable.

**10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The global economy continues to be affected by the ongoing trade war between China and the United States, which has negatively affected business confidence. While this year's revenue for the semiconductor industry is expected to decline year-on-year, the long term semiconductor market outlook remains positive.

The Group has kept its primary focus in the testing of automotive applications, and mixed signals, logic and contact image sensors in order to maintain its competitiveness in the industry. The Group has continued investing in and widening its testing capabilities for automotive applications, in line with market specifications requirements.

**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**



Not applicable.

**(d) Books closure date**

Not applicable.

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

Not applicable.

**13. If the group has obtained a general mandate from shareholders for Interested Person Transactions (“IPT”), the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

No IPT mandate has been obtained from shareholders. The company and its subsidiary did not enter into any IPT during the financial period ended 30 June 2019.

**14. Confirmation Pursuant to Rule 705(5) of the Listing Manual**

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 second quarter and 6-months ended 30 June 2019 of the Company and of the Group to be false or misleading, in any material aspect.

**15. Confirmation Pursuant to Rule 720(1) of the Listing Manual**

The Company has procured undertaking from all its directors and executive officers as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

**16. Segmental 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.**

**Products and services from which reportable segments derive their revenues**

Information is reported to the Group's chief operating decision maker for the purposes of resource allocation and assessment of segment performance. The Group's sole operating segment is the provision of testing services to customers in the semi-conductor industry. As there is only one principal operating segment, the information regarding its revenues and results, assets and other information is represented by the financial statements as a whole.

**Geographical information**

The Group's operations and its assets are located mainly in Taiwan, Republic of China. Its customers are located mainly in Taiwan, Republic of China, the United States of America and Singapore. The Group's revenue from external customers and information about its non-current assets by geographical location are detailed below:

**Revenue by geographical region based on customers**

	<b>1 Jan 2019 to 30 Jun 2019</b>		<b>1 Jan 2018 to 30 Jun 2018</b>	
	<b>US\$'000</b>	<b>%</b>	<b>US\$'000</b>	<b>%</b>
Asia	7,479	66.4	6,924	63.8
USA	3,568	31.7	3,748	34.5
Others	215	1.9	180	1.7
	<u>11,262</u>	<u>100.0</u>	<u>10,852</u>	<u>100.0</u>

	<b>1 Apr 2019 to 30 Jun 2019</b>		<b>1 Apr 2018 to 30 Jun 2018</b>	
	<b>US\$'000</b>	<b>%</b>	<b>US\$'000</b>	<b>%</b>
Asia	3,890	71.5	3,245	67.5
USA	1,494	27.4	1,513	31.5
Others	60	1.1	52	1.0
	<u>5,444</u>	<u>100.0</u>	<u>4,810</u>	<u>100.0</u>

**Non-current assets by geographical location**

	<b>30-Jun-19</b>	<b>31-Dec-18</b>
	<b>US\$'000</b>	<b>US\$'000</b>
Taiwan	<u>29,838</u>	<u>32,504</u>

**BY ORDER OF THE BOARD**

Chen Tie-Min  
Senior Executive Director  
7 August 2019

August 7, 2019

The Board of Directors  
Global Testing Corporation Limited  
9 Battery Road  
#25-01 MYP Centre  
Singapore 049910

Dear Sirs

**REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION FOR GLOBAL TESTING CORPORATION LIMITED AS OF AND FOR THE SECOND QUARTER AND SIX MONTHS ENDED JUNE 30, 2019**

**Introduction**

We have reviewed the accompanying interim condensed financial information of Global Testing Corporation Limited (the "Company") and its subsidiary (the "Group") which comprises the condensed statement of financial position of the Group and the Company as at June 30, 2019, and the condensed statement of profit or loss and other comprehensive income, statement of changes in equity, and cash flow statement of the Group and the condensed statement of changes in equity of the Company for the Second Quarter and Six Months then ended, and selected explanatory notes as enumerated in sections 1, 4, 5, 6, 7, 8, 11, 12 and 16 of the announcement ("interim condensed financial information").

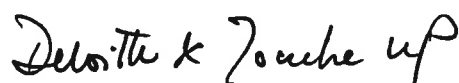
Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with Singapore Financial Reporting Standards (International) 1-34 *Interim Financial Reporting* ("SFRS(I) 1-34"). Such interim condensed financial information has been prepared by the Company for announcement on the Singapore Exchange Securities Trading Limited. Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

**Scope of Review**

We conducted our review in accordance with the Singapore Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Singapore Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not prepared, in all material respects, in accordance with SFRS(I) 1-34.



Public Accountants and  
Chartered Accountants  
Singapore