

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

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

UNAUDITED CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2008

	4Q			Full Year Ended		
	2008 S\$'000	2007 S\$'000	Change %	2008 S\$'000	2007 S\$'000	Change %
Revenue	17,482	31,467	-44%	93,372	138,216	-32%
Net Financial Expense (Note (a))	(139)	(4,460)	-97%	(4,916)	(6,614)	-26%
Changes in inventories	(1,483)	(1)	148200%	937	4,813	-81%
Raw material purchases and sub-contractors charges	(5,248)	(12,027)	-56%	(36,280)	(67,272)	-46%
Employee benefits expenses including director's remuneration	(3,324)	(4,427)	-25%	(19,782)	(25,530)	-23%
Depreciation expense	(3,195)	(2,864)	12%	(12,972)	(10,493)	24%
Other Expenses (Note (b))	(2,550)	(3,814)	-33%	(14,730)	(15,085)	-2%
Other Credits / (Charges) (Note (c))	5	(2,523)	-100%	(2,823)	(6,443)	-56%
Profit before tax	1,548	1,351	15%	2,806	11,592	-76%
Income tax expense (Note (d))	(905)	385	-335%	(995)	531	-287%
Profit after tax	643	1,736	-63%	1,811	12,123	-85%
Minority interests	-	-	N.M	-	-	N.M
Net profit for the period	643	1,736	-63%	1,811	12,123	-85%

N.M - Not meaningful

NOTES TO INCOME STATEMENT

Note (a) Net Financial Income and (Expense)

	4Q			Full Year Ended		
	2008	2007	Change	2008	2007	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Interest Income	13	54	-76%	55	185	-70%
Interest Expense	(152)	(48)	217%	(468)	(350)	34%
(Loss) on forward contracts	-	(4,466)	N.M	(4,503)	(6,449)	-30%
Financial expense - net	(139)	(4,460)	-97%	(4,916)	(6,614)	-26%

Note (b) Other Expenses

	4Q			Full Year Ended		
	2008	2007	Change	2008	2007	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Legal and professional fees (Note (i))	(146)	(236)	-38%	(1,203)	(952)	26%
Rental of factory (Note (ii))	(328)	(309)	6%	(1,322)	(881)	50%
Utilities	(1,285)	(1,232)	4%	(5,007)	(4,534)	10%
Freight charges	(85)	(479)	-82%	(827)	(1,340)	-38%
Upkeep of building / office	(87)	(192)	-55%	(709)	(586)	21%
Upkeep of machinery (Note (iii))	(259)	(379)	-32%	(1,672)	(1,154)	45%
Auditor's remuneration (Note (iv))	137	(28)	-589%	(151)	(448)	-66%
Property tax	(43)	(62)	-31%	(171)	(249)	-31%
Others	(454)	(897)	-49%	(3,668)	(4,941)	-26%
	(2,550)	(3,814)	-33%	(14,730)	(15,085)	-2%

Note 1 (a)(b) (i) – The decrease in legal and professional fees by S\$90K or 38% in Q408 compared to Q407 was mainly due to financial advice fee for one of the project incurred in Q407, no such fees were incurred in Q408. The increase of S\$251k or 26% in the full year of FY 08 compared to previous corresponding period was mainly due to a one-time due diligence fees that was incurred in relation to a potential new business and fund raising exercise that was subsequently aborted.

Note 1 (a)(b) (ii) – The increase in rental of factory by S\$19K or 6% in Q408 compared to Q407 and S\$441K or 50% in FY08 compared to FY07 was mainly for the additional payment of rental cost for UMS Aerospace's new building since Nov 2007.

Note 1 (a)(b) (iii) – The decrease in upkeep of machinery by S\$120k or 32% in Q408 compared to Q407 was mainly due to lower production volume. The increase of 45% in FY08 compared FY07 was mainly the result of transfer of machinery from Singapore to the Penang factory during the period.

Note 1 (a)(b) (iv) – The decrease in auditor remuneration fees by 589% and 66% for Q4 and FY08 respectively compared to previous corresponding period was mainly due to reduction in 2008 audit fees and fees incurred in 2007 for additional work done. No additional work was performed in 2008.

Note (c) Other Credits / (Charges)

	4Q			Full year ended		
	2008 S\$'000	2007 S\$'000	Change %	2008 S\$'000	2007 S\$'000	Change %
Gain/(Loss) on exchange difference	248	(769)	-132%	(82)	(2,024)	-96%
Gain / (Loss) on disposal of property, plant & equipment	196	(255)	-177%	1,835	(371)	-595%
(Loss) on disposal of subsidiary company	(211)	-	N.M	(718)	-	N.M
Property, plant & equipment written off	(187)	-	N.M	(850)	-	N.M
Provision for obsolete stock	288	(1,421)	-120%	(1,892)	(4,163)	-55%
Provision for diminution in value of plant and equipment	(168)	-	N.M	(168)	-	N.M
Provision for doubtful debt	(173)	-	N.M	(173)	-	N.M
Bad debts written off	-	-	N.M	-	(14)	N.M
Bad debts recovered	-	2	-100%	-	61	N.M
Goodwill written off	-	-	N.M	(793)	-	N.M
Others	12	(80)	-115%	18	68	-74%
	5	(2,523)	-100%	(2,823)	(6,443)	-56%

Note (d) Income tax expenses

	4Q			Full year ended		
	2008 S\$'000	2007 S\$'000	Change %	2008 S\$'000	2007 S\$'000	Change %
Income tax:						
- Current	(178)	297	-160%	(268)	(146)	84%
Deferred tax	(727)	88	-926%	(727)	677	-207%
	(905)	385	-335%	(995)	531	-287%

The high effective income tax rate is mainly due to potential clawback of tax incentive given to an overseas subsidiary and over-statement of deferred tax assets in prior year for a subsidiary company.

1(b)(i) A balance sheet (for the issuer and the group), together with a comparative statement as at the end of the immediate preceding financial year.

	Group		Company	
	31 Dec 2008 S\$'000	31 Dec 2007 S\$'000	31 Dec 2008 S\$'000	31 Dec 2007 S\$'000
ASSETS				
Current Assets				
Cash and cash equivalents	19,111	21,356	362	540
Trade and other receivables (Note (ii))	9,872	22,582	10,942	12,763
Inventories	30,925	29,988	-	-
	<u>59,908</u>	<u>73,926</u>	<u>11,304</u>	<u>13,303</u>
Assets classified as held for sale (Note (iii))	-	10,702	-	-
	<u>59,908</u>	<u>84,628</u>	<u>11,304</u>	<u>13,303</u>
Non-Current Assets				
Investment in subsidiaries (Note (i))	-	-	138,986	138,985
Property, plant and equipment (Note (iv))	86,313	72,434	-	-
Available-for-sale investment	5,075	5,041	-	-
Investment properties	3,398	3,535	-	-
Club membership	-	53	-	-
Goodwill (Note (v))	80,702	81,495	-	-
Other long-term receivables	-	-	1,265	1,865
	<u>175,488</u>	<u>162,558</u>	<u>140,251</u>	<u>140,850</u>
Total Assets	235,396	247,186	151,555	154,153
LIABILITIES AND EQUITY				
Current Liabilities				
Short term borrowings (Note (vi))	7,323	-	-	-
Trade and other payables (Note (vii))	28,338	39,899	3,073	3,108
Income tax payable	644	60	63	10
Current portion of long-term borrowings	-	1,934	-	267
Current portion of finance leases (Note (viii))	1,468	8	-	-
	<u>37,773</u>	<u>41,901</u>	<u>3,136</u>	<u>3,385</u>
Non Current Liabilities				
Deferred taxation	3,683	2,995	1	-
Long -term borrowings	-	278	-	-
Finance leases (Note (viii))	3,459	4	-	-
Long-term provision	1,200	1,200	-	-
	<u>8,342</u>	<u>4,477</u>	<u>1</u>	<u>-</u>
Total Liabilities	46,115	46,378	3,137	3,385
Share Capital and Reserves				
Share Capital	152,822	155,981	152,822	155,981
Treasury shares	(13,496)	(7,883)	(13,496)	(7,883)
Other reserves	(1,154)	(203)	68	124
Retained earnings	51,109	52,913	9,024	2,546
	<u>189,281</u>	<u>200,808</u>	<u>148,418</u>	<u>150,768</u>
Minority interests	-	-	-	-
Total equity	189,281	200,808	148,418	150,768
Total liabilities and equity	235,396	247,186	151,555	154,153

NOTES TO BALANCE SHEET

Note 1(b)(i)(i) Investment in Subsidiaries

The details of the subsidiaries as at 31 Dec 2008 are as follows:

Name	Effective percentage of equity held by the group		Company's cost of investment	
	31-Dec-08 %	31-Dec-07 %	31-Dec-08 S\$'000	31-Dec-07 S\$'000
<u>Held by the Company</u>				
UMS Systems Pte Ltd (Singapore)	100	100	9,561	9,561
UMS International Pte Ltd (Previously known as Norelco Centreline International Pte Ltd) (Singapore)	100	100	800	800
NCS Engineering Pte Ltd (Singapore)	100	100	403	403
UMS Semiconductor Pte Ltd (Singapore)	100	100	126,983	126,983
Ultimate Manufacturing Solutions (Suzhou) Co., Ltd (The People's Republic of China)	100	100	2,102	2,102
ASL International Trading, Inc (United States)	100	100	33	33
UMS Aerospace Pte Ltd (Singapore)	100	100	-	-
UMS Solar Pte Ltd (Singapore)	100	100	-	-
Ultimate Machining Solutions (M) Sdn. Bhd (Malaysia)	100	-	-	-
Unquoted equity shares, at cost			139,882	139,882
Add: expenses recognised relating to equity settled share-based payments			42	41
Add: corporate guarantee given to subsidiaries			56	56
Less: Provision for impairment			(994)	(994)
			<hr/> 138,986	<hr/> 138,985
<u>Held through UMS International Pte Ltd</u>				
Norelco Centreline (KL) Sdn. Bhd (Malaysia)	100	100		
Ultimate Manufacturing Solutions (M) Sdn. Bhd (Malaysia)	100	100		
Norelco Centreline (Hong Kong) Pte Limited (Hong Kong)	100	100		

<u>Held through UMS Semiconductor Pte Ltd</u>		
UMS Solution Pte Ltd (Singapore)	100	100
UMS Technology Pte Ltd (Singapore)	-	100
<u>Held through UMS Technology Pte Ltd</u>		
UMS-TQ Technology (Suzhou) Co., Ltd (The People's Republic of China)	-	100

Note 1(b)(i)(ii) – The reduction in trade and other receivables by S\$12.7 million or 56.3% were mainly due to the decrease in revenue and better collection efforts made.

Note 1(b)(i)(iii) – The decrease in assets classified as held for sale was due to the disposal of the property in Changi South and subsidiaries, UMS Technology Pte Ltd and UMS-TQ Technology (Suzhou) Co., Ltd.

Note 1(b)(i)(iv) – The property, plant and equipment have increased by S\$13.9 million as a result of the increase in capital expenditure in UMS Aerospace and Ultimate Manufacturing Solutions (M) Sdn Bhd.

Note 1 (b)(i)(v) – The goodwill was reduced to S\$80.7 million compared to last year as a result of goodwill written off for Norelco Centreline (KL) Sdn Bhd.

Note 1 (b)(i)(vi) - The short term loan increased by S\$7.3 million mainly due to funding used for share buy-back and capital expenditure relating to new facility in Malaysia.

Note 1 (b)(i)(vii) – The decline in trade and other payables by S\$11.6 million or 29.0% was primarily due to the realization of foreign exchange forward contracts.

Note 1 (b)(i)(viii) – The increase in finance lease by S\$4.9 million was for the drawdown of hire purchase loans for new machineries in UMS Aerospace.

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 Dec 2008			As at 31 Dec 2007		
Secured S\$'000	Unsecured S\$'000	Total S\$'000	Secured S\$'000	Unsecured S\$'000	Total S\$'000
3,292	5,499	8,791	1,942	-	1,942

Amount repayable after one year

As at 31 Dec 2008			As at 31 Dec 2007		
Secured S\$'000	Unsecured S\$'000	Total S\$'000	Secured S\$'000	Unsecured S\$'000	Total S\$'000
3,459	-	3,459	282	-	282

Details of any collateral

The Group's borrowings comprise mainly short term loans and finance leases. The finance leases are secured by mortgages over the Group's plant and machinery.

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

UMS GROUP	4Q		Full Year ended	
	2008 S\$'000	2007 S\$'000	2008 S\$'000	2007 S\$'000
Cash flows from operating activities				
Profit for the period	643	1,736	1,811	12,123
Adjustments for:				
Income tax expense / (credit)	905	(385)	995	(531)
Goodwill written off	0	0	793	0
Provision for diminution in value of plant and equipment	168	0	168	0
Depreciation expense	3,195	2,864	12,972	10,493
(Gain) / Loss on Disposal of property, plant and equipment	(196)	255	(1,835)	371
Property, plant and equipment written off	187	0	850	0
Interest income	(13)	(54)	(55)	(185)
Interest Expense	152	48	468	350
Unrealized foreign exchange adjustment loss / (gain)	150	2,806	(6,741)	5,979
Loss on Disposal of subsidiary	211	0	718	0
Operating profit before working capital changes	5,402	7,270	10,144	28,600
Restricted cash	(25)	0	(183)	(39)
Trade and other receivables	7,954	9,376	15,043	2,470
Inventories	(70)	1	(937)	(4,813)
Trade and other payables	(228)	(7,183)	(10,583)	2,019
Cash generated from operations	13,033	9,464	13,484	28,237
Income tax refund/(paid)	25	4	308	(557)
Net cash from operating activities	13,058	9,468	13,792	27,680
Cash flows from investing activities				
Purchase of club membership	0	0	0	(53)
Proceeds from disposal of plant and equipment	0	19	7,082	123
Purchase of property, plant and equipment	(7,338)	(5,224)	(23,348)	(17,707)
Available for sale investment	0	(5,041)	0	(5,041)
Net cash from disposal of subsidiary	4,104	0	4,104	0
Interest received	13	54	55	185
Net cash used in investing activities	(3,221)	(10,192)	(12,107)	(22,493)
Cash flows from financing activities				
(Decrease) / increase in borrowings	(4,039)	(4,983)	5,112	(6,955)
Purchase of additional shares from minority interest	0	0	0	0
Dividends Paid	0	0	(3,615)	(8,719)
Share buy back and cancelled	(840)	0	(2,902)	0
Purchase of treasury shares	0	0	(5,870)	(4,778)
(Decrease) / increase in finance lease	(483)	(2)	4,915	(8)
Interest paid	(152)	(48)	(468)	(350)
Net cash used in financing activities	(5,514)	(5,033)	(2,828)	(20,810)
Effect of foreign exchange rate adjustment	(525)	1,340	(1,278)	(234)
Net increase / (decrease) in cash and cash equivalents	3,798	(4,417)	(2,421)	(15,857)
Cash at beginning of period	15,008	25,644	21,227	37,084
Cash and cash equivalents at end of period	18,806	21,227	18,806	21,227

Cash and Cash Equivalents in the Consolidated Cash Flow Statement

	12 months ended	
	31-Dec-08	31-Dec-07
	S\$'000	S\$'000
Cash and cash equivalents	19,111	21,356
Restricted Cash	(305)	(129)
As above	<u>18,806</u>	<u>21,227</u>

On 6 August 2008, the Group entered into an agreement to dispose of its subsidiaries UMS Technology Pte Ltd and UMS-TQ Technology (Suzhou) Co., Ltd for a total consideration of US\$3.5 million. The disposal was completed on 10 October 2008.

(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 capitalization issues and distribution to shareholders, together with a comparative statement for the corresponding period of the immediate preceding financial year.

	Share Capital S\$'000	Capital Reserves S\$'000	Statutory Reserve S\$'000	Foreign Exchange Translation Reserve S\$'000	Retained Earnings S\$'000	Total S\$'000
Group						
As at 1 January 2007	133,884	18,992	145	(299)	49,509	202,231
Changes in equity for first quarter						
Currency translation differences	-	-	-	(116)	-	(116)
Total expenses recognised directly in equity	-	-	-	(116)	-	(116)
Net profit for the period	-	-	-	-	5,655	5,655
Total income and (expenses) recognised for	-	-	-	(116)	5,655	5,539
Purchase as treasury shares	(2,083)	-	-	-	-	(2,083)
As at 31 March 2007	131,801	18,992	145	(415)	55,164	205,687
Changes in equity for second quarter						
Currency translation differences	-	-	-	(7)	-	(7)
Total expenses recognised directly in equity	-	-	-	(7)	-	(7)
Net profit for the period	-	-	-	-	2,655	2,655
the period	-	-	-	(7)	2,655	2,678
Purchase as treasury shares	(1,825)	-	-	-	-	(1,825)
Dividends paid	-	-	-	-	(8,719)	(8,719)
As at 30 June 2007	129,976	18,992	145	(422)	49,130	197,821
Changes in equity for third quarter						
Currency translation differences	-	-	-	14	-	14
Total expenses recognised directly in equity	-	-	-	14	-	14
Net profit for the period	-	-	-	-	2,048	2,048
the period	-	-	-	14	2,048	2,062
Issued ordinary shares	6,300	(6,300)	-	-	-	-
Purchase as treasury shares	(870)	-	-	-	-	(870)
As at 30 Sept 2007	135,406	12,692	145	(408)	51,178	199,013
Changes in equity for fourth quarter						
Currency translation differences	-	-	-	4	-	4
Total expenses recognised directly in equity	-	-	-	4	-	4
Net profit for the period	-	-	-	-	1,735	1,735
Total income and (expenses) recognised for	-	-	-	4	1,735	1,739
Issued ordinary shares	12,692	(12,692)	-	-	-	-
Employee share grant	-	56	-	-	-	56
As at 31 Dec 2007	148,098	56	145	(404)	52,913	200,808

Group	Share Capital S\$'000	Treasury Shares S\$'000	Capital Reserves S\$'000	Statutory Reserve S\$'000	Foreign Exchange Translation Reserve S\$'000	Retained Earnings S\$'000	Total S\$'000
As at 1 January 2008	155,981	(7,883)	56	145	(404)	52,913	200,808
Changes in equity for first quarter							
Currency translation differences	-	-	-	-	(325)	-	(325)
Total expenses recognised directly in equity	-	-	-	-	(325)	-	(325)
Net loss for the period	-	-	-	-	-	(7,219)	(7,219)
Total expenses recognised for the period	-	-	-	-	(325)	(7,219)	(7,544)
As at 31 March 2008	155,981	(7,883)	56	145	(729)	45,694	193,264
Changes in equity for second quarter							
Currency translation differences	-	-	-	-	10	-	10
Total expenses recognised directly in equity	-	-	-	-	10	-	10
Net profit for the period	-	-	-	-	-	7,473	7,473
Total income recognised for the period	-	-	-	-	10	7,473	7,483
Cancellation of shares	(2,123)	-	-	-	-	-	(2,123)
Transfer shares to employee for shares grant	-	14	(14)	-	-	-	-
Purchase as treasury shares	-	(5,890)	-	-	-	-	(5,890)
Dividends paid	-	-	-	-	-	(3,615)	(3,615)
As at 30 June 2008	153,858	(13,759)	42	145	(719)	49,552	189,119
Changes in equity for third quarter							
Net expenses recognised directly in equity:-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	2	-	-	2
Total expenses recognised directly in equity	-	-	-	2	-	-	2
Net profit for the period	-	-	-	-	-	914	914
Total income and (expenses) recognised for the period	-	-	-	2	-	914	916
As at 30 Sept 2008	153,858	(13,759)	42	147	(719)	50,466	190,035
Changes in equity for forth quarter							
Net expenses recognised directly in equity:-	-	-	-	-	-	-	-
Quasi equity loan translation differences	-	-	-	-	(805)	-	(805)
Currency translation differences	-	-	-	-	319	-	319
Total expenses recognised directly in equity	-	-	-	-	(486)	-	(486)
Net profit for the period	-	-	-	-	-	643	643
Total income and (expenses) recognised for the period	-	-	-	-	(486)	643	157
Cancellation of shares	(1,036)	263	-	-	-	-	(773)
Employee share grant	-	-	(42)	-	-	-	(42)
Disposal of subsidiaries	-	-	-	(96)	-	-	(96)
As at 31 Dec 2008	152,822	(13,496)	-	51	(1,205)	51,109	189,281

	Share Capital S\$'000	Capital Reserves S\$'000	Statutory Reserve S\$'000	Retained Earnings S\$'000	Total S\$'000
Company					
As at 1 January 2007	133,884	18,992	-	10,437	163,313
Changes in equity for first quarter					
Net expenses recognised directly in equity:-	-	-	-	-	-
Currency translation differences	-	-	-	-	-
Total expenses recognised directly in equity	-	-	-	-	-
Net profit for the period	-	-	-	-	-
period	-	-	-	-	-
Purchase as treasury shares	(2,083)	-	-	-	(2,083)
As at 31 March 2007	131,801	18,992	-	10,437	161,230
Changes in equity for second quarter					
Net expenses recognised directly in equity:-	-	-	-	-	-
Currency translation differences	-	-	-	-	-
Total expenses recognised directly in equity	-	-	-	-	-
Net profit for the period	-	-	-	120	120
Total income and (expenses) recognised for the period	-	-	-	120	120
Purchase as treasury shares	(1,825)	-	-	-	(1,825)
Dividends paid	-	-	-	(8,719)	(8,719)
FRS 39 impact on corporate guarantee	-	-	68	-	68
As at 30 June 2007	129,976	18,992	68	1,838	150,873
Changes in equity for third quarter					
Net expenses recognised directly in equity:-	-	-	-	-	-
Currency translation differences	-	-	-	-	-
Total expenses recognised directly in equity	-	-	-	-	-
Net profit for the period	-	-	-	1	1
period	-	-	-	1	1
Issue of ordinary shares	6,300	(6,300)	-	-	-
Purchase as treasury shares	(870)	-	-	-	(870)
As at 30 Sept 2007	135,406	12,692	68	1,839	150,004
Changes in equity for fourth quarter					
Net expenses recognised directly in equity:-	-	-	-	-	-
Currency translation differences	-	-	-	-	-
Total expenses recognised directly in equity	-	-	-	-	-
Net profit for the period	-	-	-	707	707
period	-	-	-	707	707
Issue of ordinary shares	12,692	(12,692)	-	-	-
Employee share grant	-	56	-	-	56
As at 31 Dec 2007	148,098	56	68	2,546	150,768

	Share Capital S\$'000	Treasury Shares S\$'000	Capital Reserves S\$'000	Statutory Reserve S\$'000	Retained Earnings S\$'000	Total S\$'000
Company						
As at 1 January 2008	155,981	(7,883)	56	68	2,546	150,768
Changes in equity for first quarter						
Net profit for the period	-	-	-	-	4,000	4,000
Total income recognised for the period	-	-	-	-	4,000	4,000
As at 31 March 2008	155,981	(7,883)	56	68	6,546	154,768
Changes in equity for second quarter						
Cancellation of shares	(2,123)	-	-	-	-	(2,123)
Transfer shares to employee for shares grant	-	14	(14)	-	-	-
Purchase as treasury shares	-	(5,890)	-	-	-	(5,890)
Dividends paid	-	-	-	-	(3,615)	(3,615)
As at 30 June 2008	153,858	(13,759)	42	68	2,931	143,140
Changes in equity for third quarter						
Issue of ordinary shares	-	-	-	-	-	-
Net expenses recognised directly in equity:-	-	-	-	-	-	-
Share issue expenses	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-
Total expenses recognised directly in equity	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-
Total income and (expenses) recognised for the period	-	-	-	-	-	-
Issued ordinary shares	-	-	-	-	-	-
Purchase as treasury shares	-	-	-	-	-	-
Dividends paid	-	-	-	-	-	-
As at 30 Sept 2008	153,858	(13,759)	42	68	2,931	143,140
Changes in equity for forth quarter						
Issue of ordinary shares	-	-	-	-	-	-
Net expenses recognised directly in equity:-	-	-	-	-	-	-
Share issue expenses	-	-	-	-	-	-
Currency translation differences	-	-	-	-	-	-
Total expenses recognised directly in equity	-	-	-	-	-	-
Net profit for the period	-	-	-	-	6,093	6,093
Total income and (expenses) recognised for the period	-	-	-	-	6,093	6,093
Cancellation of shares	(1,036)	263	-	-	-	(773)
Employee share grant	-	-	(42)	-	-	(42)
Purchase as treasury shares	-	-	-	-	-	-
Dividends paid	-	-	-	-	-	-
As at 31 Dec 2008	152,822	(13,496)	-	68	9,024	148,418

- 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 for cash or as consideration for acquisition or for any other purposes since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all 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.

Share Capital	Group and Company No of ordinary shares	Share capital S\$'000
Balance at beginning of year 1st January 2008	410,139,000	155,981
Cancellation of shares during the year	(16,534,716)	(3,159)
Balance as at 31st Dec 2008	393,604,284	152,822
<u>Treasury shares:</u>		
Balance at beginning of year 1st January 2008	16,654,000	7,883
Acquired	23,511,000	5,890
Cancellation	(749,716)	(257)
Used for shares under the share option scheme for staff	(39,661)	(20)
Balance as at 31Dec 2008	39,375,623	13,496
Net Balance	354,228,661	139,326

There was no issue of shares for the financial period from 1st Jan 2008 to 31st Dec 2008.

On 10 April 2008, the Company has bought back 32,000,000 ordinary shares from the market, of which 23,511,000 are retained as treasury shares and cancelled the remaining 8,489,000 shares.

On 28 April 2008, the Company transferred 39,661 treasury shares for the purposes of the UMS Restricted Share Plan. Accordingly, such treasury shares were issued and allotted to its employees pursuant to the awards granted to them under the UMS Restricted Share Plan.

In Dec 08, the Company has bought back in total 7,296,000 ordinary shares from the market and cancelled the entire number of shares bought back in the same month. In addition, 749,716 treasury shares previously bought back are also cancelled. The number of issued shares after the purchase and cancellation is 393,604,284. The Company is authorized by shareholders to buy up to 10% shares of the ordinary share capital of the Company.

2 Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by our auditors.

3 Where the figures have been audited or reviewed, the auditors' report (including and qualifications or emphasis of matter).

N.A

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in financial statements for the current financial year with those adopted in the audited financial statements as at 31st December 2007.

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 reason for, and the effect of the change.

N.A

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.

	2008	4Q 2007	Fully Year Ended 2008	Fully Year Ended 2007
Earnings per share (EPS)				
Based on weighted average number of outstanding ordinary				
(a) shares in issue; and	0.18 cents	0.45 cents	0.49 cents	3.21 cents
(b) On a fully diluted basis	0.18 cents	0.44 cents	0.49 cents	3.06 cents

For Note 6 above, the basic earnings per share for full year ended 2008 and previous corresponding period have been calculated based on the weighted average number of 369,737,531 and 377,684,660 of outstanding ordinary shares. Basic earnings per share for 4Q and the previous corresponding period have been calculated based on the weighted average number of 359,466,291 and 389,105,543 of outstanding ordinary shares respectively. The diluted earnings per share for full year ended 2008 and the previous corresponding period have been calculated based on 369,737,531 and 396,577,137 of outstanding ordinary shares respectively. The diluted earnings per share for 4Q and the previous corresponding period have been calculated based on the 359,466,291 and 393,858,516 of outstanding ordinary shares respectively.

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 period reported on and (b) immediate preceding financial year.

	Group		Company	
	31-Dec-08	31-Dec-07	31-Dec-08	31-Dec-07
Net assets backing per ordinary shares based on existing issued share capital as at end of period reported on	53.44 cents	51.03 cents	41.90 cents	38.32 cents

For note 7 above, the net assets backing per outstanding ordinary share as at the latest period and as at the end of the previous financial year have been calculated based on 354,228,661 and 393,485,000 of outstanding ordinary shares.

- 8 A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. It must include a discussion on the following:
- (a) any significant factors that affecting the turnover, costs and earnings of the Group for the current financial period reported on, including (where applicable) seasonable or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

Revenue

Full year ended 2008 Vs 2007

Full year ended		Difference %
2008 S\$'000	2007 S\$'000	

Business Segments

Contract Equipment Manufacturing (CEM)	20,934	28,376	-26.2%
Semiconductor (Semicon)	72,438	109,840	-34.1%
	<u>93,372</u>	<u>138,216</u>	<u>-32.4%</u>

Geographical Regions

Singapore	10,803	21,280	-49.2%
Malaysia	8,546	4,742	80.2%
United States of America ('US')	68,046	99,556	-31.7%
Others (China and other regions)	5,977	12,638	-52.7%
	<u>93,372</u>	<u>138,216</u>	<u>-32.4%</u>

Q4 2008 vs Q4 2007

Q4		Difference %
2008 S\$'000	2007 S\$'000	

Business Segments

Contract Equipment Manufacturing (CEM)	4,223	6,441	-34.4%
Semiconductor (Semicon)	13,259	25,026	-47.0%
	<u>17,482</u>	<u>31,467</u>	<u>-44.4%</u>

Geographical Regions

Singapore	1,115	5,508	-79.8%
Malaysia	2,244	1,566	43.3%
United States of America	10,396	23,556	-55.9%
Others (China and other regions)	3,727	837	345.3%
	<u>17,482</u>	<u>31,467</u>	<u>-44.4%</u>

The Group's performance in the period under review was affected by the continued weakening of the global semiconductor industry as demand for semiconductor equipment declined rapidly, precipitated by the global credit crisis.

Overall revenue eased by 32.4% to S\$93.4 million for the year ended Dec 31 2008 compared with FY07. For Q4FY08, overall sales softened by 44.4% to S\$17.5 million compared to Q4FY07.

Due to the sharp decline in semiconductor equipment orders, Q4FY08 revenue for the Group's semiconductor segment decreased by 47.0% to S\$13.3 million compared to Q4FY07. For the full year ended Dec 31 2008, the sales in the semiconductor segment eased 34.1% to S\$72.4 million.

Compared to Q4FY07, the CEM segment's sales contracted by 34.4% in Q4FY08 to S\$4.2 million, while that for the year ended Dec 31 2008 eased 26.2% to S\$20.9 million. While there was a marked slowdown in the data storage business, the group benefited from increased orders from the oil and gas industry.

In terms of geographical performances, all markets except Malaysia reported lower sales. Revenue from Malaysia grew 43.3% to \$2.2 million in Q4FY08 and rose by 80.2% to S\$8.5 million for the whole of FY08. The higher sales were mainly due to a rise in orders from a key customer, as well as the increase in transfer of high volume businesses to Penang. This is in line with the Group's vision of focusing the bulk of its production there, while Singapore will serve as its corporate HQ, R&D, and other higher value-added operations.

Profitability

Despite lower sales and a weaker business environment, the Group continued to report profits for both Q4FY08 and for the full financial year. This was because the group was able to provide good quality products, reliability, and excellent delivery to our customers.

The Group registered a net profit of S\$1.81 million in the year of FY08.

On the quarterly basis, UMS achieved a lower profit for Q4FY08 as revenue decreased from S\$31.5 million to S\$17.5 million. Group Net profit was S\$0.643 million, down 63% from S\$1.736 million in Q4FY07. The lower profit was attributed to the decrease in sales.

The Group also maintained its gross material margin of about 62.1% despite the challenging industry conditions.

The Group also took decisive measures to control and reduce costs, including operational expenses as well as manpower costs.

Cashflow

The Group continued to generate positive cash flow from operating activities, with cash in hand of S\$18.8 million at the end of FY08. The 11.4% dip in cash compared to FY07 was mainly due to the expansion plans undertaken by the Group, with capex on machinery for UMS Aerospace and the building of the Group's new facilities in Penang. During the year under review, the Group also acquired 39.3 million UMS shares under the Group's share buy-back scheme and paid a dividend to shareholders of S\$3.6 million in the first half of FY08.

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

The results are in line with our previous announcement.

10 A commentary at the date of announcement of the significant trends and 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.

A Gartner report released in October 2008 expects the current slowdown in the industry to continue into 2009 before it recovers in 2010.

In a November 2008 report by the Semiconductor Industry Association (SIA), worldwide semiconductor sales will fall by 5.6% from about US\$261.2 billion in 2008 to US\$246.7 billion in 2009. Gartner also issued another report in December anticipating even lower revenue of US\$219.2 billion for 2009.

There will be continued pressure from customers to reduce pricing as demand weakens. Raw material cost remained high although this trend is likely to ease because of falling commodity prices worldwide. The outlook for the coming months is unclear as customers can only project on a short-term basis, thus making forward sales forecasts more difficult. Margins for new projects are expected to be much thinner.

The Group's facilities in Penang are ready, placing it in a good position to ramp up our capacity when the economic recovery takes place.

The overall market outlook remains uncertain. The next few quarters will remain very challenging as the global economic and financial turmoil deepens.

Barring any unforeseen circumstances and, having taken into account the management's internal forecast, the Board of Directors expects the Group's performance to be weaker in FY09.

11 Dividend

i. Whether an interim (final) ordinary dividend has been declared (recommended);

Current Financial Period Reported On:

Any dividend declared for the present financial period? Yes

Name of Dividend: Final

Dividend Type: Cash

Dividend Amount per Share: 0.5 cent per share (final) (one-tier tax exempt)

Par Value of Shares: N.A

Corresponding Period of Immediately Preceding Financial Year:

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

Name of Dividend: Final

Dividend Type: Cash

Dividend Amount per Share: 1 cent per share (final) (one-tier tax exempt)

Par Value of Shares: N.A

ii. The date the dividend is payable

To be advised

iii. The date on which Registrable Transfers received by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

To be advised

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

N.A

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.

Business Segments

	CEM		Semiconductor		Eliminations		Total	
	2008 S\$'000	2007 S\$'000	2008 S\$'000	2007 S\$'000	2008 S\$'000	2007 S\$'000	2008 S\$'000	2007 S\$'000
Total Revenue *	21,248	31,910	87,542	123,127	(15,418)	(16,821)	93,372	138,216
Segment results	1,419	2,837	21,254	29,592	844	2,713	23,517	35,142
Unallocated Financial Income							55	185
Unallocated Financial Expenses							(4,971)	(6,799)
Depreciation Expenses							(12,972)	(10,493)
Unallocated Expenses							(2,823)	(6,443)
Profit before income tax							2,806	11,592
Income tax expenses							(995)	531
Minority interests, net of tax							-	-
Net profit for the year							1,811	12,123
Group assets and liabilities								
Segment assets	10,665	18,199	26,896	30,623	-	-	37,561	48,822
Unallocated assets							197,835	198,364
Total assets							235,396	247,186
Segment liabilities	10,361	12,344	9,886	7,902	-	-	20,247	20,468
Unallocated liabilities							25,868	25,910
Total liabilities							46,115	46,378

Geographical Segments

	Singapore		Malaysia		USA		Otras		Eliminations		Total	
	2008 S\$'000	2007 S\$'000	2008 S\$'000	2007 S\$'000	2008 S\$'000	2007 S\$'000	2008 S\$'000	2007 S\$'000	2008 S\$'000	2007 S\$'000	2008 S\$'000	2007 S\$'000
Total revenue*	13,662	23,166	19,792	16,168	68,046	99,556	7,290	16,147	(15,418)	(16,821)	93,372	138,216
Other geographical information:												
Segment assets	189,928	205,073	41,705	24,259	184	8,013	3,579	9,841	-	-	235,396	247,186
Capital Expenditure	10,686	10,916	18,406	5,236	-	-	50	1,555	-	-	29,142	17,707
Depreciation	10,086	8,060	2,371	1,809	-	-	515	624	-	-	12,972	10,493

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.
N.A

15 A breakdown of sales as follows:

	Group			Company		
	2008	2007	Change	2008	2007	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
(a) Sales reported for first half	54,666	70,703	-23%	N.A	N.A	N.A
(b) Operating profit/loss after tax before deducting minority interests reported for first half year	254	8,339	-97%	4,000	120	3221%
(c) Sales reported for second year	38,057	67,513	-44%	N.A	N.A	N.A
(d) Operating profit/loss after tax before deducting minority interests reported for second half year	1,557	3,784	-59%	6,093	708	761%

16 A breakdown of total annual dividend (in dollar value) of the issuer's latest full year and its previous full year.

	Latest Full year	Previous Full Year
	S\$'000	S\$'000
Ordinary	1,771	3,615
Preference	-	-
Total	<u>1,771</u>	<u>3,615</u>

The current year dividend is declared based on outstanding ordinary shares of 354,228,661 (excluded treasury shares of 39,375,623)

17 Negative assurance on interim financial statements

Not Applicable

BY ORDER OF THE BOARD

Luong Andy /Goh Kah Ling
Chief Executive Officer / Executive Director