



InnoTek Achieves Q1'19 Net Profit of S\$3.9 Million With Production Efficiency Greatly Improved

S\$'000	Q1'19	Q1'18	Change %
Revenue	44,235	47,612	(7.1)
Gross Profit	9,568	7,427	28.8
Gross Profit Margin (%)	21.6	15.6	6.0 ppt*
Profit before Tax	4,438	855	419.1
Net Profit	3,891	117	NM
Earnings Per Share (Singapore cents)	1.72	0.05	NM

* ppt denotes percentage points

NM denotes "no meaning"

SINGAPORE, 29 April 2019 – InnoTek Limited ("InnoTek" or the "Group") announced today that its net profit for the three months ended 31 March 2019 ("Q1'19") was S\$3.9 million, representing an increase of S\$3.8 million from S\$0.1 million for the three months ended 31 March 2018 ("Q1'18").

Revenue for the quarter saw a 7.1% slide to S\$44.2 million in Q1'19 compared to S\$47.6 million for Q1'18 due mainly to lower sales of TV bezels below 55 inches and reduced revenue from the automotive segment offset by higher sales from OA tooling products.

Despite the dip in revenue, gross profits rose 28.8% to S\$9.6 million in Q1'19 from S\$7.4 million a year ago, contributed by higher sales from the Group's precision machining products, improved production efficiency and reduced outsourcing.

Earnings per share for Q1'19 was 1.72 Singapore cents, up from 0.05 Singapore cents for the comparative period a year ago. The Group's net asset value per share increased to 67.7 cents as at 31 March 2019 from 66.1 cents as at 31 December 2018.

Mr Lou Yiliang, InnoTek's Chief Executive Officer, said: "We are pleased to start off the new financial year in profit in spite of the challenges in the operating environment against the backdrop of a slowing Chinese economy. While we remain cautious about the short-term prospects, we are confident in the Chinese economy's outlook and would continuously strengthen our business foundation to achieving future growth."

The Group is also actively seeking out new investment opportunities and strategic partners. The Group's Thailand plant, which officially opened in June last year, is also on track to start mass production in Q2'19 with the support from the Dongguan facility.

End of Release

About InnoTek Limited

Singapore Exchange Mainboard-listed InnoTek Limited is a precision metal components manufacturer serving the consumer electronics, office automation and automotive industries.

With six manufacturing facilities in the PRC, the Group's wholly owned subsidiary, Mansfield Manufacturing Company Limited, provides precision metal stamping, commercial tool and die fabrications and sub-assembly works to a strong and diversified base of international end-customers.

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

InnoTek Limited contact:

160 Robinson Road, SBFC #24-12
Singapore 068914
Tel: (65) 6535 0689 Fax: (65) 6533 2680
Linda Sim, lindasim@innotek.com.sg

Investor Relations contact:

WeR1 Consultants Pte Ltd
3 Phillip Street, #12-01
Royal Group Building
Singapore 049394
Tel: (65) 6737 4844, Fax: (65) 6737 4944
Isaac Tang, isaactang@wer1.net
Betty Dong, betty@wer1.net