

BEYONICS TECHNOLOGY LIMITED

Full Year Financial Statements And Dividend Announcement

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

	Group Year Ended 31/07/2005 S\$'000	Group Year Ended 31/07/2004 S\$'000	Change %
Revenue	1,027,035	951,673	7.9
Cost of sales	(967,493)	(896,858)	7.9
Gross profit	59,542	54,815	8.6
Other Income	950	458	107.4
	60,492	55,273	9.4
General and administrative costs	(27,410)	(26,077)	5.1
Selling and marketing expenses	(1,847)	(2,394)	(22.8)
Profit from operating activities	31,235	26,802	16.5
Finance costs	(1,159)	(1,501)	(22.8)
Profit before taxation and minority interests	30,076	25,301	18.9
Taxation	(2,476)	(2,165)	14.4
Profit after taxation	27,600	23,136	19.3
Minority interests	86	(168)	(151.2)
Net profit attributable to shareholders	27,686	22,968	20.5

Additional information for the income statement

	Year Ended 31/07/2005 S\$'000	Year Ended 31/07/2004 S\$'000
Depreciation and amortisation	(22,206)	(26,022)
Interest on borrowings	(1,159)	(1,501)
Foreign exchange loss	(1,001)	(511)
Write back of provision for doubtful debts	738	1,115
Write back of provision for stock obsolescence	79	519
Fixed assets written off	(144)	(606)
Loss on disposal of fixed assets	(124)	(191)
Interest income	223	60

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

	Group 31/07/2005 S\$'000	Group 31/07/2004 S\$'000	Company 31/07/2005 S\$'000	Company 31/07/2004 S\$'000
Non-Current Assets				
Fixed Assets	179,505	162,762	-	-
Subsidiary companies	-	-	142,780	142,277
Long-term investments	703	788	-	11
Investment properties	4,423	4,517	-	-
Intangible assets	19,217	19,217	-	-
	203,848	187,284	142,780	142,288
Current Assets				
Stocks	67,046	60,891	-	-
Trade debtors	112,761	112,367	-	-
Other debtors	18,265	18,506	1,057	10
Amount due from subsidiary companies	-	-	107,565	123,481
Short-term investments	197	110	197	110
Fixed deposits	14,450	769	14,062	-
Cash and bank balances	71,888	56,659	2,936	205
	284,607	249,302	125,817	123,806
Current Liabilities				
Trade creditors	140,944	129,027	-	-
Other creditors and accruals	27,285	24,744	749	592
Amount due to subsidiary companies	-	-	-	7,133
Hire purchase creditors	472	1,605	-	-
Provision for taxation	2,522	2,511	17	126
Bank borrowings	40,988	40,852	14,200	31,600
	212,211	198,739	14,966	39,451
Net Current Assets	72,396	50,563	110,851	84,355
Non-Current Liabilities				
Hire purchase creditors	196	678	-	-
Deferred taxation	3,050	4,241	-	-
	3,246	4,919	-	-
Net Assets	272,998	232,928	253,631	226,643
Capital and Reserves				
Share capital	131,584	115,026	131,584	115,026
Share premium	118,740	114,294	118,740	114,294
Capital reserves	7,369	7,369	-	-
Merger reserve	-	-	25,036	25,036
Retained earnings / (Accumulated losses)	30,467	7,478	(21,729)	(27,713)
Foreign currency translation reserve	(20,714)	(16,807)	-	-
	267,446	227,360	253,631	226,643
Minority interests	5,552	5,568	-	-
Total Equity	272,998	232,928	253,631	226,643

1(b)(ii) Aggregate amount of group's borrowings and debt securities**Amount repayable in one year or less, or on demand**

As at 31/07/2005		As at 31/07/2004	
Secured	Unsecured	Secured	Unsecured
S\$'000 472	S\$'000 40,988	S\$'000 1,605	S\$'000 40,852

Amount repayable after one year

As at 31/07/2005		As at 31/07/2004	
Secured	Unsecured	Secured	Unsecured
S\$'000 196	S\$'000 -	S\$'000 678	S\$'000 -

Details of any collateral

As at 31 July 2005, the Group's secured borrowings comprised outstanding hire purchase balances.

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

	Group Year Ended 31/07/2005 S\$'000	Group Year Ended 31/07/2004 S\$'000
Cash flow from operating activities:-		
Profit before taxation and minority interests	30,076	25,301
Adjustments for:		
Depreciation of fixed assets	22,206	25,110
(Write back of provision)/Provision for impairment in value of investments	(87)	66
Long term investments written off	11	-
Amortisation of goodwill	-	912
Loss on sale of fixed assets	124	191
Fixed assets written off	144	606
Interest expenses	1,159	1,501
Interest income	(223)	(60)
Currency re-alignment	(3,671)	354
Operating profit before working capital changes	49,739	53,981
Increase in stocks	(6,155)	(14,993)
(Increase) / decrease in trade debtors	(394)	18,802
Decrease / (increase) in other debtors	241	(4,956)
Increase / (decrease) in trade creditors	11,917	(17,857)
Increase / (decrease) in other creditors and accruals	2,543	(4,221)
Cash generated from operations	57,891	30,756
Interest paid	(1,159)	(1,501)
Interest income	223	60
Taxation paid	(3,511)	(4,239)
Net cash provided from operating activities	53,444	25,076
Cash flows from investing activities:-		
Purchase of fixed assets	(40,198)	(13,721)
Proceeds from sale of fixed assets	836	1,081
Purchase of long term investments	-	(100)
Net cash used in investing activities	(39,362)	(12,740)
Cash flows from financing activities:-		
Payment of hire purchase obligations	(1,615)	(2,529)
Proceeds / (repayment) of bank borrowings	136	(9,943)
Proceeds from the exercise of share options	3,958	2,228
Proceeds from rights issue (net of issue expenses)	17,046	-
Payment of dividend	(4,697)	(3,572)
Net cash from / (used in) financing activities	14,828	(13,816)
Net increase / (decrease) in cash and cash equivalents	28,910	(1,480)
Cash and cash equivalents at beginning of year	57,428	58,908
Cash and cash equivalents at end of the year	86,338	57,428
Cash and cash equivalents comprise the following balance sheet amounts :-		
Fixed Deposits	14,450	769
Cash and bank balances	71,888	56,659
	86,338	57,428

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

	Group Year Ended 31/07/2005 S\$'000	Group Year Ended 31/07/2004 S\$'000	Company Year Ended 31/07/2005 S\$'000	Company Year Ended 31/07/2004 S\$'000
Share Capital				
Balance at beginning of year	115,026	113,638	115,026	113,638
Issuance of ordinary shares during the year	16,558	1,388	16,558	1,388
Balance at end of year	131,584	115,026	131,584	115,026
Share premium				
Balance at beginning of year	114,294	113,454	114,294	113,454
Premium from issue of ordinary shares upon exercise of share options	1,364	840	1,364	840
Premium from issue of ordinary shares from rights issue	3,351	-	3,351	-
Expenses relating to rights issue	(269)	-	(269)	-
Balance at end of year	118,740	114,294	118,740	114,294
Capital reserves				
Balance at beginning and end of year	7,369	7,369	-	-
Merger reserves				
Balance at beginning and end of year	-	-	25,036	25,036
Retained Earnings / (Accumulated losses)				
Balance at beginning of year	7,478	(11,918)	(27,713)	(30,267)
Profit for the financial year	27,686	22,968	10,681	6,126
Dividends	(4,697)	(3,572)	(4,697)	(3,572)
Balance at end of year	30,467	7,478	(21,729)	(27,713)
Foreign currency translation reserve				
Balance at beginning of year	(16,807)	(14,371)	-	-
Exchange movement arising from translation of:				
share capital, capital reserves and revenue reserve/accumulated losses of subsidiary companies	(2,535)	(1,709)	-	-
long term intercompany loan	(1,372)	(727)	-	-
Balance at end of year	(20,714)	(16,807)	-	-
Total Equity	267,446	227,360	253,631	226,643

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 or 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 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

On 7 June 2005, 55,857,613 new ordinary shares of S\$0.25 each in the capital of the Company were issued pursuant to the rights issue. During the year, the Company issued an equivalent of 10,372,000 ordinary shares of S\$0.25 each upon the exercise of options granted under the Beyonics Share Option Scheme 2000.

As at 31 July 2005, there were unexercised options of 41,068,938 ordinary shares of S\$0.25 each under the Beyonics Share Option Scheme 2000.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

The figures have not been reviewed nor audited.

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

Except for the adoption of FRS 103, Revised FRS 36 and Revised FRS 38 with effect from 1 August 2004, the same accounting policies and method of computation as in the Group's most recently audited financial statements for the financial year ended 31 July 2004 have been applied.

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

	Year Ended 31/07/2005	Year Ended 31/07/2004
Earnings per ordinary share	5.80 cents	5.01 cents
Diluted earnings per ordinary share	5.79 cents	5.00 cents

Earnings per ordinary share is calculated by dividing the net profit attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the year.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-

(a) current financial period reported on; and

(b) immediately preceding financial year

Group	31/07/2005	31/07/2004
Net assets value per ordinary share	50.81 cents	49.41 cents
Company	31/07/2005	31/07/2004
Net assets value per ordinary share	48.19 cents	49.26 cents

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

Group revenue for the financial year ended 31 July 2005 ("FY05") increased by 7.9% to S\$1.03 billion compared to the previous financial year ("FY04") of S\$951.7 million.

Revenue for electronic manufacturing services ("EMS") for FY05 increased by 9.5% to S\$920.6 million compared to FY04 largely due to higher demand of consumer electronics products from existing customers.

Revenue for precision engineering services ("PES") for FY05 decreased by 3.3% to S\$106.4 million compared to FY04 largely due to lower sales in the first quarter of FY05.

Profit from operating activities for FY05 increased to S\$31.2 million due to higher revenue coupled with effective implementation of cost improvement programs and lower depreciation and amortization expenses. As part of the cost improvement programs, the Group undertook a cost rationalization exercise to re-structure its plastics molding and fabrication operations in China and Malaysia.

Finance costs decreased by 22.8% to S\$1.2 million for FY05 compared to FY04 mainly due to lower interest costs.

Net profit attributable to shareholders for FY05 increased by 20.5% to S\$27.7 million.

Basic earnings per share ("EPS") for FY05 increased to 5.80 cents from 5.01 cents in FY04.

The Group maintained a strong balance sheet as at 31 July 2005. Net fixed assets increased by S\$16.7 million largely due to the construction of three new campuses in China and Malaysia and the purchase of machineries and equipment.

The increases in stocks and trade creditors balances were in line with the increase in sales in the last quarter of FY05.

Cash and bank balances and fixed deposits increased substantially mainly due to the proceeds from the rights issue in the last quarter of FY05 and good working capital management.

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

Not applicable

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

With the completion of the integrated EMS campus in Kulai, the Group now has three fully operational manufacturing campuses in Malaysia; the other two existing campuses being in Tampoi and Kota Tinggi.

The Group's PES campus in Changshu, China is also completed and scheduled to be fully operational by the second quarter of FY06. The construction of the fully integrated EMS campus in Suzhou, China is also expected to be completed and operational by the second quarter of FY06. We will consolidate our existing Suzhou operations into this new EMS campus.

We are building up a strong precision plastics toolings team in Kulai to strengthen and consolidate our precision plastics toolings capabilities. We have also undertaken a cost rationalization exercise in our plastics molding and fabrications operations in China and Malaysia as part of our continuous cost control measures to maintain sustainable profitability.

We envisage that with the three new campuses in Kulai, Changshu and Suzhou together with our existing campuses, we will be able to provide fully integrated services to our existing customers and at the same time provide higher capacity and wider range of services for our next phase of growth especially in the China market.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? Yes

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Rate	8.00% per ordinary share
Par Value of shares	S\$0.25
Tax Rate	Exempt

(b) Corresponding Period of the immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Rate	5% per ordinary share (less tax)
Par Value of shares	S\$0.25
Tax Rate	20%

(c) Date payable

The dividend payment will be announced at a later date.

(d) Books closure date

Notice on the closure of the Share Transfer Books and Register of Members of the Company to determine shareholders' entitlement to the recommended first and final dividend will be announced later.

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

Not applicable

**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

	Precision Engineering		Electronic Manufacturing		Distribution & Others		Elimination		Consolidation	
	2005 S\$'000	2004 S\$'000	2005 S\$'000	2004 S\$'000	2005 S\$'000	2004 S\$'000	2005 S\$'000	2004 S\$'000	2005 S\$'000	2004 S\$'000
Segment Revenue										
Sales to External Customers	106,434	110,010	920,601	840,661	-	1,002	-	-	1,027,035	951,673
Intersegment Sales	8,103	6,490	309	146	-	2	(8,412)	(6,638)	-	-
Total Revenue	114,537	116,500	920,910	840,807	-	1,004	(8,412)	(6,638)	1,027,035	951,673
Profit Before Interest and Taxation	12,391	13,033	20,133	14,785	(1,289)	(1,016)	-	-	31,235	26,802
Finance Costs									(1,159)	(1,501)
Profit Before Taxation and Minority Interests									30,076	25,301
Taxation									(2,476)	(2,165)
Minority Interests									86	(168)
Net Profit									27,686	22,968

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

Refer to Section 8 above.

15. A breakdown of sales

	Latest Financial Year S\$'000	Previous Financial Year (S\$'000)	Increase / (Decrease) %
Sales reported for first half year	482,076	471,243	2.3
Operating profit after tax before deducting minority interests reported for first half year	12,179	11,986	1.6
Sales reported for second half year	544,959	480,430	13.4
Operating profit after tax before deducting minority interests reported for second half year	15,421	11,150	38.3

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 (Refer to Para 16 of Appendix 7.2 for the required details)

	Latest Full Year (S\$'000)	Previous Full Year (S\$'000)
Ordinary	10,558	4,697
Preference	0	0
Total:	10,558	4,697

BY ORDER OF THE BOARD

Tay Peng Huat
Company Secretary
27/09/2005