



NEWS RELEASE

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

FASTECH SYNERGY LTD ANNOUNCES ITS 3rd QUARTER 2005 FINANCIAL RESULTS

MANILA, Philippines – 28 October 2005. Fastech Synergy Ltd announced today its financial results for the Quarter ending 30 September 2005.

The Group registered a turnover of US\$3.1 million for the quarter ending 30 September 2005, compared to US\$3.7 million turnover in the sequential quarter, and US\$5.7 million in same quarter last year, primarily due to lower volume in the current period.

Gross loss of US\$605,000 was registered for the third quarter 2005, compared to gross loss of US\$422,000 for the previous quarter and gross profit of US\$290,000 for the same period last year. The higher gross loss for Q3 2005 was mainly due to the lower revenue registered during the period.

Net loss after tax for Q3 2005 was registered at US\$1.4 million, compared to the net loss after tax of US\$1.6 million for the sequential quarter, and net loss after tax of US\$940,000 for the same period last year.

Nine Months Results

The Group's turnover for the nine months ended 30 September 2005 was registered at US\$11.4 million compared to the US\$17.1 million turnover for the same period last year. Net loss after tax for the nine months of 2005 was US\$4.4 million, compared to the net loss after tax of US\$1.7 million for the same period last year.

Business mix

Fastech's two major business groups, in terms of product segmentation, namely, the Semiconductor Components (which include discrete & power semiconductors and integrated circuits) and Module Assembly Products (which include PCB assemblies, microwave modules and radio frequency devices) accounted for 68% and 32% respectively, of total turnover for the nine months of 2005, compared to 77% and 23%, respectively, of the turnover for the nine months of last year.

Business Outlook/Prospects

The Group expects to maintain the same level of performance in the next quarter. Initial production of new customers experienced slight delays in the last quarter, but are expected to be back on track in the 4th quarter. These, however are not yet expected to impact revenues significantly in the last quarter. "Our focus on qualifying new customers continues and these efforts are expected to bear fruit in the first half of 2006" says Allan P. Timonera, President.

About Fastech Synergy Ltd

Fastech Synergy Ltd is a leading provider of semiconductor assembly and test services, and 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. To date, 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 AND FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2005

	Group					
	USD ('000)					
	Quarter ended 30/09/2005	Quarter ended 30/09/2004	Increase/ (Decrease) %	Nine months ended 30/09/2005	Nine months ended 30/09/2004	Increase/ (Decrease) %
Revenues	3,089	5,720	(46.0)	11,411	17,065	(33.1)
Cost of goods sold	3,694	5,430	(32.0)	12,692	15,312	(17.1)
Gross profit (loss)	(605)	290	(308.6)	(1,281)	1,753	(173.1)
Sales and marketing	(52)	(72)	(27.8)	(214)	(237)	(9.7)
Other income (expense)	(13)	25	(152.0)	(258)	38	(778.9)
Interest and bank charges	(196)	(213)	(8.0)	(587)	(637)	(7.8)
General and administrative	(563)	(965)	(41.6)	(2,138)	(2,690)	(20.5)
Share in joint venture results	1	-	-	11	(4)	(375.0)
Loss before income tax	1,428	935	52.7	4,467	1,777	151.4
Provision for income tax	2	5	(60.0)	4	9	(55.6)
Loss for the period	1,430	940	52.1	4,471	1,786	150.3
Attributable to:						
Minority interest	9	(14)	(164.3)	30	1	2,900.0
Equity holders of the Group	1,421	954	49.0	4,441	1,785	148.8
	1,430	940	52.1	4,471	1,786	150.3
Loss per share for profit attributable to equity holders of the Group (basic and fully diluted basis)	(0.008)	(0.006)	33.3	(0.026)	(0.011)	136.4

FASTECH SYNERGY LTD AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
30 SEPTEMBER 2005

	Group		Company	
	USD ('000)		USD ('000)	
	30/09/05	31/12/04	30/09/05	31/12/04
Non-Current Assets				
Property, plant and equipment	21,183	25,323	-	-
Investments in subsidiaries	-	-	9,620	9,620
Investment in a joint venture	170	159	180	180
Goodwill				
Other non-current assets	355	499	-	-
	21,708	25,981	9,800	9,800
Current Assets				
Inventories	1,077	1,517	-	-
Trade and other receivables	1,674	3,566	10,878	10,927
Prepaid expenses and other current assets	778	648	2	27
Cash and bank balances	327	178	1	3
	3,856	5,909	10,881	10,957
Equipments held for sale	173	-	-	-
Current Liabilities				
Loans payable	3,579	3,738	-	-
Accounts payable and accrued expenses	4,950	6,298	178	168
Income tax payable	2	49	-	-
Current portion of long term debt	3,172	3,222	1,149	1,193
Current portion of liability under finance lease	101	120	-	-
	11,804	13,427	1,327	1,361
Net Current Assets (Liabilities)	(7,775)	(7,518)	9,554	9,596
Non-Current Liabilities				
Long-term debt - net of current portion	10	99	-	-
Liability under finance lease net of current portion	107	106	-	-
Deferred tax liability	-	10	-	-
	117	215	-	-
Net Assets	13,816	18,248	19,354	19,396
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	101	61	101	61
Retained earnings (Deficit)	(7,274)	(2,833)	(3,876)	(3,794)
	13,687	18,088	19,354	19,396
Minority Interests	129	160	-	-
Total Equity	13,816	18,248	19,354	19,396

FASTECH SYNERGY LTD AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED 30 SEPTEMBER 2005

For the nine months ended 30 September	
Group	
2005 USD ('000)	2004 USD ('000)

CASH FLOWS FROM OPERATING ACTIVITIES

Loss before income tax and minority interests	(4,467)	(1,737)
Adjustments for:		
Depreciation and amortization	3,984	4,177
Provisions for:		
Impairment losses on machinery and equipment	37	-
Inventory obsolescence	6	-
Doubtful trade receivables	-	6
Interest expense	607	670
Loss on disposal of fixed assets	101	35
Unrealized foreign exchange losses	80	32
Amortization of pre-paid rent	58	76
Write-off of property and equipment	8	-
Share in joint venture results	(11)	4
Interest income	(20)	(33)
Operating income before working capital changes	383	3,230
Decrease (increase) in:		
Trade and other receivables	1,879	(1,824)
Inventories	434	(314)
Prepaid expenses and other current assets	(188)	(294)
Increase (decrease) in accounts payable and accrued expenses	(1,418)	2,135
Net cash generated from operations	1,090	2,933
Interest paid	(572)	(682)
Income tax paid	(55)	(26)
Interest received	1	60
Net cash generated from operating activities	464	2,285

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of property, plant and equipment	(413)	(1,478)
Proceeds from sale of equipment	251	96
Decrease (increase) in other non-current assets	157	106
Net cash used in investing activities	(5)	(1,276)

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from :		
Loans payable	655	2,644
Payments of:		
Loans payable	(846)	(4,175)
Long-term debt	(139)	(333)
Liability under finance lease	(18)	-
Increase in equity option	40	-
Increase (decrease) in minority interests	(2)	73
Net cash used in financing activities	(310)	(1,791)
Net increase (decrease) in cash and bank balances	149	(782)
Cash and bank balances at the beginning of the period	178	1,185
Cash and bank balances at the end of the year	327	403