



Singapore- and U.K. AIM-Listed Global Invacom Group Reverses To Profit In Q2 FY2016

- ***Net profit of US\$0.2 million (Q2 FY2015: US\$1.9 million loss)***
- ***Revenue up 24.4% to US\$33.5M (Q2 FY2015: US\$26.9M)***
- ***Two major orders from telecommunications providers and suppliers in the U.S. and Indonesia***

Singapore, 4 August 2016 – Global Invacom Group Limited (“Global Invacom” or “the Group”), a satellite communications (“Sat Comms”) equipment provider listed on the Singapore Exchange and the U.K. AIM Market, today reports a net profit after tax of US\$0.2 million for the three months ended 30 June 2016 (“Q2 FY2016”). This compares favourably with a net loss of US\$1.9 million in Q2 FY2015.

The turnaround was achieved on the back of a 24.4% period-on-period rise in revenue to US\$33.5 million in Q2 FY2016, including contributions from Satellite Acquisition Corporation (trading as “Skyware Global”) which became a Group subsidiary on 24 August 2015.

Revenue from the Group’s operations in America rose 64.0%, compared to declines in Europe (-6.2%), Asia (-46.9%) and the Rest of the World (-38.0%).

Global Invacom’s gross profit increased by US\$2.0 million, or 37.6%, to US\$7.3 million in Q2 FY2016 from US\$5.3 million in Q2 FY2015. Gross profit margin improved to 21.8% from 19.7% due partly to a favourable product mix.

Total administrative expenses for the Group decreased marginally to US\$6.5 million in Q2 FY2016 from US\$6.6 million in Q2 FY2015, despite the inclusion of expenses from Skyware Global.

The reduction in administrative costs was due to improvements in internal efficiencies, reduction in legal costs, and the benefits resulting from the two restructuring and rationalisation exercises for its U.K. operations in FY2015 and in 1H FY2016.

Earnings per share amounted to 0.08 US cent in Q2 FY2016 compared to a loss per share of 0.74 cent in Q2 FY2015, while net asset value per share stood at 20.13 U.S. cents as at 30 June 2016 compared to 20.05 U.S. cents as at 31 December 2015.

For the six months ended 30 June 2016 (“1H FY2016”) revenue rose 19.1% to S\$64.3 million from US\$54.0 million in 1H FY2015, while the net loss narrowed to US\$0.4 million from a net loss of US\$2.8 million a year earlier.

In Q2 FY2016, the Group secured two new VSAT orders from telecommunications providers and suppliers in the U.S. and Indonesia, as well as a U.S. broadcaster that intends to launch two satellites later in the year.

The Group is completing research on next-generation Low Noise Block (“LNB”) technology, which it expects to boost sales and enlarge its customer base. It is awaiting qualification for its LNB products from a major customer and will subsequently supply similar products to other customers.

Mr Tony Taylor, Executive Chairman of Global Invacom, said: “The improved performance reflects the integration of enhanced internal efficiencies after a major acquisition. We are confident of extending our global leadership in the Sat Comms business with our enlarged manufacturing footprint and range of products.”

“We are continuing our effort to increase our market presence, particularly in Asia and the Americas. At the same time we will continue to improve internal efficiencies while enhancing our product range through further R&D,” he added.

****End of Press Release****

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About Global Invacom Group Limited

Global Invacom Group Limited ("Global Invacom") is listed on the Singapore Exchange Securities Trading Limited Mainboard ("SGX-ST") and its shares are admitted to trading on the AIM Market of the London Stock Exchange in the U.K.

Global Invacom is a fully integrated satellite equipment provider with seven manufacturing plants across China, Israel, Malaysia, U.K. and the U.S. Its customers include satellite broadcasters such as BSkyB of the U.K. and Dish Network of the U.S.A.

On 24 August 2015, Global Invacom completed the acquisition of Skyware Global, a leading U.S.-based designer and supplier of satellite antenna products and services for C-band, Ku-band and Ka-band frequency platforms, positioning itself as the world's only full-service outdoor unit supplier.

Global Invacom provides a full range of dish antennas, LNB receivers, transmitters, switches and video distribution components and electronics manufacturing services in satellite communications, as well as manufacturing services in TV peripherals, computer peripherals, medical, and consumer electronics industries.

For more information, please refer to www.globalinvacom.com