



RADIANCE GROUP LIMITED
(Incorporated in Singapore)
(Company Registration No: 200202428H)

PERFORMANCE UPDATE FOR 1H FY2012

The Board of Directors of Radiance Group Limited ("**Radiance**" or "**Company**", and collectively with its subsidiaries, "**Group**") refers to the Company's announcement on 28 February 2012 of the results for the financial year ended 31 December 2011 ("**FY2011**") in which it was mentioned "...*While the Group continues with development of business opportunities for its Other Products segment, the absence of new sizeable contracts such as the significant one-off project secured in 1H FY2011 could impact the performance of the Group in 1H FY2012.*"

The Company wishes to announce that following the completion of the "one-off project" referred to above during the second half of FY2011, a preliminary review of the Group's financial results for the 6-month period ended 30 June 2012 ("**1H FY2012**") indicates that its Contract Manufacturing business has been affected by a combination of slower orders following the economic uncertainty in Europe; price pressure from customers as well as rising operating costs. In particular, there has been an absence of new sizeable contracts such as the significant one-off Contract Manufacturing project recorded during the 6-month period ended 30 June 2011 ("**1H FY2011**").

However, the Satellite Communications ("**Satcomms**") segment has continued to increase in its revenue contribution, and is expected to account for a higher proportion of the Group's revenue in 1H FY2012 as compared to 1H FY2011.

In view of the above, the Company expects its overall revenue and earnings to decline significantly in 1H FY2012 as compared to 1H FY2011.

Further details in respect of the Group's 1H FY2012 results will be announced in due course.

BY ORDER OF THE BOARD

Anthony Brian Taylor
Executive Chairman

11 June 2012