



Elec & Eltek 依利安達

Elec & Eltek International Company Limited

(Incorporated in the Republic of Singapore)

Company Registration Number 199300005H

UNAUDITED FINANCIAL STATEMENT FOR THE FIRST QUARTER ENDED 31 MARCH 2010

1(a) An income statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

(I) Income Statement of the Group, comprising the Company and its subsidiary companies, for the first quarter ended 31 March 2010 (“1QCY10”) together with the comparative figures for the first quarter ended 31 March 2009 (“1QCY09”) and the fourth quarter ended 31 December 2009 (“4QCY09”).

US\$'000	1QCY10	1QCY09	% Change	4QCY09	% Change
Revenue	135,292	83,372	62.3%	127,175	6.4%
Cost of sales	(105,604)	(70,700)	49.4%	(98,317)	7.4%
Gross profit	29,688	12,672	134.3%	28,858	2.9%
<i>Gross profit margin</i>	21.9%	15.2%		22.7%	
Interest income	153	115	33.0%	80	91.3%
Distribution & selling costs	(3,352)	(2,705)	23.9%	(2,553)	31.3%
Administrative costs	(7,170)	(6,380)	12.4%	(7,483)	-4.2%
Other operating income	306	217	41.0%	324	-5.6%
Finance costs	(272)	(534)	-49.1%	(354)	-23.2%
Share of profits of an associate	-	371	n/m	390	n/m
Profit before taxation	19,353	3,756	415.3%	19,262	0.5%
Income tax expense	(1,075)	(317)	239.1%	(1,274)	-15.6%
Profit for the financial period	18,278	3,439	431.5%	17,988	1.6%
Profit attributable to:					
Owners of the Company	18,057	3,536	410.7%	17,764	1.6%
Minority interests	221	(97)	n/m	224	-1.3%
	18,278	3,439	431.5%	17,988	1.6%

n/m - percentage not meaningful

(II) Notes to Income Statement:

US\$'000	1QCY10	1QCY09	% Change	4QCY09	% Change
Depreciation and amortisation	11,761	11,819	-0.5%	12,137	-3.1%
Allowance / (reversal of allowance) for doubtful debts	55	192	-71.4%	(181)	n/m
Reversal of allowance for inventory obsolescence	(243)	(161)	50.9%	(634)	-61.7%
Loss / (gain) on foreign exchange	153	(68)	n/m	47	225.5%

n/m - percentage not meaningful

Explanatory notes to Income Statement

1. Gross profit

Gross profit surged by US\$17.0 million or 134.3% year-on-year to US\$29.7 million in 1QCY10 in tandem with a 62.3% increase in revenue to US\$135.3 million as compared to US\$83.4 million in the same period last year.

2. Allowance for doubtful debts

The allowance for doubtful debts refers to the provision made on overdue receivables.

3. Reversal of allowance for inventory obsolescence

The reversal of allowance for inventory obsolescence was related to the progressive consumption of slow-moving inventories which provision has been made previously.

4. Distribution & selling costs

The increase in distribution & selling costs by 23.9% year-on-year to US\$3.4 million in 1QCY10 was attributable to higher shipments made in the quarter under review.

5. Administrative costs

The administrative costs increased by 12.4% year-on-year to US\$7.2 million in 1QCY10 due to provision of management bonus.

6. Other operating income

The higher other operating income was mainly attributable to additional rental income arising from renting out new factory space.

7. Finance costs

The decrease in finance costs by 49.1% to US\$0.3 million in 1QCY10 as compared to the same period last year was attributable to lower bank borrowings and low interest rate environment.

8. Share of profits of an associate

The share of profits of an associate ceased since December 2009 following the Group's disposal of the equity interest in the associate.

9. Income tax expense

The income tax expense increased by US\$0.8 million in 1QCY10 as compared to the same period last year due to higher profit recorded for the quarter under review. The Group's effective tax rate for 1QCY10 was 5.6% as compared to 8.4% in 1QCY09.

10. Minority interests

The amount of US\$0.2 million recorded in 1QCY10 pertained to profit sharing with minority shareholders of the PRC subsidiaries whereas the reversal in the same period last year was related to the over-provision of profit sharing with minority shareholders made previously.

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.

US\$'000	GROUP		COMPANY	
	31.3.2010	31.12.2009	31.3.2010	31.12.2009
ASSETS				
Current assets				
Cash and bank balances	104,803	60,054	351	43
Trade receivables	139,922	130,243	-	-
Bills receivables	8,054	6,367	-	-
Other receivables	10,556	10,022	12	3
Amounts due from subsidiary companies	-	-	352,546	327,154
Inventories	51,249	39,738	-	-
Total current assets	314,584	246,424	352,909	327,200
Non-current assets				
Property, plant and equipment	345,179	347,115	16	17
Deposits for acquisition of plant and equipment	5,441	1,253	-	-
Investment properties	19,262	19,262	-	-
Subsidiary companies	-	-	23,071	23,071
Deferred tax assets	1,399	1,437	-	-
Total non-current assets	371,281	369,067	23,087	23,088
Total assets	685,865	615,491	375,996	350,288
LIABILITIES AND EQUITY				
Current liabilities				
Bank overdrafts and loans	51,938	53,532	-	-
Trade payables	110,551	84,573	-	-
Bills payables	1,728	1,588	-	-
Other payables	29,573	30,089	354	371
Amounts due to subsidiary companies	-	-	173,488	199,507
Provision for taxation	2,799	2,044	-	-
Total current liabilities	196,589	171,826	173,842	199,878
Non-current liabilities				
Bank loans	74,261	63,920	-	-
Deferred tax liabilities	2,417	2,416	-	-
Total non-current liabilities	76,678	66,336	-	-
Total liabilities	273,267	238,162	173,842	199,878
Capital, reserves and minority interests				
Share capital	112,792	98,656	112,792	98,656
Treasury shares	(1,356)	(1,356)	(1,356)	(1,356)
Reserves	291,710	270,765	90,718	53,110
Equity attributable to owners of the Company	403,146	368,065	202,154	150,410
Minority interests	9,452	9,264	-	-
	412,598	377,329	202,154	150,410
Total liabilities and equity	685,865	615,491	375,996	350,288

Financial Position Analysis

The increase in the Group's total assets by US\$70.4 million to US\$685.9 million as at 31 March 2010 from US\$615.5 million in the preceding quarter was mainly due to higher trade receivables and inventories in line with the higher shipments and activities in 1QCY10. Besides, the receipt of subscription monies during the March 2010 quarter pursuant to the exercise of share options and the robust cash flow generated from operations ended the March 2010 quarter with higher bank balances of US\$104.8 million as compared to US\$60.0 million as at 31 December 2009.

The Group's total liabilities increased to US\$273.3 million as at 31 March 2010 from US\$238.2 million as at 31 December 2009 on higher trade payables for purchases made in line with the higher activities in 1QCY10.

The increase in owners' equity of the Group to US\$403.1 million as at 31 March 2010 from US\$368.1 million as at 31 December 2009 was mainly contributed by the profit achieved for the March 2010 quarter and an increase in share capital on allotment and issue of 6,953,000 shares pursuant to the exercise of share options.

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

Amount repayable in one year or less, or on demand

As at 31.3.2010		As at 31.12.2009	
Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Nil	51,938	Nil	53,532

Amount repayable after one year

As at 31.3.2010		As at 31.12.2009	
Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Nil	74,261	Nil	63,920

Details of any collateral

Not applicable.

Notes on net borrowings position

US\$'000	As at 31.3.2010	As at 31.12.2009
Bank overdrafts and loans	126,199	117,452
Less: Cash and bank balances	(104,803)	(60,054)
Net borrowings position	<u>21,396</u>	<u>57,398</u>

Group's net borrowings position decreased significantly by US\$36.0 million or 62.7% to US\$21.4 million as at 31 March 2010 from US\$57.4 million for the December 2009 quarter as a result of robust operating cash flow generated and the receipt of subscription monies pursuant to the exercise of share options.

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

US\$'000	1QCY10	1QCY09	4QCY09
Operating activities			
Profit before taxation	19,353	3,756	19,262
Adjustments for:			
Allowance / (reversal of allowance) for doubtful debts	55	192	(181)
Depreciation of property, plant and equipment	11,761	11,819	12,137
Finance costs	272	534	354
(Gain)/loss on disposal of property, plant and equipment	(5)	21	1,270
Loss on fair value change of investment properties	-	-	5
Reversal of allowance for inventory obsolescence	(243)	(161)	(634)
Share-based payment expense	10	46	43
Interest income	(153)	(115)	(80)
Share of profits of an associate	-	(371)	(390)
Operating income before movements in working capital	31,050	15,721	31,786
(Increase) / decrease in inventories	(11,268)	3,984	(1,226)
(Increase) / decrease in trade and other receivables	(11,955)	20,872	(8,460)
Increase / (decrease) in trade and other payables	25,602	(33,193)	2,128
Net cash generated from operations	33,429	7,384	24,228
Interest income received	153	115	80
Interest paid	(272)	(534)	(354)
Income taxes paid	(282)	(101)	(1,148)
Net cash from operating activities	33,028	6,864	22,806
Investing activities			
Proceeds from disposal of property, plant and equipment	-	11	1,436
Purchase of property, plant and equipment	(8,047)	(1,875)	(5,754)
Increase in deposits paid for acquisition of property, plant and equipment	(4,188)	(868)	(446)
Disposal of an associate	-	-	10,583
(Advance to) / repayment of advance from an associate	-	(1,718)	1,718
Dividend received from an associate	-	401	-
Net cash (used in) / from investing activities	(12,235)	(4,049)	7,537
Financing activities			
Proceeds from bank borrowings	28,990	-	8,995
Repayment of bank borrowings	(20,458)	(22,088)	(15,821)
Proceeds from share issue pursuant to the exercise of share options	14,136	-	-
Dividends paid by subsidiary companies to minority shareholders	-	(203)	-
Net cash from / (used in) financing activities	22,668	(22,291)	(6,826)
Net increase / (decrease) in cash and cash equivalents	43,461	(19,476)	23,517
Cash and cash equivalents at the beginning of the financial period	60,054	68,670	40,619
Effect of foreign exchange rate changes on the balances of cash held in foreign currencies, net	1,073	1,875	(4,082)
Cash and cash equivalents at the end of the financial period	104,588	51,069	60,054

Cash and cash equivalents comprise the following breakdown:

US\$'000	1QCY10	1QCY09	4QCY09
Cash and bank balances	104,803	51,273	60,054
Bank overdrafts - unsecured	(215)	(204)	-
	<u>104,588</u>	<u>51,069</u>	<u>60,054</u>

1(d) A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

US\$'000	1QCY10	1QCY09	4QCY09
Profit for the financial period	18,278	3,439	17,988
Other comprehensive income / (expenses) :			
Exchange differences on translation of foreign operations	2,845	115	258
Reclassification adjustment for gain included in profit or loss for disposal of an associate	-	-	(1,202)
	<u>2,845</u>	<u>115</u>	<u>(944)</u>
Revaluation of property	-	-	720
Other comprehensive income / (expense) for the financial period	<u>2,845</u>	<u>115</u>	<u>(224)</u>
Total comprehensive income for the financial period	<u>21,123</u>	<u>3,554</u>	<u>17,764</u>
Total comprehensive income / (expense) attributable to:			
Owners of the Company	20,935	3,720	17,600
Minority interests	188	(166)	164
	<u>21,123</u>	<u>3,554</u>	<u>17,764</u>

1(e)(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.

USS'000	Attributable to owners of the Company											Total equity
	Share capital	Treasury shares	Capital reserve	Statutory reserve	Revaluation reserve	Other reserve	Retained earnings	Foreign currency translation reserve	Share option reserve	Total	Minority interests	
GROUP												
1QCY10												
Balance at 31.12.2009	98,656	(1,356)	2,702	3,612	2,167	166	246,498	13,701	1,919	368,065	9,264	377,329
Changes in equity for 1QCY10												
Total comprehensive income for the financial period	-	-	-	-	-	-	18,057	2,878	-	20,935	188	21,123
Shares issued pursuant to the exercise of share options	14,136	-	-	-	-	-	-	-	-	14,136	-	14,136
Transfer to capital reserve upon exercise of share options	-	-	1,566	-	-	-	-	-	(1,566)	-	-	-
Amortisation for the vesting period (Share-based payments)	-	-	-	-	-	-	-	-	10	10	-	10
Transfer to retained earnings upon lapse of share options	-	-	-	-	-	-	22	-	(22)	-	-	-
Transfer from retained earnings to capital reserve	-	-	67	-	-	-	(67)	-	-	-	-	-
Balance at 31.3.2010	<u>112,792</u>	<u>(1,356)</u>	<u>4,335</u>	<u>3,612</u>	<u>2,167</u>	<u>166</u>	<u>264,510</u>	<u>16,579</u>	<u>341</u>	<u>403,146</u>	<u>9,452</u>	<u>412,598</u>
1QCY09												
Balance at 31.12.2008	98,656	(1,356)	2,702	3,606	1,447	166	219,582	13,303	1,764	339,870	9,606	349,476
Changes in equity for 1QCY09												
Total comprehensive income / (expense) for the financial period	-	-	-	-	-	-	3,536	184	-	3,720	(166)	3,554
Amortisation for the vesting period (Share-based payments)	-	-	-	-	-	-	-	-	46	46	-	46
Transfer to retained earnings upon lapse of share options	-	-	-	-	-	-	6	-	(6)	-	-	-
Dividend paid in respect of previous financial year	-	-	-	-	-	-	-	-	-	-	(203)	(203)
Balance at 31.3.2009	<u>98,656</u>	<u>(1,356)</u>	<u>2,702</u>	<u>3,606</u>	<u>1,447</u>	<u>166</u>	<u>223,124</u>	<u>13,487</u>	<u>1,804</u>	<u>343,636</u>	<u>9,237</u>	<u>352,873</u>
4QCY09												
Balance at 30.9.2009	98,656	(1,356)	2,702	3,612	1,447	166	228,734	14,585	1,876	350,422	9,100	359,522
Changes in equity for 4QCY09												
Total comprehensive income for the financial period	-	-	-	-	720	-	17,764	(884)	-	17,600	164	17,764
Amortisation for the vesting period (Share-based payments)	-	-	-	-	-	-	-	-	43	43	-	43
Balance at 31.12.2009	<u>98,656</u>	<u>(1,356)</u>	<u>2,702</u>	<u>3,612</u>	<u>2,167</u>	<u>166</u>	<u>246,498</u>	<u>13,701</u>	<u>1,919</u>	<u>368,065</u>	<u>9,264</u>	<u>377,329</u>

US\$'000	Share capital	Treasury shares	Capital reserves	Retained earnings	Share option reserve	Total equity
COMPANY						
1QCY10						
Balance at 31.12.2009	98,656	(1,356)	-	52,048	1,062	150,410
Changes in equity for 1QCY10						
Total comprehensive income for the financial period	-	-	-	37,605	-	37,605
Shares issued pursuant to the exercise of share options	14,136	-	-	-	-	14,136
Transfer to capital reserve upon exercise of share options	-	-	1,049	-	(1,049)	-
Amortisation for the vesting period (Share-based payments)	-	-	-	-	3	3
Transfer to retained earnings upon lapse of share options	-	-	-	12	(12)	-
Balance at 31.3.2010	112,792	(1,356)	1,049	89,665	4	202,154
1QCY09						
Balance at 31.12.2008	98,656	(1,356)	-	29,095	979	127,374
Changes in equity for 1QCY09						
Total comprehensive expense for the financial period	-	-	-	(394)	-	(394)
Amortisation for the vesting period (Share-based payments)	-	-	-	-	21	21
Balance at 31.3.2009	98,656	(1,356)	-	28,701	1,000	127,001
4QCY09						
Balance at 30.9.2009	98,656	(1,356)	-	24,916	1,042	123,258
Changes in equity for 4QCY09						
Total comprehensive income for the financial period	-	-	-	27,132	-	27,132
Amortisation for the vesting period (Share-based payments)	-	-	-	-	20	20
Balance at 31.12.2009	98,656	(1,356)	-	52,048	1,062	150,410

1(e)(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.

1(e)(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

1(e)(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

Share capital

Since the end of the last financial year, the share capital of the Company increased from US\$98.7 million to US\$112.8 million due to the allotment and issue of 6,953,000 shares pursuant to the exercise of share options under the expired 2002 Elec & Eltek Employees' Share Options Scheme (the "2002 Scheme").

Consequently, the number of issued shares increased to 185,840,062 as at 31 March 2010 from 178,887,062 issued shares excluding treasury shares as at 31 December 2009.

The treasury shares held by the Company were not used for any allowed application and as at 31 March 2010, the Company held 748,000 (31 March 2009: 748,000) treasury shares.

Share options

Consequent to the issuance of 6,953,000 ordinary shares to the eligible share option holders under the 2002 Scheme, option to subscribe for 2,076,200 ordinary shares remain outstanding as at 31 March 2010 compared to 9,299,800 ordinary shares as at 31 March 2009. Options granted and outstanding under the 2002 Scheme will continue to be valid and be subject to the rules of the 2002 Scheme.

The movement of outstanding share options of the Company for the financial period from 1 January 2010 to 31 March 2010 was set out below:

Date of grant	Subscription price per share (US\$)	Outstanding balance as at 1.1.2010	Lapsed	Exercised	Outstanding balance as at 31.3.2010	Expiry date
24 Jun 2005	2.033	8,275,200	(12,000)	(6,953,000)	1,310,200	24 May 2010
29 Sep 2005	2.375	120,000	(60,000)	-	60,000	4 Sep 2010
12 Dec 2006	2.400	731,000	(25,000)	-	706,000	12 Nov 2011
TOTAL		9,126,200	(97,000)	(6,953,000)	2,076,200	

There was no share option granted in 1QCY10 under the 2008 Elec & Eltek Employees' Share Option Scheme which was adopted by the Company on 9 May 2008.

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

The figures for 1QCY10 have not been audited or reviewed by the auditors.

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

The Group and the Company have applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period compared with the audited financial statements for the year ended 31 December 2009.

5. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

United States cents	1QCY10	1QCY09	4QCY09
Earnings per share			
5.1 Based on weighted average number of ordinary shares in issue	10.08	1.98	9.93
Weighted average number of ordinary shares in issue ('000)	179,119	178,887	178,887
5.2 On a fully diluted basis	10.08	1.98	9.93
Adjusted weighted average number of ordinary shares ('000)	179,119	178,887	178,887

**6. 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 financial period reported on; and
(b) immediately preceding financial year.**

US\$	GROUP		COMPANY	
	31.3.2010	31.12.2009	31.3.2010	31.12.2009
Net asset value (including minority interests) per ordinary share based on total number of issued shares excluding treasury shares at end of financial period *	2.22	2.11	1.09	0.84

* Based on 185,840,062 issued shares excluding treasury shares as at 31 March 2010 (31 December 2009: 178,887,062 issued shares).

**7. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-
(a) 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; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

The Group starts 2010 with a strong ever first quarter results. The board base recovery in the electronics markets led by strengthen demand in a diverse range of end market segments including telecommunication and networking, computer and peripherals, continued its momentum into 1QCY10. Our dedication and commitment to execute excellency for our customers enabled the Group to capitalize on an improving overall demand environment, and driving sales to a new height.

Our foray into the High Density Interconnect (“HDI”) printed circuits boards (“PCBs”) product sector continues to show positive growth, where proportion of HDI business has expanded to 8.7% in 1QCY10 from 3.2% in the same period last year. The proportion of 2- to 6- layers and 8-layer and above PCBs sales accounted for 67.7% and 23.6% of the total PCBs sales in 1QCY10 as compared to 70.0% and 26.8% respectively a year ago. Group’s turnover achieved for 1QCY10 was US\$135.3 million, represents an increase of US\$51.9 million or 62.3% against the same corresponding period in the last financial year.

Gross profit surged by US\$17.0 million or 134.3% year-on-year to US\$29.7 million in 1QCY10 in tandem with highest sales revenue. Gross profit margin improved to 21.9% in 1QCY10 compared to 15.2% a year ago primarily due to improved yields, better economies of scale, and favorable product mix.

Even with the improving operating leverage, the Group continued to manage its overall costs in a proactive and dynamic manner, these efforts has translated into achieving a record high quarterly net profit of US\$18.1 million in 1QCY10, represents an increase of 410.7% against US\$3.5 million in the same period last year. Net profit margin improved significantly to 13.3% in 1QCY10 from 4.2% in 1QCY09.

The Group continued to maintain its healthy financial position with prudence working capital management and generated a strong cash flow of US\$33.0 million in 1QCY10. In March 2010, the Group received subscription monies of US\$14.1 million from our eligible share option holders to exercise 6,953,000 share options under the 2002 Elec & Eltek Employees Share Option Scheme.

As a result, the Group ended the March 2010 quarter with US\$104.8 million of cash on hand and consequently recorded its historically lowest net gearing ratio at 5.2% as at March 2010 quarter end as compared to 15.2% as at 31 December 2009.

In the opinion of the Directors, no factor has arisen during the period from 31 March 2010 to the date of this report that would materially affect the results of the Company and/or the Group for the period.

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

Not applicable.

9. A commentary at the date of the announcement of the significant trends and 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.

Although the Group has executed well in all phases of the recent economic downturn as well as the subsequent recovery, the management team is mindful of the still less than certain economic conditions going forward.

Nevertheless, customers' projection indicates that business in second quarter will remain strong, in particular, we expect corporations to increase spending as the economy recovers. Most of our PCB plants continue to operate at full capacity in April. The Group is also scaling up both its capacities and capability so as to capture the buoyant growth in China domestic market and the recovering export market.

Raw material prices are expected to rise in the coming months before new capacities come on stream for mass production and as a result, the average selling prices of PCBs are also expected to rise gradually to cushion the increase in PCB raw material prices.

While the Group expects to enjoy the benefits of growth in regional business opportunities, it has to face and manage various regional challenges, such as increase in minimum wages of PRC employees and higher overhead costs adjusting to the prospective strengthening RMB. The Group is carefully monitoring the effects of these cost increases on the Group's business, but through improving productivity, we are confident that the Group would continue to deliver satisfactory performance for our shareholders.

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economics conditions, shifts in customer demands, customers and partners, and government and policy changes. You are cautioned not to place undue reliance on these forward looking statements which are based on current view of management on future events.

10. If no dividend has been declared/recommended, a statement to that effect.

No dividend will be declared for 1QCY10 (1QCY09: Nil).

11. Interested Persons Transactions

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)	
	1QCY10	1QCY09	1QCY10	1QCY09
<u>Purchases of goods and services</u>				
Chung Shun Copper Foil (Macao Commercial Offshore) Limited	-	-	13,580	4,564
Chung Shun Laminates (Macao Commercial Offshore) Limited	634	-	17,597	6,752
Elec & Eltek Corporate Services Limited	156	120	-	-
Heng Yang Kingboard Chemical Co., Ltd	-	-	1,112	2,320
Hong Kong Fibre Glass Company Limited	-	-	4,395	898
Huizhou Chung Shun Chemical Co., Ltd.	-	-	115	44
Jiangmen Glory Faith PCB Co. Ltd.	-	-	5	14
Joyful Source Group Limited	758	329	-	-
Kingboard Investments Limited	304	79	-	-
Oriental Faith Investment Ltd.	10	-	-	-
Techwise (Macao Commercial Offshore) Circuits Limited	-	-	-	23
Top Faith PCB Co. Ltd.	-	-	52	650
	1,862	528	36,856	15,265
<u>Provision of goods and services</u>				
Elec & Eltek Display Technology Limited	5	4	-	-
Express Electronics Ltd	-	-	2,204	-
Express Electronics (Suzhou) Co. Ltd	-	-	333	-
Jiangmen Glory Faith PCB Co. Ltd.	-	-	1,421	652
Shenzhen Wing Fung PCB Company Limited	-	-	20	7
Techwise (Macao Commercial Offshore) Circuits Limited	-	-	361	20
Top Faith PCB Co. Ltd.	-	-	2,541	72
	5	4	6,880	751

BY ORDER OF THE BOARD

Chadwick Mok Cham Hung
Vice-Chairman
28 April 2010



Elec & Eltek 依利安達

Elec & Eltek International Company Limited

(Incorporated in the Republic of Singapore)

Company Registration Number 199300005H

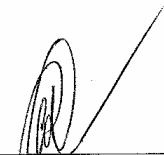
CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

We, Chadwick Mok Cham Hung and Chan Wing Kwan, 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 financial statements for the first quarter ended 31 March 2010 to be false or misleading.

On behalf of the Board of Directors



Chadwick Mok Cham Hung
Vice-Chairman



Chan Wing Kwan
Director

28 April 2010