



**Elec & Eltek 依利安達**

**ELEC & ELTEK INTERNATIONAL COMPANY LIMITED**  
**依利安達集團有限公司\***

*(Incorporated in the Republic of Singapore with Limited Liability)*

*Singapore Company Registration Number: 199300005H*

*Singapore Stock Code: E16.SI*

*Hong Kong Stock Code: 1151*

*INTERIM REPORT* **2013**

*\* For identification purpose only*

## RESULTS

The board of directors (the “**Board**”) of the Company is pleased to announce the unaudited consolidated results of the Group for the second quarter (“**2QCY13**”) and six months ended 30 June 2013 (“**1HCY13**”) together with the comparative figures for the second quarter (“**2QCY12**”) and six months ended 30 June 2012 (“**1HCY12**”).

### Consolidated Statement of Comprehensive Income

	Notes	<b>2QCY13</b> US\$' 000 (Unaudited)	2QCY12 US\$' 000 (Unaudited)	% Change	<b>1HCY13</b> US\$' 000 (Unaudited)	1HCY12 US\$' 000 (Unaudited)	% Change
<b>Revenue</b>	3	<b>131,011</b>	135,758	-3.5%	<b>246,766</b>	257,813	-4.3%
Cost of sales		<b>(117,549)</b>	(114,843)	2.4%	<b>(220,035)</b>	(220,902)	-0.4%
<b>Gross profit</b>		<b>13,462</b>	20,915	-35.6%	<b>26,731</b>	36,911	-27.6%
<i>Gross profit margin</i>		<b>10.3%</b>	15.4%		<b>10.8%</b>	14.3%	
Other operating income and gains		<b>714</b>	1,099	-35.0%	<b>1,391</b>	2,040	-31.8%
Distribution and selling costs		<b>(3,587)</b>	(3,673)	-2.3%	<b>(7,205)</b>	(7,196)	0.1%
Administrative expenses		<b>(5,603)</b>	(5,342)	4.9%	<b>(11,029)</b>	(12,154)	-9.3%
Other operating expenses and losses		<b>(250)</b>	(57)	338.6%	<b>(512)</b>	(177)	189.3%
Finance costs	4	<b>(352)</b>	(349)	0.9%	<b>(705)</b>	(723)	-2.5%
<b>Profit before taxation</b>		<b>4,384</b>	12,593	-65.2%	<b>8,671</b>	18,701	-53.6%
Income tax expense	5	<b>(212)</b>	(824)	-74.3%	<b>(463)</b>	(1,414)	-67.3%
<b>Profit for the period</b>		<b>4,172</b>	11,769	-64.6%	<b>8,208</b>	17,287	-52.5%
Other comprehensive income:							
Exchange differences on translation of foreign operations		<b>429</b>	(181)	n/m	<b>565</b>	(90)	n/m
Other comprehensive income (expense) for the period		<b>429</b>	(181)	n/m	<b>565</b>	(90)	n/m
Total comprehensive income for the period		<b>4,601</b>	11,588	-60.3%	<b>8,773</b>	17,197	-49.0%
Profit for the period attributable to:							
Owners of the Company		<b>4,158</b>	11,573	-64.1%	<b>8,160</b>	17,122	-52.3%
Non-controlling interests		<b>14</b>	196	-92.9%	<b>48</b>	165	-70.9%
		<b>4,172</b>	11,769	-64.6%	<b>8,208</b>	17,287	-52.5%

	Notes	<b>2QCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	2QCY12 US\$' 000 (Unaudited)	% Change	<b>1HCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	1HCY12 US\$' 000 (Unaudited)	% Change
Total comprehensive income attributable to:							
Owners of the Company		<b>4,587</b>	11,392	-59.7%	<b>8,725</b>	17,032	-48.8%
Non-controlling interests		<b>14</b>	196	-92.9%	<b>48</b>	165	-70.9%
		<b>4,601</b>	11,588	-60.3%	<b>8,773</b>	17,197	-49.0%
Earnings per share (US cents)							
– basic	7	<b>2.22</b>	6.19	-64.1%	<b>4.37</b>	9.16	-52.3%

Notes to Consolidated Statement of Comprehensive Income:

		<b>2QCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	2QCY12 US\$' 000 (Unaudited)	% Change	<b>1HCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	1HCY12 US\$' 000 (Unaudited)	% Change
Depreciation		<b>11,229</b>	10,903	3.0%	<b>22,364</b>	21,727	2.9%
Amortisation of prepaid land use rights		<b>114</b>	60	90.0%	<b>228</b>	120	90.0%
Reversal of allowance for doubtful debts		<b>(94)</b>	(798)	-88.2%	<b>(369)</b>	(130)	183.8%
Allowance for inventory obsolescence		<b>329</b>	407	-19.2%	<b>340</b>	802	-57.6%
Loss / (gain) on foreign exchange		<b>39</b>	(149)	-126.2%	<b>91</b>	(141)	-164.5%

n/m - percentage not meaningful

## Consolidated Statement of Financial Position

		GROUP		COMPANY	
		30 June	31 December	30 June	31 December
		2013	2012	2013	2012
Notes		US\$' 000	US\$' 000	US\$' 000	US\$' 000
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>ASSETS</b>					
<b>Current assets</b>					
		29,539	43,076	45	53
		118,260	122,558	—	—
	10	5,458	5,029	—	—
	10	25,367	22,021	2	4,701
		456	456	—	—
		—	—	42,800	—
		48,742	40,774	—	—
<b>Total current assets</b>		<b>227,822</b>	<b>233,914</b>	<b>42,847</b>	<b>4,754</b>
<b>Non-current assets</b>					
	9	321,006	333,590	—	1
		13,912	14,140	—	—
		4,439	688	—	—
		28,941	28,941	—	—
		—	—	459,677	432,906
		141	166	—	—
<b>Total non-current assets</b>		<b>368,439</b>	<b>377,525</b>	<b>459,677</b>	<b>432,907</b>
<b>Total assets</b>		<b>596,261</b>	<b>611,439</b>	<b>502,524</b>	<b>437,661</b>

		GROUP		COMPANY		
		30 June	31 December	30 June	31 December	
		2013	2012	2013	2012	
Notes		US\$' 000	US\$' 000	US\$' 000	US\$' 000	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)	
<b>LIABILITIES AND EQUITY</b>						
<b>Current liabilities</b>						
	Bank overdraft and loans	12	36,707	46,766	—	—
	Trade payables	11	114,097	109,345	—	—
	Bills payables	11	4,495	1,485	—	—
	Other payables		31,954	34,227	5,167	5,124
	Amounts due to subsidiary companies		—	—	250,154	234,371
	Provision for taxation		214	1,213	—	—
	<b>Total current liabilities</b>		<b>187,467</b>	193,036	<b>255,321</b>	239,495
<b>Non-current liabilities</b>						
	Bank loans	12	42,984	40,553	—	—
	Deferred tax liabilities		1,513	1,391	—	—
	<b>Total non-current liabilities</b>		<b>44,497</b>	41,944	—	—
<b>Capital, reserves and non-controlling interests</b>						
	Share capital	13	113,880	113,880	113,880	113,880
	Reserves		240,820	252,656	133,323	84,286
	Equity attributable to owners of the Company		354,700	366,536	247,203	198,166
	Non-controlling interests		9,597	9,923	—	—
	<b>Total equity</b>		<b>364,297</b>	376,459	<b>247,203</b>	198,166
	<b>Total liabilities and equity</b>		<b>596,261</b>	611,439	<b>502,524</b>	437,661

## Consolidated Statement of Changes in Equity

	Attributable to owners of the Company									
	Share capital US\$' 000	Capital reserve US\$' 000 (Note a)	Statutory reserve US\$' 000 (Note b)	Revaluation reserve US\$' 000 (Note c)	Other reserve US\$' 000 (Note d)	Retained earnings US\$' 000	Foreign currency translation reserve US\$' 000	Total US\$' 000	Non-controlling interests US\$' 000	Total equity US\$' 000
<b>GROUP</b>										
<b>2QCY13</b>										
Balance at 31 March 2013 (unaudited)	113,880	1,916	5,345	2,277	166	230,680	16,410	370,674	9,957	380,631
<b>Changes in equity for 2QCY13</b>										
Total comprehensive income for the period	—	—	—	—	—	4,158	429	4,587	14	4,601
Dividend paid in respect of previous year	—	—	—	—	—	(20,561)	—	(20,561)	(374)	(20,935)
Balance at 30 June 2013 (unaudited)	<u>113,880</u>	<u>1,916</u>	<u>5,345</u>	<u>2,277</u>	<u>166</u>	<u>214,277</u>	<u>16,839</u>	<u>354,700</u>	<u>9,597</u>	<u>364,297</u>
<b>2QCY12</b>										
Balance at 31 March 2012 (unaudited)	113,880	1,916	6,921	2,256	166	235,139	16,118	376,396	9,705	386,101
<b>Changes in equity for 2QCY12</b>										
Total comprehensive income (expenses) for the period	—	—	—	—	—	11,573	(181)	11,392	196	11,588
Dividend paid in respect of previous year	—	—	—	—	—	(22,430)	—	(22,430)	—	(22,430)
Balance at 30 June 2012 (unaudited)	<u>113,880</u>	<u>1,916</u>	<u>6,921</u>	<u>2,256</u>	<u>166</u>	<u>224,282</u>	<u>15,937</u>	<u>365,358</u>	<u>9,901</u>	<u>375,259</u>

Attributable to owners of the Company

	Share capital US\$' 000	Capital reserve US\$' 000 (Note a)	Statutory reserve US\$' 000 (Note b)	Revaluation reserve US\$' 000 (Note c)	Other reserve US\$' 000 (Note d)	Retained earnings US\$' 000	Foreign currency translation reserve US\$' 000	Total US\$' 000	Non-controlling interests US\$' 000	Total equity US\$' 000
<b>1HCY13</b>										
Balance at 31 December 2012 (audited)	113,880	1,916	5,345	2,277	166	226,678	16,274	366,536	9,923	376,459
<b>Changes in equity for 1HCY13</b>										
Total comprehensive income for the period	—	—	—	—	—	8,160	565	8,725	48	8,773
Dividend paid in respect of previous year	—	—	—	—	—	(20,561)	—	(20,561)	(374)	(20,935)
Balance at 30 June 2013 (unaudited)	<u>113,880</u>	<u>1,916</u>	<u>5,345</u>	<u>2,277</u>	<u>166</u>	<u>214,277</u>	<u>16,839</u>	<u>354,700</u>	<u>9,597</u>	<u>364,297</u>
<b>1HCY12</b>										
Balance at 31 December 2011 (audited)	113,880	1,916	6,921	2,256	166	229,590	16,027	370,756	9,934	380,690
<b>Changes in equity for 1HCY12</b>										
Total comprehensive income (expenses) for the period	—	—	—	—	—	17,122	(90)	17,032	165	17,197
Dividend paid in respect of previous year	—	—	—	—	—	(22,430)	—	(22,430)	(198)	(22,628)
Balance at 30 June 2012 (unaudited)	<u>113,880</u>	<u>1,916</u>	<u>6,921</u>	<u>2,256</u>	<u>166</u>	<u>224,282</u>	<u>15,937</u>	<u>365,358</u>	<u>9,901</u>	<u>375,259</u>

Notes:

- Capital reserve represents amounts transferred from share option reserve upon the exercise of share options.
- Statutory reserve represents amounts set aside by subsidiary companies operating in the People's Republic of China (the "PRC") and Thailand for declaration of dividends as required under the laws of the PRC and Thailand, respectively.
- The revaluation reserve of the Group represents the gain on revaluation of certain properties of the Group as a result of the transfer from property for own use to investment properties.
- The amount credited to other reserve represents the difference between the fair value of consideration and the carrying amount of the net assets attributable to the additional interest in subsidiaries being acquired from non-controlling shareholders, which will be recognised to the profit and loss upon the disposal of the subsidiaries or the disposal by the subsidiaries.

	Share capital US\$' 000	Capital reserve US\$' 000	Retained earnings US\$' 000	Total equity US\$' 000
<b>COMPANY</b>				
<b>2QCY13</b>				
Balance at 31 March 2013 (unaudited)	113,880	1,916	81,917	197,713
<b>Changes in equity for 2QCY13</b>				
Total comprehensive income for the period	—	—	70,051	70,051
Dividend paid in respect of previous year	—	—	(20,561)	(20,561)
	<u>113,880</u>	<u>1,916</u>	<u>131,407</u>	<u>247,203</u>
Balance at 30 June 2013 (unaudited)	<u>113,880</u>	<u>1,916</u>	<u>131,407</u>	<u>247,203</u>
<b>2QCY12</b>				
Balance at 31 March 2012 (unaudited)	113,880	1,916	71,589	187,385
<b>Changes in equity for 2QCY12</b>				
Total comprehensive income for the period	—	—	39,343	39,343
Dividend paid in respect of previous year	—	—	(22,430)	(22,430)
	<u>113,880</u>	<u>1,916</u>	<u>88,502</u>	<u>204,298</u>
Balance at 30 June 2012 (unaudited)	<u>113,880</u>	<u>1,916</u>	<u>88,502</u>	<u>204,298</u>
<b>1HCY13</b>				
Balance at 31 December 2012 (audited)	113,880	1,916	82,370	198,166
<b>Changes in equity for 1HCY13</b>				
Total comprehensive income for the period	—	—	69,598	69,598
Dividend paid in respect of previous year	—	—	(20,561)	(20,561)
	<u>113,880</u>	<u>1,916</u>	<u>131,407</u>	<u>247,203</u>
Balance at 30 June 2013 (unaudited)	<u>113,880</u>	<u>1,916</u>	<u>131,407</u>	<u>247,203</u>
<b>1HCY12</b>				
Balance at 31 December 2011 (audited)	113,880	1,916	71,902	187,698
<b>Changes in equity for 1HCY12</b>				
Total comprehensive income for the period	—	—	39,030	39,030
Dividend paid in respect of previous year	—	—	(22,430)	(22,430)
	<u>113,880</u>	<u>1,916</u>	<u>88,502</u>	<u>204,298</u>
Balance at 30 June 2012 (unaudited)	<u>113,880</u>	<u>1,916</u>	<u>88,502</u>	<u>204,298</u>



## Consolidated Statement of Cash Flows

	<b>2QCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	2QCY12 US\$' 000 (Unaudited)	<b>1HCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	1HCY12 US\$' 000 (Unaudited)
<b>Operating activities</b>				
Profit before taxation	<b>4,384</b>	12,593	<b>8,671</b>	18,701
Adjustments for:				
Reversal of allowance for doubtful debts	<b>(94)</b>	(798)	<b>(369)</b>	(130)
Finance costs	<b>352</b>	349	<b>705</b>	723
Depreciation of property, plant and equipment	<b>11,229</b>	10,903	<b>22,364</b>	21,727
Amortisation of prepaid land use rights	<b>114</b>	60	<b>228</b>	120
Gain on disposal of property, plant and equipment	<b>(62)</b>	(2)	<b>(62)</b>	(5)
Allowance for inventory obsolescence	<b>329</b>	407	<b>340</b>	802
Interest income	<b>(48)</b>	(120)	<b>(113)</b>	(260)
	<hr/>	<hr/>	<hr/>	<hr/>
Operating income before movements in working capital	<b>16,204</b>	23,392	<b>31,764</b>	41,678
(Increase) / decrease in inventories	<b>(3,720)</b>	4,163	<b>(8,308)</b>	(42)
(Increase) / decrease in trade and other receivables	<b>(7,143)</b>	(3,669)	<b>5,345</b>	14,716
Increase / (decrease) in trade and other payables	<b>13,687</b>	(7,180)	<b>5,489</b>	(11,444)
	<hr/>	<hr/>	<hr/>	<hr/>
Net cash generated from operations	<b>19,028</b>	16,706	<b>34,290</b>	44,908
Interest income received	<b>48</b>	120	<b>113</b>	260
Interest paid	<b>(392)</b>	(391)	<b>(763)</b>	(829)
Income taxes paid	<b>(615)</b>	(694)	<b>(1,309)</b>	(1,487)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net cash from operating activities</b>	<b>18,069</b>	15,741	<b>32,331</b>	42,852
<b>Investing activities</b>				
Proceeds from disposal of property, plant and equipment	<b>68</b>	4	<b>68</b>	7
Purchase of property, plant and equipment	<b>(6,966)</b>	(10,321)	<b>(10,788)</b>	(19,011)
Deposits paid for acquisition of property, plant and equipment	<b>(3,271)</b>	(801)	<b>(6,832)</b>	(1,389)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net cash used in investing activities</b>	<b>(10,169)</b>	(11,118)	<b>(17,552)</b>	(20,393)

	<b>2QCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	2QCY12 US\$' 000 (Unaudited)	<b>1HCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	1HCY12 US\$' 000 (Unaudited)
<b>Financing activities</b>				
Proceeds from bank borrowings	<b>15,506</b>	8,892	<b>23,234</b>	8,892
Repayment of bank borrowings	<b>(15,539)</b>	(14,619)	<b>(30,862)</b>	(32,069)
Dividends paid by the Company	<b>(20,561)</b>	(22,430)	<b>(20,561)</b>	(22,430)
Dividends paid by subsidiary companies to non-controlling interests	—	—	<b>(374)</b>	(198)
<b>Net cash used in financing activities</b>	<b>(20,594)</b>	(28,157)	<b>(28,563)</b>	(45,805)
<b>Net decrease in cash and cash equivalents</b>	<b>(12,694)</b>	(23,534)	<b>(13,784)</b>	(23,346)
<b>Cash and cash equivalents at the beginning of the period</b>	<b>42,135</b>	57,532	<b>43,076</b>	57,305
<b>Effect of foreign exchange rate changes on the balances of cash held in foreign currencies, net</b>	<b>98</b>	(331)	<b>247</b>	(292)
<b>Cash and cash equivalents at the end of the period</b>	<b>29,539</b>	33,667	<b>29,539</b>	33,667

Cash and cash equivalents consists of:

	<b>30 June</b> <b>2013</b> <b>US\$' 000</b>	30 June 2012 US\$' 000
Cash and bank balances	<b>29,539</b>	33,848
Bank overdrafts - unsecured	—	(181)
	<b>29,539</b>	33,667

**Notes:**

**1. General**

Elec & Eltek International Company Limited (Singapore Registration Number 199300005H) (the "**Company**") is a limited liability company incorporated and domiciled in Singapore. The Company's ultimate holding company is Kingboard Chemical Holdings Limited ("**Kingboard**"), incorporated in Cayman Islands. Related companies in these financial statements refer to the ultimate holding company and its subsidiary companies. Related parties in these financial statements refer to entities with common directors or shareholders of the ultimate holding company and its subsidiary companies.

The Company is listed on the Main Board of the Singapore Exchange Securities Trading Limited ("**SGX**") and The Stock Exchange of Hong Kong Limited ("**SEHK**"). The financial statements are expressed in United States Dollars, which is the functional currency of the Company.

The Group's manufacturing operations are located in Hong Kong, Thailand and the People's Republic of China (the "**PRC**"). The principal activity of the Company is investment holding. Its subsidiary companies are primarily engaged in the fabrication and distribution of double-sided, multi-layer and high density interconnect ("**HDI**") printed circuit boards ("**PCB**"). There have been no significant changes in the nature of these activities for the six months ended 30 June 2013.

**2. Basis of preparation and principal accounting policies**

The unaudited interim consolidated financial statements have been prepared in accordance with the disclosure requirements of Appendix 16 of the Rules Governing the Listing of Securities on SEHK and Singapore Financial Reporting Standards 34 "Interim Financial Reporting" ("**FRS 34**").

The same accounting policies and methods of computation have been applied in the preparation of the interim consolidated financial statements for the six months ended 30 June 2013 as the most recent audited financial statements as at 31 December 2012.

In the current period, the Group has applied, the following new and revised Financial Reporting Standards ("**FRS**"), amendments and interpretation of FRS ("**INT FRS**") that are relevant to its operations and effective for annual periods beginning on or after 1 January 2013:

- *FRS 1 Presentation of Financial Statements — Amendments relating to presentation of items of other comprehensive income ("OCI")*
- *FRS 113 Fair value measurement*

The adoption of these new and revised FRSs does not result in changes to the Group's and the Company's accounting policies and has no material effect on the amounts reported for the current or prior periods.

The Group has not early adopted the following new and revised standards or amendments to FRS which would take effect from financial periods beginning on or after 1 January 2014:

- *FRS 110 Consolidated Financial Statements and FRS 27 Consolidated Separate Financial Statements*
- *FRS 112 Disclosures of Interests in Other Entities*

The Group is in the process of making an assessment of the impact of these new and revised standards and amendments upon initial application but is not yet in a position to state whether these new and revised standards and amendments would have a significant impact on its results of operations and financial position of the Group.

### 3. Revenue and segment information

The Group's operating activities are attributable to a single reporting segment focusing on manufacture and distribution of PCB. This reportable segment has been identified on the basis of internal management reports prepared in accordance with accounting policies to conform with FRSs, that are regularly reviewed by the Executive Directors of the Company in order to allocate resources to this reportable segment and to assess its performance. Accordingly, no analysis of this single reporting segment is represented.

### 4. Finance costs

	<b>1HCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	1HCY12 US\$' 000 (Unaudited)
Interest on bank loans wholly repayable within five years	<b>763</b>	829
Less: Amounts capitalised	<b>(58)</b>	(106)
	<b>705</b>	723

### 5. Income tax expense

	<b>1HCY13</b> <b>US\$' 000</b> <b>(Unaudited)</b>	1HCY12 US\$' 000 (Unaudited)
Current tax:		
Singapore income tax	<b>2</b>	2
PRC enterprise income tax	<b>290</b>	904
Hong Kong income tax	<b>10</b>	344
Other jurisdictions	<b>8</b>	149
	<b>310</b>	1,399
(Over) / under provision in prior period:		
PRC enterprise income tax	—	(203)
	—	(203)
Deferred tax	<b>153</b>	218
	<b>463</b>	1,414

The Group's profit is subject to taxation from the place of its operations where its profit is generated. Taxation arising in other jurisdictions is calculated at rates prevailing in the relevant jurisdictions.

### 6. Dividend

The Directors have resolved to declare an interim dividend (one-tier tax exempt) for the six months ended 30 June 2013 of US7.0 cents (2012: US9.0 cents) per share to the shareholders whose name appear on the register of members of the Company at the close of business on 19 August 2013. The dividend will be paid on 30 August 2013.

**7. Earnings per share**

The calculation of the basic earnings per share attributable to the owners of the Company is based on the following:

	Earnings		Earnings	
	2QCY13 US\$ '000 (Unaudited)	2QCY12 US\$ '000 (Unaudited)	1HCY13 US\$ '000 (Unaudited)	1HCY12 US\$ '000 (Unaudited)
Profit attributable to owners of the Company	<b>4,158</b>	11,573	<b>8,160</b>	17,122
	Number of shares		Number of shares	
	2QCY13 '000	2QCY12 '000	1HCY13 '000	1HCY12 '000
Weighted average number of ordinary shares used to compute basic earnings per share	<b>186,920</b>	186,920	<b>186,920</b>	186,920
Earnings per share (US cents) – basic	<b>2.22</b>	6.19	<b>4.37</b>	9.16

**8. Net asset value**

	Group		Company	
	30 June 2013 US\$ (Unaudited)	31 December 2012 US\$ (Audited)	30 June 2013 US\$ (Unaudited)	31 December 2012 US\$ (Audited)
Net asset value (including non-controlling interests) per ordinary share based on total number of issued shares excluding treasury shares at the end of the period*	<b>1.95</b>	2.01	<b>1.32</b>	1.06

\* Based on 186,919,962 issued shares as at 30 June 2013 (31 December 2012: 186,919,962 issued shares net of treasury shares).

**9. Additions to property, plant and equipment**

During the reporting period, the Group spent approximately US\$17.6 million (six months ended 30 June 2012: approximately US\$20.4 million) on acquisition of property, plant and equipment including deposits paid.

**10. Trade and bills receivables**

	<b>GROUP</b>	
	<b>30 June 2013 US\$' 000 (Unaudited)</b>	31 December 2012 US\$' 000 (Audited)
Trade receivables		
– Third parties	<b>122,585</b>	126,446
– Related companies	<b>1,733</b>	3,212
Less: Allowance for doubtful debts	<b>(6,058)</b>	(7,100)
	<b>118,260</b>	122,558
Bills receivables	<b>5,458</b>	5,029
Total	<b>123,718</b>	127,587

The following is an ageing analysis of trade receivables net of allowance for doubtful debts presented based on the invoice date at the end of the reporting period:

	<b>GROUP</b>	
	<b>30 June 2013 US\$' 000 (Unaudited)</b>	31 December 2012 US\$' 000 (Audited)
Within 90 days	<b>107,803</b>	111,953
91 to 180 days	<b>9,465</b>	10,054
Over 180 days	<b>992</b>	551
	<b>118,260</b>	122,558

At the end of the reporting period, the bills receivables are aged within 180 days (31 December 2012: within 180 days).

Trade receivables are unsecured, non-interest bearing and generally on 30 to 120 days' credit terms.

**11. Trade and bills payables**

	<b>GROUP</b>	
	<b>30 June 2013 US\$' 000 (Unaudited)</b>	31 December 2012 US\$' 000 (Audited)
Trade payables		
– Third parties	<b>63,991</b>	63,397
– Related companies	<b>50,106</b>	45,948
	<b>114,097</b>	109,345
Bills payables	<b>4,495</b>	1,485
Total	<b>118,592</b>	110,830

**11. Trade and bills payables (continued)**

Trade payables are non-interest bearing and generally on 15 to 120 days' terms. The following is an ageing analysis of trade payables presented based on the invoice date at the end of the reporting period:

	<b>GROUP</b>	
	<b>30 June</b>	31 December
	<b>2013</b>	2012
	<b>US\$' 000</b>	US\$' 000
	<b>(Unaudited)</b>	(Audited)
Within 90 days	<b>92,619</b>	89,442
91 to 180 days	<b>17,457</b>	15,248
Over 180 days	<b>4,021</b>	4,655
	<b>114,097</b>	109,345

At the end of the reporting period, the bills payables are aged within 180 days (31 December 2012: within 180 days).

**12. Bank borrowings**

	<b>GROUP</b>	
	<b>30 June</b>	31 December
	<b>2013</b>	2012
	<b>US\$' 000</b>	US\$' 000
	<b>(Unaudited)</b>	(Audited)
Bank loans - unsecured	<b>79,691</b>	87,319
Comprising amounts following due:		
– within one year	<b>36,707</b>	46,766
– more than one year	<b>42,984</b>	40,553
	<b>79,691</b>	87,319

The Group's total borrowings decreased by approximately 8.7% to approximately US\$79.7 million as at 30 June 2013 from 31 December 2012 on the repayment of bank borrowings.

**13. Share capital**

As at 30 June 2013, the Company has a total of 186,919,962 (31 December 2012: 186,919,962) issued ordinary shares excluding treasury shares.

**14. Share options**

There was no share options outstanding as at 30 June 2013 and 30 June 2012, respectively. No share option has been granted under the 2008 Elec & Eltek Employees' Share Option Scheme since its adoption by the Company on 9 May 2008 and as at the date of this announcement.

15. Capital commitments

	<b>GROUP</b>	
	<b>30 June 2013 US\$' 000 (Unaudited)</b>	31 December 2012 US\$' 000 (Audited)
Capital expenditure not provided for in the consolidated financial statements:		
Commitments in respect of contracts placed for plant expansion	<b>33,551</b>	21,416

16. Material acquisitions / Disposals, Significant investments and Charge on assets

The Group did not have any material acquisition or disposals, significant investments during 1HCY13. There was no charge on assets as at 30 June 2013.

17. Net current assets and Total assets less current liabilities

As at 30 June 2013, the Group's net current assets, defined as current assets less current liabilities, amounted to approximately US\$40.4 million (31 December 2012: net current assets approximately US\$40.9 million).

As at 30 June 2013, the Group's total assets less current liabilities amounted to approximately US\$408.8 million (31 December 2012: approximately US\$418.4 million).

18. Related party transactions

	<b>GROUP</b>	
	<b>1HCY13 US\$' 000 (Unaudited)</b>	1HCY12 US\$' 000 (Unaudited)
Income		
Sales to related companies	<b>(2,123)</b>	(7,565)
Rental income from non-controlling shareholder of a subsidiary	<b>(588)</b>	(972)
Sharing of office space and office expenses received from related companies	<b>(43)</b>	(63)
Expenses		
Purchases from related companies	<b>69,741</b>	65,988
Sharing of office space and office expenses paid to related companies	<b>366</b>	377

19. Reconciliation between FRSs and International Financial Reporting Standards ("IFRSs")

For the six months ended 30 June 2013, there were no material differences between the condensed consolidated financial statements of the Group prepared under FRSs and IFRSs.



## FINANCIAL HIGHLIGHTS

	Six months ended 30 June		% Change
	2013 US\$' 000	2012 US\$' 000	
Revenue	246,766	257,813	-4%
EBITDA	31,855	41,011	-22%
EBITDA margin	12.9%	15.9%	
Profit before tax	8,671	18,701	-54%
Net profit attributable to owners of the Company	8,160	17,122	-52%
Basic earnings per share	US\$4.37 cents	US\$9.16 cents	-52%
Interim dividend per share	US\$7.0 cents	US\$9.0 cents	-22%
Dividend payout ratio	160.3%	98.3%	
	30 Jun 2013	31 Dec 2012	
Net asset value per share	US\$1.95	US\$2.01	-3%
Net gearing ratio	13.8%	11.8%	

## BUSINESS REVIEW AND OUTLOOK

The results for the June 2013 quarter leveled with the previous quarter. The electronic market overall continued to face subdued sentiments which slowed down the demand recovery for printed circuit board ("PCB"). In addition, excessive global PCB production capacity gave downward price pressure on average selling prices even though operating costs were on an upward trend. As a result, there was a widespread margin pressure for manufacturers in the PCB industry.

Although the Group suffered from certain PCB price reduction on the conventional layer count segment, the average selling prices in 1HCY13 were still marginally up by approximately 1.8% over that of 1HCY12. This was primarily due to continued growth in the sales of High Density Interconnect ("HDI") PCB, with higher selling prices, which expanded by 2.6% in 1HCY13 as compared to 1HCY12.

The Group's new Yangzhou plant faced some teething problems in their next phase of production capacity expansion and did not contribute as much sales output as anticipated. Moreover, the Group's financial performance was also impacted by the rising minimum wage in China as well as the appreciation of Renminbi in the quarter.

As a consequence, the Group's revenue for 1HCY13 declined by 4.3% to approximately US\$246.8 million from US\$257.8 million in 1HCY12, and the gross profit margin for 1HCY13 was 10.8% compared to 14.3% in 1HCY12. The Group's net profit and profit margin for 1HCY13 decreased to approximately US\$8.2 million and 3.3% as compared to US\$17.1 million and 6.6% in 1HCY12.

## LIQUIDITY AND CAPITAL RESOURCES

As at 30 June 2013, the Group's net current assets was approximately US\$40.4 million (31 December 2012: approximately US\$40.9 million), making the current ratio 1.22 as compared to 1.21 as at 31 December 2012.

The net working capital cycle shortened to 18 days as at 30 June 2013 from 22 days as at 31 December 2012 due to the following factors:

- Inventories, in terms of stock turnover days, increased to 33 days (31 December 2012: 29 days).
- Trade receivables, in terms of debtors turnover days, increased to 88 days (31 December 2012: 87 days).
- Trade payables, in terms of creditors turnover days, increased to 103 days (31 December 2012: 94 days).

The Group's net gearing ratio (ratio of interest bearing borrowings net of cash and cash equivalents to total equity) as at 30 June 2013 was approximately 13.8% (31 December 2012: 11.8%). The proportion of short-term and long-term bank borrowings stood at 46%:54% (31 December 2012: 54%:46%). The total equity of the Group as at 30 June 2013 was approximately US\$364.3 million (31 December 2012: approximately US\$376.5 million). As at 30 June 2013, the Group had cash on hand and undrawn loan facilities of approximately US\$29.5 million and US\$45.5 million respectively.

The Group's transactions and monetary assets are principally denominated in United States dollars, Renminbi and Hong Kong dollars. The Group has not experienced any material difficulties or effects on its operations or liquidity as a result of fluctuations in currency exchange rates during the six months ended 30 June 2013.

## HUMAN RESOURCES

As at 30 June 2013, the Group had approximately 10,895 employees (31 December 2012: 10,122). Salaries of employees are maintained at a competitive level and are reviewed annually, with close reference to the relevant labour market as well as the minimum wages guideline as prescribed by the local government from time to time. The Group awards discretionary bonuses to eligible employees based upon profits achievements of the Company and individual performance.

The Company has in place a share option scheme in order to attract and retain the best available personnel and to align individual interests with the Group's interest, as and when it is appropriate.

## PROSPECTS

The global economy outlook remains mixed. US and Europe economy seems more stabilized while Asia, in particular, China is anticipated to enter into a period of lower growth. This may result in the continuation of subdued demand for electronic products worldwide.

In light of the challenging business environment, the Group would continue to fortify its financial and human strengths while keeping nimble and responsive to market changes. The Group's ongoing strategy is to strive for higher market share in the HDI PCB business in order to mitigate the effect of operating costs increase and maintain our sustainable long-term growth. The Group is currently pulling together our technology resources to resolve the teething problems faced by the new Yangzhou plant so as to enable it to make positive contribution to the performance of the Group as soon as possible.

Barring unforeseen circumstances, the Board is still confident that the financial performance of the Group for the September quarter 2013 would remain profitable.

## CLOSURE OF REGISTER OF MEMBERS

The Transfer Books and the Registers of Members were closed from 20 August 2013 to 21 August 2013, both dates inclusive, for the purpose of determining the entitlements for the interim dividend.

The interim dividend will be paid on 30 August 2013 in US\$ to shareholders whose names appeared on the Singapore principal register of members and the Hong Kong branch register of members of the Company at the close business on 19 August 2013.

## DIRECTORS' INTERESTS IN SHARES

At 30 June 2013, the interests of the Directors and their associates in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance, Hong Kong ("**SFO**")), as recorded in the register maintained by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and SEHK pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers were as follows:

## Long Position

### (a) Ordinary shares of the Company (“Shares”)

Name of Director	Capacity	Number of issued Shares held	Approximate percentage of the issued share capital of the Company
Mr. Cheung Kwok Wing	Beneficial owner	1,507,200	0.81%
Mr. Chadwick Mok Cham Hung	Beneficial owner	1,120,200	0.60%
Mr. Chan Wai Leung	Beneficial owner	61,000	0.03%
Mr. Chan Wing Kwan (Note)	Beneficial owner/ Interest of spouse	1,400,000	0.75%
Mr. Chang Wing Yiu	Beneficial owner	486,600	0.26%
Mr. Larry Lai Chong Tuck	Beneficial owner	25,000	0.01%

Note: Out of the 1,400,000 Shares, 1,360,000 and 40,000 Shares were held by Mr. Chan Wing Kwan and his spouse respectively.

### (b) Ordinary shares of HK\$0.10 each (“Kingboard Shares”) of Kingboard Chemical Holdings Limited (“Kingboard”)

Name of Director	Capacity	Number of issued Kingboard Shares held	Approximate percentage of the issued share capital of Kingboard
Mr. Cheung Kwok Wing	Beneficial owner	4,274,870	0.42%
Mr. Chan Wing Kwan (Note 1)	Beneficial owner/ Interest of spouse	2,256,300	0.22%
Mr. Chang Wing Yiu (Note 2)	Beneficial owner/ Interest of spouse	4,938,328	0.48%
Mr. Chadwick Mok Cham Hung (Note 3)	Beneficial owner/ Interest of spouse	3,648,000	0.36%
Mr. Chan Wai Leung (Note 4)	Beneficial owner/ Interest of spouse	132,600	0.01%

Note 1: Out of the 2,256,300 Kingboard Shares, 2,184,300 and 72,000 Kingboard Shares were held by Mr. Chan Wing Kwan and his spouse respectively.

Note 2: Out of the 4,938,328 Kingboard Shares, 4,076,488 and 861,840 Kingboard Shares were held by Mr. Chang Wing Yiu and his spouse respectively.

Note 3: Out of the 3,648,000 Kingboard Shares, 3,396,000 and 252,000 Kingboard Shares were held by Mr. Chadwick Mok Cham Hung and his spouse respectively.

Note 4: Out of the 132,600 Kingboard Shares, 132,000 and 600 Kingboard Shares were held by Mr. Chan Wai Leung and his spouse respectively.

(c) *Share options of Kingboard (“Kingboard Share Options”)*

<b>Name of Director</b>	<b>Capacity</b>	<b>Interest in underlying Kingboard Shares pursuant to the Kingboard Share Options</b>
Mr. Cheung Kwok Wing	Beneficial owner	3,360,000
Mr. Chang Wing Yiu	Beneficial owner	3,120,000
Mr. Chadwick Mok Cham Hung	Beneficial owner	3,120,000
Mr. Chan Wai Leung	Beneficial owner	2,928,000

(d) *Ordinary shares of HK\$0.10 each (“KLHL Shares”) of Kingboard Laminates Holdings Limited (“KLHL”), a non-wholly owned subsidiary of Kingboard*

<b>Name of Director</b>	<b>Capacity</b>	<b>Number of issued KLHL Shares held</b>	<b>Approximate percentage of the issued share capital of KLHL</b>
Mr. Cheung Kwok Wing	Beneficial owner	675,500	0.02%
Mr. Chan Wing Kwan ( <i>Note 1</i> )	Beneficial owner/ Interest of spouse	400,000	0.01%
Mr. Chang Wing Yiu ( <i>Note 2</i> )	Interest of spouse	100,000	0.00%
Mr. Chadwick Mok Cham Hung ( <i>Note 3</i> )	Interest of spouse	60,000	0.00%
Mr. Chan Wai Leung	Beneficial owner	90,000	0.00%

*Note 1: Out of the 400,000 KLHL Shares, 300,000 and 100,000 KLHL Shares were held by Mr. Chan Wing Kwan and his spouse respectively.*

*Note 2: The 100,000 KLHL Shares were held by the spouse of Mr. Chang Wing Yiu.*

*Note 3: The 60,000 KLHL Shares were held by the spouse of Mr. Chadwick Mok Cham Hung.*

(e) *Share options of KLHL (“KLHL Share Options”)*

<b>Name of Director</b>	<b>Capacity</b>	<b>Interest in underlying KLHL Shares pursuant to the KLHL Share Options</b>
Mr. Chadwick Mok Cham Hung ( <i>Note</i> )	Interest of spouse	10,000,000
Mr. Chan Wai Leung	Beneficial owner	9,000,000

*Note:* The 10,000,000 KLHL Share Options were held by the spouse of Mr. Chadwick Mok Cham Hung.

(f) *Non-voting deferred shares of HK\$1 each in the share capital of Kingboard Laminates Limited, a non wholly-owned subsidiary of Kingboard*

<b>Name of Director</b>	<b>Capacity</b>	<b>Number of non-voting deferred shares held</b> ( <i>Note</i> )
Mr. Cheung Kwok Wing	Beneficial owner	1,904,400
Mr. Chan Wing Kwan	Beneficial owner	1,481,200
Mr. Chang Wing Yiu	Beneficial owner	423,200

*Note:* None of the non-voting deferred shares of Kingboard Laminates Limited are held by the group of Kingboard. Such deferred shares carry no rights to receive notice of or to attend or vote at any general meeting of Kingboard Laminates Limited and have practically no rights to dividends or to participate in any distribution on winding up.

(g) *Ordinary shares of US\$0.10 each (“KCFH Shares”) of Kingboard Copper Foil Holdings Limited (“KCFH”), a non-wholly owned subsidiary of Kingboard*

<b>Name of Director</b>	<b>Capacity</b>	<b>Number of issued KCFH Shares held</b>	<b>Approximate percentage of the issued share capital of KCFH</b>
Mr. Cheung Kwok Wing	Beneficial owner	1,000,000	0.14%

## SUBSTANTIAL SHAREHOLDERS

At 30 June 2013, the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO shows that, other than the interests disclosed above in respect of certain Directors, the following shareholders had notified the Company of their relevant interests in the issued share capital of the Company:

### Long Position

#### Ordinary shares of the Company (“Shares”)

Name of shareholder	Nature of interest	Number of issued Shares held	Approximate percentage of the issued share capital of the Company
Elec & Eltek International Holdings Limited (“ <b>EEIH</b> ”)	Beneficial owner	90,741,550	48.55%
Elitelink Holdings Limited (“ <b>Elitelink</b> ”)	Beneficial owner	34,321,615	18.36%
Ease Ever Investments Limited (“ <b>Ease Ever</b> ”)	Interest in controlled corporation ( <i>Note 1</i> )	90,741,550	48.55%
Kingboard Investments Limited (“ <b>Kingboard Investments</b> ”)	Interest in controlled corporation ( <i>Note 2</i> )	125,063,165	66.91%
Jamplan (BVI) Limited (“ <b>Jamplan</b> ”)	Beneficial owner	3,651,000	1.95%
Kingboard	Interest in controlled corporation ( <i>Note 3</i> )	128,714,165	68.86%
	Beneficial owner	128,714,165	68.86%
Hallgain Management Limited (“ <b>HML</b> ”)	Beneficial owner	1,018,000	0.54%
	Interest in controlled corporation ( <i>Note 5</i> )	129,732,165	69.40%
Value Partners Limited (“ <b>VPL</b> ”)	Beneficial owner ( <i>Note 6</i> )	11,144,500	5.96%
Value Partners Hong Kong Limited (“ <b>VPHK</b> ”)	Interest in controlled corporation ( <i>Note 7</i> )	11,144,500	5.96%
Value Partners Group Limited (“ <b>VPGL</b> ”)	Interest in controlled corporation ( <i>Note 7</i> )	11,144,500	5.96%
Cheah Capital Management Limited (“ <b>CCML</b> ”)	Interest in controlled corporation ( <i>Note 7</i> )	11,144,500	5.96%
Cheah Company Limited (“ <b>CCL</b> ”)	Interest in controlled corporation ( <i>Note 7</i> )	11,144,500	5.96%
Hang Seng Bank Trustee International Limited (“ <b>HSBTIL</b> ”)	Interest in controlled corporation ( <i>Note 7</i> )	11,144,500	5.96%
To Hau Yin	Interest in controlled corporation ( <i>Note 7</i> )	11,144,500	5.96%
Cheah Cheng Hye	Interest in controlled corporation ( <i>Note 7</i> )	11,144,500	5.96%

- Note 1: The entire issued share capital of EEIH is owned approximately 77.34% by Ease Ever, approximately 11.59% by Kingboard and approximately 11.07% by Kingboard Investments. Ease Ever is deemed to have an interest in 90,741,550 Shares held by EEIH, under the provisions of the SFO.*
- Note 2: The entire issued share capital of Elitelink and Ease Ever are owned by Kingboard Investments. Kingboard Investments is deemed to have an interest in 34,321,615 Shares held by Elitelink and 90,741,550 Shares which Ease Ever is deemed to have an interest in, under the provisions of the SFO.*
- Note 3: The entire issued share capital of Kingboard Investments is owned by Jamplan. Jamplan is deemed to have an interest in 3,651,000 Shares held by Kingboard Investments and 125,063,165 Shares which Kingboard Investments is deemed to have an interest in, under the provisions of the SFO.*
- Note 4: The entire issued share capital of Jamplan is owned by Kingboard. Kingboard is deemed to have an interest in 128,714,165 Shares which Jamplan is deemed to have an interest in, under the provisions of the SFO.*
- Note 5: Approximately 34.28% of the issued share capital of Kingboard is owned by HML. HML is deemed to have an interest in 1,018,000 Shares held by Kingboard and 128,714,165 Shares which Kingboard is deemed to have an interest in, under the provisions of the SFO. There is no shareholder of HML who is entitled to exercise, or control the exercise of, directly or indirectly, one-third or more of the voting power at HML's general meetings. HML and its directors are not accustomed to act in accordance with any shareholder's direction. Mr. Cheung Kwok Wing and Mr. Chan Wing Kwan are directors of HML.*
- Note 6: VPL, a fund manager, is deemed interested in the shares held directly by the funds under its management.*
- Note 7: Cheah Cheng Hye and To Hau Yin are deemed interested in the shares held by the funds managed by VPL by virtue of them being the founder and beneficiary respectively of a discretionary trust, The C H Cheah Family Trust, with HSBTIL as the trustee. HSBTIL owns 100% in CCL which in turn owns 100% in CCML which in turn owns 28.47% in VPGL which in turn owns 100% in VPHK which in turn owns 100% in VPL.*

Other than as disclosed above, the Company has not been notified of any other relevant interests or short positions in the issued share capital of the Company as at 30 June 2013.

## **PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES**

During the six months period, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

## **AUDIT COMMITTEE**

The Audit Committee has reviewed with the management the accounting principles and practices adopted by the Group and discussed auditing, internal control and financial reporting matters including the review of the unaudited interim financial statements of the Group for the six months ended 30 June 2013.



## COMPLIANCE WITH THE HONG KONG CODE ON CORPORATE GOVERNANCE PRACTICES

The Company has adopted the code provisions (“**Code Provisions**”) as stated in the Corporate Governance Code and Corporate Governance Report as set out in Appendix 14 of the Rules Governing the Listing of Securities on SEHK (the “**CG Code**”) as the code of the Company.

Currently, there are five Board Committees, namely, the Nominating Committee, the Remuneration Committee, the Employees’ Share Option Scheme Committee, the Audit Committee and the Executive Committee. The respective terms of reference of the Board Committees, except the Employees’ Share Option Scheme Committee and the Executive Committee are posted on the website of SEHK. The respective terms of reference of the Board Committees, except the Employees’ Share Option Scheme Committee, are also posted on the Company’s website.

During the relevant period of the first half of CY2013 under review, the Company fully complied with the Code Provisions in the CG Code, save for the following:

### 1. Deviation from Code Provision A.4.1

Under Code Provision A.4.1 of the CG Code, non-executive directors should be appointed for a specific term and be subject to re-election.

All the existing non-executive directors of the Company are not appointed for a specific term, but are subject to retirement and re-election at the Company’s annual general meeting in accordance with “Article 95 — Election of Directors” of the Articles of Association of the Company that one-third of its directors (prioritized by length of services since a director’s previous re-election or appointment) shall retire or offer themselves for re-election by shareholders at every annual general meeting of the Company. This effectively means that no directors will remain in office for more than 3 years without being re-elected by the Company’s shareholders. The Company considers that sufficient measures have been taken to ensure the Company’s corporate governance practices are no less exacting than those in the CG Code.

### 2. Deviation from Code Provision E.1.2

Under Code Provision E.1.2 of the CG Code, the chairman of the Board should attend the annual general meeting of the Company.

The chairman of the Board of the Company has delegated the duty of attending the annual general meeting held on 22 April 2013 to the vice chairman, Mr. Chadwick Mok Cham Hung, being an executive director of the Company. Mr. Mok is serving the function of chief executive officer for many years and is able to answer and address questions raised by shareholders at the annual general meeting.

Notwithstanding the aforesaid deviations, the Company considered that sufficient measures have been taken to ensure the Company’s corporate governance practices are no less exacting than those in the CG code.

## HONG KONG CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding securities transactions by the Directors and relevant employees (as defined in the CG Code) on terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") contained in Appendix 10 of the Rules Governing the Listing of Securities on SEHK. A copy of the internal memorandum is circulated to each director and relevant employees, at least 30 days and 60 days respectively before the date of the board meeting to approve the Company's quarterly results and annual results, with a reminder that the Directors and relevant employees cannot deal in the securities of the Company until after such results have been published.

On specific enquiry made, all Directors have confirmed that they have complied with the required standard set out in the Model Code and the Company's code of conduct throughout the six months ended 30 June 2013.

## AUDIT OR REVIEW OF THE INTERIM FINANCIAL RESULTS

The figures for 2QCY13 and 1HCY13, prepared in accordance with Singapore FRS, have not been audited or reviewed by the Group's auditors.

## FORECAST STATEMENT

No forecast statement has been previously disclosed to shareholders.

## DISCLOSURE ON THE WEBSITE OF THE EXCHANGES

This interim report shall be published on the website of SGX (<http://www.sgx.com>), the SEHK (<http://www.hkexnews.hk>) and on the Company's website (<http://www.eleceltek.com>).

## APPRECIATION

On behalf of the Board, I would like to take this opportunity to express our appreciation to the Board of Directors and our global employees for their continued loyalty, diligence and unreserved support to the Group.

## INTERESTED PERSONS TRANSACTIONS

Interested persons transactions carried out during the reporting period which fall under Chapter 9 of the SGX Listing Manual are as follows:

Name of Interested Person US\$' 000	Aggregate value of all interested person transactions during the financial period under review (including transactions less than S\$100,000 and excluding transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (including transactions less than S\$100,000)	
	1HCY13	1HCY12	1HCY13	1HCY12
<b>Purchases of plant and equipment</b>				
Chung Shun Laminates (Macao Commercial Offshore) Limited	—	—	8,385	5,502
	—	—	8,385	5,502
<b>Purchases of goods and services</b>				
Chung Shun Laminates (Macao Commercial Offshore) Limited	—	—	44,987	42,087
Elec & Eltek Corporate Services Limited	349	346	—	—
Heng Yang Kingboard Chemical Co., Ltd.	—	—	2,821	2,193
Hong Kong Fibre Glass Company Limited	—	—	4,522	3,913
Huizhou Chung Shun Chemical Company Limited	—	—	299	325
Jiangmen Kingboard High-tech Company Limited	—	—	3,129	4,772
Joyful Source Group Limited	17	31	—	—
Kingfai (Lian Zhou) Electronic Materials Company Ltd.	—	—	5,598	7,179
Techwise (Macao Commercial Offshore) Circuits Limited	—	—	—	17
	<b>366</b>	<b>377</b>	<b>61,356</b>	<b>60,486</b>

Name of Interested Person US\$'000	Aggregate value of all interested person transactions during the financial period under review (including transactions less than S\$100,000 and excluding transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (including transactions less than S\$100,000)	
	1HCY13	1HCY12	1HCY13	1HCY12
<b>Provision of goods and services</b>				
Elec & Eltek Computers Limited	20	20	—	—
Elec & Eltek Display Technology Limited	23	43	—	—
Express Electronics Limited	—	—	787	2,103
Express Electronics (Suzhou) Co. Ltd.	—	—	—	45
Jiangmen Glory Faith P.C.B. Company Limited	—	—	—	1,198
Shenzhen Wing Fung P.C. Board Company Limited	—	—	—	5
Techwise (Macao Commercial Offshore) Circuits Limited	—	—	1,331	4,069
Top Faith P.C.B. Company Limited	—	—	5	145
	<u>43</u>	<u>63</u>	<u>2,123</u>	<u>7,565</u>

## CONFIRMATION BY THE BOARD

We, Chadwick Mok Cham Hung and Chan Wai Leung, being two of the Directors of Elec & Eltek International Company Limited (the "**Company**"), do hereby confirm on behalf of the Board of Directors of the Company (the "**Board**") that, to the best of their knowledge, nothing has come to the attention of the Board which may render the unaudited financial statements for the second quarter and six months ended 30 June 2013 to be false or misleading.

On behalf of the Board of Directors

**Chadwick Mok Cham Hung**  
*Executive Director*

**Chan Wai Leung**  
*Executive Director*

By order of the Board  
**Elec & Eltek International Company Limited**  
**Chadwick Mok Cham Hung**  
*Vice Chairman*

Hong Kong, 31 July 2013

The Board of the Company comprises the following directors:

*Executive Directors:-*  
Chadwick Mok Cham Hung (*Vice Chairman*)  
Chan Wai Leung

*Non-executive Directors:-*  
Cheung Kwok Wing (*Chairman*)  
Chan Wing Kwan  
Chang Wing Yiu

*Independent Non-executive Directors:-*  
Larry Lai Chong Tuck  
Raymond Leung Hai Ming  
Stanley Chung Wai Cheong