



Company Registration No.: 200100340R

Press Release

SGX-listed UMS Holdings announces update on proposed dual listing on the Korean Exchange

- **Proposed Korean Depositary Receipt issue via up to 110 million new ordinary shares representing almost 24.24% of UMS' enlarged share capital**
- **Proposed dual listing will diversify UMS' investor base, raise profile for expansion in Korean semiconductor industry**
- **Listing will provide a different perspective to UMS' valuation which in turn will likely enhance long-term shareholder value**

Singapore, 23 February 2011 – Mainboard-listed UMS Holdings Limited (“UMS” or the “Group”) has informed the Singapore Exchange that it plans to issue up to 110 million new UMS shares (“New Shares”) in conjunction with its proposed dual listing on the KOSDAQ Market of the Korean Exchange (“KRX”) already announced on 20 October 2010.

UMS intends that the New Shares in UMS' existing capital will underlie the proposed Korean Depositary Receipts (“Depositary Receipts”) to be listed on the KOSDAQ Market of the KRX.

The Group has yet to submit an application for listing eligibility review to the KRX for the listing of the Depositary Receipts on the KRX KOSDAQ.

Subject to, among others, the receipt of in-principle approval from the Singapore Exchange, UMS will be seeking shareholders' approval at an EGM to be convened as soon as possible for the proposed dual listing.

The ratio of the Depositary Receipts to New Shares will be 1:10. Hence the 110 million New Shares, if issued in entirety, will amount to approximately 32% and approximately 24.24% of UMS' existing and enlarged share capital of 343,754,327 and 453,754,327 shares, respectively.

The Group anticipates that the dual market listing in Korea and Singapore will help UMS in the following ways:

1. Korea has been known to be a base for global semiconductor manufacturing companies and hence one of the most dynamic equity markets for the industry which UMS is in
2. UMS can simultaneously tap into two equity markets in Asia-Pacific and attract educated investors, both retail and institutional, that understand and appreciate UMS and its semiconductor business enough to drive attractive valuations for UMS
3. listing of the Depositary Receipts will raise UMS' profile in Korea and will facilitate its penetration into the local market to look for suitable business opportunities including M&As with local companies
4. Additional capital from a new listing can be used for business expansion which will likely enhance long-term shareholder value

Mr Andy Luong, UMS' Founder and CEO, said: "Having helped the Group engineer a strong rebound in performance, our focus now is to increase both our corporate and capital market activities. Korea is traditionally homeground for many semiconductor companies and we anticipate that there will be much interest from Korean investors in UMS."

"The KDR issue will provide an alternative source of funds, while enhancing our investment and business profile to existing and potential new shareholders, which in turn should improve our stock valuation," he said.

"An enhanced investment positioning is important if we are to maximise our long-term growth potential in the best interests of shareholders," he added.

The Group has appointed KB Investment & Securities Co.,Ltd. as its Korean book runner.

The issue price of the Depositary Receipts will be determined by the Company and Korean Book Runner through a book-building process after taking into consideration, the prevailing conditions and market demand for the Depositary Receipts.

In determining the issue price of the Depositary Receipts (which implies the corresponding issue price of the underlying New Shares), the Company shall comply with Rule 811(1) of the SGX-ST Listing Manual which states that an issue of Shares must not be priced at more than 10% discount to the weighted average price for trades done on the SGX-ST for the full market day on which the issue price of the Depositary Receipts is determined. (The corresponding issue price per New Share shall be computed by dividing the issue price per Depositary Receipt by 10.)

UMS intends to make an announcement of the issue price of the Depositary Receipts (and the corresponding issue price of the underlying New Shares) to shareholders as soon as practicable after they have been determined.

The Company currently intends for the net proceeds raised from the issuance of New Shares to be used to, among others, expand the Group's businesses as and when opportunities arise, including but not limited to the acquisition of Korean precision engineering companies in the semi-conductor equipment industry in the future.

UMS intends to use 80% of the net proceeds to invest in plant and equipment and/or acquire companies, and the balance for working capital.

UMS plans to submit an application for listing eligibility review to the KRX for the listing of the Depositary Receipts on the KRX KOSDAQ in due course.

#End of Release#

PN: This press release is to be read in conjunction with the related mandatory announcement filed by UMS on SGX net.

About UMS Holdings Limited

Incorporated in Singapore on January 17, 2001, UMS Holdings Limited is a one-stop strategic integration partner providing equipment manufacturing and engineering services to Original Equipment Manufacturers of semiconductors and related products.

The Group is in the business of front end semi-conductor equipment contract manufacturing and is also involved in complex electromechanical assembly and final testing devices. The products we offer include modular and integration system for original semiconductor equipment manufacturing. Other industries that we also support include the electronic, machine tools and oil and gas.

Headquartered in Singapore, the Group has production facilities in Singapore, Malaysia as well as office in California, USA.

Issued on behalf of the company by WeR1 Consultants Pte Ltd

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