



FRENCKEN GROUP LIMITED
(Company Registration No. 199905084D)

Announcement

Guidance on Financial Performance for FY2012

The Board of Directors of Frencken Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Group’s announcement dated 8 November 2012 on its results for the third quarter of its financial year ended 31 December 2012 (“FY2012”).

In the aforesaid announcement, the Group provided the following guidance of its FY2012 performance: “Business conditions are likely to remain challenging in the last quarter of 2012. Hence, the Group expects a loss in FY2012.”

Based on a review of its unaudited results for FY2012, the Group wishes to inform that it now expects to report a higher than anticipated loss for FY2012 due mainly to the impairment losses for goodwill and deferred development costs coupled with an increase in income tax expenses arising from the reversal of deferred tax asset recognised in previous financial years for a subsidiary within the EMS Division. The aforesaid items have no impact on the Group’s cash flow.

Further information will be provided when the Group releases its unaudited financial statements for FY2012 after trading hours on Thursday, 28 February 2013.

On behalf of the Board

Gooi Soon Hock
Executive Director

21 February 2013

About Frencken Group

Frencken Group Limited is a high-technology capital and consumer equipment service provider that provides complete and integrated one-stop outsourcing solutions in partnership with its customers in the capital equipment, automotive and consumer industries.

The Group’s business is classified under two main divisions:

- *The Mechatronics Division provides solutions for the design, development and production of complex, high precision industrial machinery and capital equipment for the medical, semiconductor, analytical and industrial automation industries.*
- *The EMS Division offers integrated design and manufacturing services for automotive, office automation, consumer and industrial products.*

Leveraging on the advanced capabilities of strategically located production facilities in The Netherlands, Singapore, Malaysia, Indonesia, Thailand, China, India and the USA, the Group provides a comprehensive range of product solutions that span the entire value chain - from initial product design, development and prototyping, to engineering, final test, and series manufacturing.

The Group serves a diversified customer base that comprises renowned global companies in the medical, semiconductor, analytical, industrial automation, automotive, office automation and consumer industries.

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