



InnoTek Limited

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InnoTek Announces Q2'15 Results

SINGAPORE, 14 August 2015 – SGX Mainboard-listed precision metal specialist **InnoTek Limited** ("InnoTek" or the "Group") announced today its financial results for the three months ended 30 June 2015 ("Q2'15").

Revenue increased 5.1% to S\$57.6 million in Q2'15 from S\$54.8 million in Q2'14, driven by higher contributions from the Precision Sub-Assembly segment, which commenced mass production of TV bezels for new non-Japanese customers in Q1'15.

The Group recorded lower revenue from both its Precision Component and Tooling segments. The former was affected by reduced demand for flat TV panels, while the latter's operation was temporarily disrupted by a relocation to a new venue.

Gross profit margin for InnoTek's wholly owned subsidiary Mansfield Manufacturing Company Limited ("MSF") declined to 4.2% from 8.4% across the comparative periods, due mainly to increased provisions for obsolete stock and higher start-up and modification costs.

As a result of the above, the Group incurred a higher net loss of S\$5.0 million in Q2'15, compared to a loss of S\$3.9 million in Q2'14.

For the six months ended 30 June 2015 ("1H'15"), revenue increased 4.0% to S\$113.3 million from S\$109.0 million in 1H'14. The Group recorded a net loss of S\$7.6 million, comparable to its loss a year earlier.

InnoTek's net cash position remained healthy at S\$20.9 million, comprising cash and cash equivalents of S\$28.8 million less total borrowings of S\$7.9 million, as at 30 June 2015.

Loss per share for Q2'15 was 2.24 Singapore cents, while net asset per share as at 30 June 2015 was 55.7 Singapore cents.

Mr. Robert Lette, Chairman of InnoTek Limited, said: "Despite the challenging operating environment, we will continue to develop our core tooling capability as we penetrate the TV and automotive markets. Besides seeking to improve our top-line, we will find ways to further drive internal efficiencies as we strive to return to profitability."

Amid the slowdown in China's automotive sector, the Group has appointed sales representatives to penetrate automotive markets in the US and Europe. InnoTek has commenced work on an automotive project in car displays and expects revenue contributions from this car display business.

End of Release

About InnoTek Limited

Singapore Exchange Mainboard-listed InnoTek Limited (together with its subsidiaries “the Group”) is a precision metal components manufacturer, serving the consumer electronics, office automation and automotive industries.

With five manufacturing facilities in the PRC, the Group’s wholly owned subsidiary, Mansfield Manufacturing Company Limited (“MSF”), provides precision metal stamping, commercial tool and die fabrications and sub-assembly works to a strong and diversified base of Japanese and European end-customers.

For more information, visit: www.innotek.com.sg

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