



NEWS RELEASE

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All currency figures stated in this news release are in US Dollars.

FASTECH SYNERGY LTD ANNOUNCES

1Q 2006 FINANCIAL RESULTS

MANILA, Philippines – 25 April 2006. Fastech Synergy Ltd announced today its Financial Results for the first three months ended 31 March 2006.

The Group's net sales for the first quarter of 2006 was \$3.19 million, from net sales of \$3.21 million in the sequential quarter and \$4.65 million net sales in the first quarter of 2005.

Actual production of 86.56 million units for the quarter was up by 2.4%, from 84.55 million units in the preceding quarter.

Value Added Sales, defined as net sales less direct materials cost, was \$2.27 million for the quarter, up by 8% or \$163,000 from \$2.10million in the sequential quarter. This was a result of a better product mix & higher volume shipped during the current period.

Gross loss from the quarter was \$455,000 from a gross loss of \$1.86 million in the fourth quarter last year. The gross loss in the sequential quarter however, included the one-time audit adjustment totaling \$1.20 million for the loss on impairment of fixed assets, provision for inventory obsolescence and the reclassification of the retrenchment cost to manufacturing overhead from the other expenses.

The Group's net loss for the quarter was \$1.52 million from a net loss of \$2.84 million in the sequential quarter and net loss of \$1.46 million in the first quarter of 2005.

The Group's semiconductor assembly and test business contributed 70% (from 74% in 1Q 2005) to the total sales (in absolute figures) while the modules business added 30% (previously 26% in 1Q 2005). The semiconductor assembly and test business includes discrete & power semiconductors products and integrated circuits. Modules business, on the other hand, includes PCB assemblies, microwave modules and radio frequency devices.

Business Outlook

"The results for the quarter were as expected and the Group continues to demonstrate a steady progress in driving new value propositions for its identified niche markets" said Allan P. Timonera, President. "Our employees remain focused on executing and driving efficiency in all areas of our operations. For the remainder of the year, we expect improved performance as we continue identifying and developing new market niches. Growing our revenue and customer base through new and diversified end markets will be the direction we will pursue.

About Fastech Synergy Ltd

Fastech Synergy Ltd is a leading provider of semiconductor assembly and test services that is listed on the main board of the Stock Exchange of Singapore. Fastech provides complete assembly/test solutions for semiconductor components and module assembly products used in consumer electronics, personal computers and peripherals, telecommunication equipment, medical and office equipment, automotive systems and industrial applications. It employs approximately 1,200 employees.

For more information, visit Fastech's website at <http://www.fastechsynergy.com>.

Safe Harbor Statement

This press release contains forward-looking statements that are based on management's assumptions and expectations and that involve risks and uncertainties. Actual results could differ materially from those expressed or implied by such statements. Such risks and uncertainties include, but may not necessarily be limited to, dependence on key customers, cyclical nature of the semiconductor industry, increased competition, foreign exchange fluctuations, working capital cost and availability, political and regulatory considerations, technological and commercialization delays, lengthy sales and qualification cycles, cost concerns in manufacturing, manufacturing capability and capacity and other factors. Fastech assumes no obligation to update these forward-looking statements.

FASTECH SYNERGY LTD AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF PROFIT AND LOSS
FOR THE QUARTER ENDED 31 MARCH 2006

	Group		
	USD ('000)		
	Quarter Ended 31/03/06	Quarter Ended 31/03/05	Increase/ (Decrease) %
Revenues	3,193	4,649	(31.3)
Cost of goods sold	3,648	4,902	(25.6)
Gross profit (loss)	(455)	(253)	80.3
Sales and marketing	(58)	(92)	(37.0)
Other expenses	(120)	(151)	(20.3)
Interest and bank charges	(206)	(201)	2.1
General and administrative	(677)	(769)	(11.9)
Share in joint venture results	(3)	1	(352.3)
Loss before income tax	1,519	1,465	3.7
Provision for income tax	(3)	(2)	0.5
Loss for the year	1,522	1,467	3.8
Attributable to:			
Minority interest	2	12	0.9
Equity holders of the Group	1,520	1,455	4.5
	1,522	1,467	3.8
Loss per share for profit attributable to equity holders of the Group (basic and fully diluted basis)	(0.009)	(0.009)	4.5

FASTECH SYNERGY LTD AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
31 MARCH 2006

	Group		Company	
	USD ('000)		USD ('000)	
	31/03/06	31/12/05	31/03/06	31/12/05
Non-Current Assets				
Property, plant and equipment	17,903	18,965	-	-
Investments in subsidiaries	-	-	9,620	9,620
Investment in a joint venture	157	161	192	192
Other non-current assets	523	453	-	-
	18,583	19,579	9,812	9,812
Current Assets				
Inventories	952	898	-	-
Trade and other receivables	1,684	1,819	11,830	11,403
Prepaid expenses and other current assets	733	709	11	9
Cash and bank balances	239	381	5	1
	3,608	3,807	11,846	11,414
Equipment held for sale	228	228	-	-
Current Liabilities				
Loans payable	2,287	2,582	-	-
Accounts payable and accrued expenses	5,598	5,364	211	164
Income tax payable	49	51	-	-
Current portion of long term debt	1,510	3,314	1,149	1,149
Current portion of liability under finance lease	191	152	-	-
	9,635	11,463	1,360	1,313
Net Current Assets (Liabilities)	(5,799)	(7,428)	10,486	10,101
Non- Current Liabilities				
Long-term debt - net of current portion	3,205	1,003	-	-
Liability under finance lease net of current portion	0	46	-	-
Deferred tax liability	114	115	-	-
	3,319	1,164	-	-
Net Assets	9,465	10,987	20,298	19,913
Equity				
Equity attributable to the Group's equity holders				
Capital stock	16,819	16,819	16,819	16,819
Share premium	4,041	4,041	4,041	4,041
Contributed surplus	-	-	2,269	2,269
Equity Option	164	164	164	164
Retained earnings (Deficit)	(11,667)	(10,147)	(2,995)	(3,380)
	9,357	10,877	20,298	19,913
Minority Interests	108	110	-	-
Total Equity	9,465	10,987	20,298	19,913

FASTECH SYNERGY LTD AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2006

For the quarter ended 31 March	
Group	
2006 USD ('000)	2005 USD ('000)

CASH FLOWS FROM OPERATING ACTIVITIES

Loss before income tax and minority interests	(1,519)	(1,465)
Adjustments for:		
Depreciation and amortization	1,174	1,356
Interest expense	208	209
Unrealized foreign exchange losses	140	53
Amortization of pre-paid rent	37	29
Share in joint venture results	(3)	(1)
Interest income	(3)	(8)
Operating income before working capital changes	34	174
Decrease(increase) in:		
Trade and other receivables	99	375
Prepaid expenses and other current assets	(24)	(32)
Inventories	(54)	1
Increase in accounts payable and accrued expenses	191	139
Net cash generated from operations	246	657
Interest paid	(206)	(207)
Income tax paid	(1)	1
Interest received	(0)	1
Net cash generated from operating activities	38	452

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of property, plant and equipment	(112)	(161)
Decrease(increase) in other non-current assets	(69)	109
Net cash used in investing activities	(181)	(52)

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from :		
Loans payable	398	655
Liability under capital lease	(6)	
Payments of:		
Loans payable	(296)	(805)
Long-term debt	(96)	(115)
Net cash used in financing activities	0	(265)
Net increase (decrease) in cash and bank balances	(142)	135
Cash and bank balances at the beginning of the period	381	178
Cash and bank balances at the end of the year	239	313