

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

(S\$'000)	Group		Company	
	31/03/2009	31/12/2008	31/03/2009	31/12/2008
Non-current assets:				
Property, plant and equipment	38,240	38,867	-	-
Investments in associated company	1,991	1,937	-	-
Investments in subsidiaries	-	-	42,404	45,224
Intangible assets	3,357	3,369	-	-
Deferred taxation	8	191	-	-
Financial assets, available-for-sale	5,041	5,041	-	-
Total non-current assets	48,637	49,405	42,404	45,224
Current assets:				
Cash and bank balances	2,529	3,698	30	237
Trade receivables	14,417	17,261	-	-
Financial assets, available-for-sale	1,031	1,031	1	1
Other receivables and prepayments	8,986	8,662	14,391	10,775
Biological assets	2	2	-	-
Inventories	16,610	17,581	-	-
Total current assets	43,575	48,235	14,422	11,013
Total assets	92,212	97,640	56,826	56,237
Current liabilities:				
Borrowings	42,789	45,762	1,002	1,641
Trade payables	8,946	10,532	-	-
Other payables	2,171	2,633	5,084	3,655
Provision for taxation	187	211	68	68
Total current liabilities	54,093	59,138	6,154	5,364
Net current assets / (current liabilities)	(10,518)	(10,903)	8,268	5,649
Non-current liabilities:				
Deferred taxation	11	11	-	-
Borrowings	5,951	3,189	111	148
Total non-current liabilities	5,962	3,200	111	148
Equity attributable to equity holders of the company				
Share capital	50,520	50,520	50,520	50,520
Treasury shares	(318)	(318)	(318)	(318)
Statutory reserves	1,900	2,027	-	-
Foreign currency translation reserves	(4,103)	(4,149)	-	-
Share option reserves	185	185	185	185
Fair value adjustment reserves	(7,190)	(7,190)	(6)	(6)
Revenue reserves	(8,804)	(5,818)	180	344
	32,190	35,257	50,561	50,725
Minority interest	(33)	45	-	-
Total equity	32,157	35,302	50,561	50,725
Total liabilities and equity	92,212	97,640	56,826	56,237

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

Amount repayable in one year or less, or on demand

As at 31/03/2009	As at 31/12/2008
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Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
10,370	32,419	5,462	40,300

Amount repayable after one year

As at 31/03/2009	As at 31/12/2008
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Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
5,951	Nil	3,189	Nil

Details of any collateral

The credit facilities of the subsidiaries are secured by the leasehold properties of Europtronic (Singapore) Pte Ltd, UPT Crypson Component (Shanghai) Co., Ltd and Europtronic Electronic (Shenzhen) Co., Ltd, and freehold properties of Europtronic Taiwan Ind Corp and Housing Technology Corp respectively.

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

(S\$'000)	Group S\$'000 3 months ended 31/03/2009	Group S\$'000 3 months ended 31/03/2008
Cash flows from operating activities:		
Profit/(loss) before taxation	(3,111)	155
Adjustments for:		
Amortisation of intangible assets	6	4
Depreciation of property, plant and equipment	708	853
Interest income	(1)	(7)
Interest expense	573	649
Gain on disposal of property, plant and equipment	(5)	-
Negative goodwill on acquisition of investment in associated company	(63)	-
Allowance for inventories obsolescence	2	-
Write back of allowance for impairment of doubtful receivables (Non-trade)	(4)	(4)
Share of results from an associated company	9	(70)
Net effect of exchange rate changes in consolidating subsidiaries	179	358
Operating cash flow before reinvestment in working capital	(1,707)	1,938
(Increase)/decrease in trade receivables	2,844	125
(Increase)/decrease in other receivables and prepayments	(141)	(479)
(Increase)/decrease in inventories	969	(754)
Increase/(decrease) in trade payables	(1,586)	(2,148)
Increase/(decrease) in other payables	(462)	(676)
Cash generated from operations	(83)	(1,994)
Interest paid	(573)	(649)
Interest received	1	7
Income tax paid	(100)	(246)
Net cash generated from/(used in) operating activities	(755)	(2,882)
Cash flows from investing activities:		
Purchase of property, plant and equipment	(203)	(329)
Acquisition of associated company	-	(360)
Net cash generated from/(used in) investing activities	(203)	(689)
Cash flows of financing activities:		
(Repayments of)/proceeds from loans, net	(167)	1,753
Repayments of finance leases	(44)	(119)
Net cash (used in)/generated from financing activities	(211)	1,634
Net decrease in cash and cash equivalents	(1,169)	(1,937)
Cash and cash equivalents at beginning of financial year	3,698	5,567
Cash and cash equivalents at end of financial year	2,529	3,630
CASH AND CASH EQUIVALENTS		
Cash and bank balances	2,220	3,629
Fixed deposits	309	1
	2,529	3,630

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

	Share capital	Treasury shares	Share premium	Share option reserves	Statutory reserves	Foreign currency translation reserves	Fair value adjustment reserves	Revenue reserves	Total	Minority interest	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Group											
Balance at 1 January 2008	50,520	(318)	-	185	2,428	(6,790)	(3,326)	54	42,753	490	43,243
Profit for the financial year	-	-	-	-	-	-	-	146	146	(20)	126
Transfer from revenue reserve to legal reserve	-	-	-	-	23	-	-	(23)	-	-	-
Fair value changes	-	-	-	-	-	-	(1,287)	-	(1,287)	-	(1,287)
Translation adjustments	-	-	-	-	-	(191)	-	-	(191)	(1)	(192)
Balance at 31 March 2008	50,520	(318)	-	185	2,451	(6,981)	(4,613)	177	41,421	469	41,890
Balance at 31 December 2008	50,520	(318)	-	185	2,027	(4,149)	(7,190)	(5,818)	35,257	45	35,302
Profit for the financial year	-	-	-	-	-	-	-	(3,113)	(3,113)	(78)	(3,191)
Transfer from revenue reserve to legal reserve	-	-	-	-	(127)	-	-	127	-	-	-
Translation adjustment	-	-	-	-	-	46	-	-	46	-	46
Balance at 31 March 2009	50,520	(318)	-	185	1,900	(4,103)	(7,190)	(8,804)	32,190	(33)	32,157
Company											
Balance at 1 January 2008	50,520	(318)	-	185	-	-	(3)	84	50,468	-	50,468
Loss for the financial year	-	-	-	-	-	-	-	(123)	(123)	-	(123)
Balance at 31 March 2008	50,520	(318)	-	185	-	-	(3)	(39)	50,345	-	50,345
Balance at 31 December 2008	50,520	(318)	-	185	-	-	(6)	344	50,725	-	50,725
Loss for the financial year	-	-	-	-	-	-	-	(164)	(164)	-	(164)
Balance at 31 March 2009	50,520	(318)	-	185	-	-	(6)	180	50,561	-	50,561

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 also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares 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

There were no changes in the Company's share capital since the end of both financial periods reported on.

Option granted under the Eurotronic Employees' Share Option Scheme outstanding as at 31 March 2009 is 861,800 (31 March 2008: 942,400).

The Company had 2,500,000 shares is held as treasury shares.

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.

	3 months ended 31/03/2009	Year ended 31/12/2008
Number of issued shares	338,554,577	338,554,577
Less: Number of treasury shares	(2,500,000)	(2,500,000)
Number of issued shares excluding treasury shares	<u>336,054,577</u>	<u>336,054,577</u>

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

	3 months ended 31/03/2009	Year ended 31/12/2008
Balance brought forward	2,500,000	2,500,000
Purchase of treasury shares	-	-
Transfer to Eurotronic Performance Shares	-	-
Balance of treasury shares	<u>2,500,000</u>	<u>2,500,000</u>

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

The figures have not been audited or reviewed by the Company's auditors.

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

Not applicable.

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 preparation of the financial statements for the current reporting period compared with the most recent audited financial statements as at 31 December 2008.

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

Not applicable.

6. Earnings 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

	Group	
	31/03/2009	31/03/2008
Earnings per ordinary share ("EPS") for the period based on net profit attributable to the shareholders		
(i) Based on weighted average number of ordinary shares in issue ; and	(0.93 cents)	0.04 cents
(ii) On a fully diluted basis	(0.93 cents)	0.04 cents

(i) EPS for quarter ended 31 March 2009 on existing issued share capital is computed based on the weighted average number of shares in issue during the year of 336,054,577 (31/03/2008 : 336,054,577) ordinary shares.

(ii) There is no dilution in respect of the share options outstanding for the end of both financial periods reported on.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	Group			Company		
	31/03/09	31/12/08	Change	31/03/09	31/12/08	Change
Net asset value ("NAV") backing per ordinary share based on the total number of issued shares excluding treasury shares as at the end of the period reported on	9.58 cents	10.49 cents	(8.67%)	15.05 Cents	15.09 cents	(0.27%)

Note:

NAV per ordinary share is computed based on number of shares in issue of 336,054,577 (31/12/2008 : 336,054,577) as at 31 March 2009.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

Income Statement

The Group's revenue in 1Q2009 decreased from S\$20.9 million in 1Q2008 to S\$10.5 million. This decrease was largely due to the global economic downturn and market uncertainties.

The decrease in the overall gross profit margin in 1Q2009 was attributable to lower factory utilization in Jan and Feb 2009.

Owing to the stringent cost containment practices the Group has put in place, there is a decrease in selling and distribution expenses in 1Q2009 compared to 1Q2008.

Due to the reduction of bank interest rates, finance costs decreased to S\$573,000 in 1Q2009 from S\$649,000 in 1Q2008.

Profit before income tax registered a negative figure of S\$3.1 million. This was substantially due to low capacity utilization from all the factories in the Group.

Balance sheet

Due to the reduction in revenue, trade receivables decreased by S\$2.8 million from S\$17.3 million in 4Q2008 to S\$14.4 million in 1Q2009.

Inventory went down from S\$17.6 million in 4Q2008 to S\$16.6 million in 1Q2009 due to the Group's inventory clearance measures to reduce aging stocks.

Net current liabilities decreased by S\$0.4 million due to repayment of borrowings. Cash and bank balances reduced by S\$1.2 million. This was primarily due to operating loss suffered by the Group for this quarter.

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

No forecast or prospect statement was disclosed to shareholders previously.

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 affect the group in the next reporting period and the next 12 months

The effects of the unprecedented global economic crisis continued to linger. It remains difficult to predict the length and severity of this downturn and the decline in Asian exports continues to impact the global electronic industry negatively.

The Group's manufacturing capacity utilization rate hit historic low levels. However, the Group is encouraged by an increase in incoming orders at the end of Q1 which gives the Group visibility of sales orders till end of first half of 2009. Owing to the unpredictability of present market conditions, it remains largely uncertain to the Group if this trend is a sustainable one.

The Group will continue to maintain a high degree of operational efficiency. The focus in immediate term will be expanding the Group's coverage in Southern China to gain market share.

The demand for electronic components is a derived one, directly related to the spending patterns of the end consumers. With a series of government stimulus packages already launched in various countries with the aim of boosting credit lending and stimulating demand, the Group hopes a foundation for a return of consumer confidence has been laid.

Going forward, the Group's priority remains in investing for the long term to drive future growth in our core businesses.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

No dividend has been recommended by the Directors for the first quarter ended 31 March 2009.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 13. Segmented 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.**

Not applicable

- 14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Not applicable

- 15. A breakdown of sales.**

Not applicable

- 16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.**

Total Annual Dividend

	Latest Full Year (2009)	Previous Full Year (2008)
Ordinary	-	-
Preference	-	-
Total:	-	-

Confirmation by the Board pursuant to Rule 705(4) of the Listing Manual of SGX-ST.

On behalf of the Board of Directors of the Company, we, Huang Shih An and Huang Chuang Shueh Ou, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the 1Q2009 financial results for the financial period ended 31 March 2009 set out above to be false or misleading in any material aspect.

On behalf of the Board of Directors
of Europtronic Group Ltd

Huang Shih An
Chairman
14 May 2009

Huang Chuang Shueh Ou
Vice Chairman