



**Interim Financial Information
For the Second Half and Financial Year Ended
31 December 2024**

AZTECH GLOBAL LTD.

Incorporated in the Republic of Singapore
Company Registration Number - 200909384G



**INTERIM FINANCIAL INFORMATION
FOR THE SECOND HALF AND FINANCIAL YEAR ENDED 31 DECEMBER 2024**

Condensed statements of financial position as at 31 December 2024

	Note	Group		Company	
		31.12.2024 \$'000	31.12.2023 \$'000	31.12.2024 \$'000	31.12.2023 \$'000
ASSETS					
Current assets					
Cash and cash equivalents		292,082	231,442	275,440	165,264
Trade receivables	3	81,825	200,739	-	-
Other receivables	4	2,671	2,634	1,800	802
Other investments	5	19,178	40,580	19,178	40,580
Prepayments		2,286	2,156	193	137
Inventories	6	32,354	73,940	-	-
Total current assets		430,396	551,491	296,611	206,783
Non-current assets					
Other receivables	4	-	-	464	946
Prepayments		633	-	-	-
Investment in subsidiaries		-	-	78,866	78,866
Property, plant and equipment	7	39,632	44,818	-	-
Deferred tax assets		550	966	161	240
Total non-current assets		40,815	45,784	79,491	80,052
Total assets		471,211	597,275	376,102	286,835
LIABILITIES AND EQUITY					
Current liabilities					
Borrowings	8	3,371	3,531	-	-
Lease liabilities		1,987	2,172	482	464
Trade payables	9	71,839	173,726	-	-
Other payables	10	23,276	31,047	75,874	25,272
Provision for retirement benefit		689	669	689	669
Derivative financial instruments		-	30	-	30
Current income tax payable		16,083	16,015	1,556	1,029
Total current liabilities		117,245	227,190	78,601	27,464
Non-current liabilities					
Borrowings	8	10,918	13,781	-	-
Lease liabilities		856	2,721	464	946
Provision for retirement benefit		299	279	299	279
Deferred tax liabilities		2,800	8,361	161	240
Total non-current liabilities		14,873	25,142	924	1,465
Capital and reserves					
Share capital	11	206,166	206,166	206,166	206,166
Treasury shares		(1,992)	(1,843)	(1,992)	(1,843)
Capital reserve		(4,670)	(4,670)	11,651	11,651
Foreign currency translation account		(17,652)	(18,558)	-	-
Share options reserve		696	636	696	636
Statutory reserve		14,755	1,254	-	-
Retained profits		141,790	161,958	80,056	41,296
Total equity		339,093	344,943	296,577	257,906
Total liabilities and equity		471,211	597,275	376,102	286,835



Condensed consolidated statements of comprehensive income for the second half and financial year ended 31 December 2024

	Note	Group			Group		
		6 months ended 31 December		increase/ (decrease) %	Financial year ended 31 December		increase/ (decrease) %
		2024 \$'000	2023 \$'000		2024 \$'000	2023 \$'000	
Revenue	12	248,402	507,703	(51.1)	621,606	896,286	(30.6)
Other income	13	190	432	(56.0)	452	1,103	(59.0)
Changes in finished goods, work in progress and raw materials used	14	(192,455)	(383,838)	(49.9)	(480,033)	(684,426)	(29.9)
Employee benefits expense	15	(21,777)	(30,156)	(27.8)	(50,529)	(58,453)	(13.6)
Depreciation expenses		(4,539)	(4,607)	(1.5)	(9,287)	(8,747)	6.2
Other operating expenses	16	(8,211)	(11,552)	(28.9)	(16,615)	(21,664)	(23.3)
Reversal of/(loss) allowance for trade receivables	17	1,076	(6,543)	(116.4)	2,892	(6,538)	(144.2)
Investment revenue	18	4,659	4,011	16.2	9,622	7,468	28.8
Other gains and losses	19	(443)	(2,203)	(79.9)	3,896	(218)	-
Finance costs		(448)	(558)	(19.7)	(947)	(1,078)	(12.2)
Profit before income tax		26,454	72,689	(63.6)	81,057	123,733	(34.5)
Income tax expense	20	(2,589)	(15,598)	(83.4)	(10,529)	(23,721)	(55.6)
Profit for the financial period/year		23,865	57,091	(58.2)	70,528	100,012	(29.5)
Other comprehensive income:							
- items that may be reclassified subsequently into profit or loss							
Exchange differences on translation of foreign operations, representing other comprehensive income for the financial period/year, net of tax		(1,012)	772	(231.1)	906	(4,682)	(119.4)
Total comprehensive income for the financial period/year		22,853	57,863	(60.5)	71,434	95,330	(25.1)
Profit attributable to owners of the parent		23,865	57,091	(58.2)	70,528	100,012	(29.5)
Total comprehensive income attributable to owners of the parent		22,853	57,863	(60.5)	71,434	95,330	(25.1)
Earnings per share							
Basic and diluted (Cents)*		3.10	7.40		9.14	12.96	
Diluted (Cents)*		3.09	7.40		9.13	12.96	

* Basic and diluted EPS for FY2024 and FY2023 are computed based on profit attributable to equity holders of the Company, divided by the weighted average number of issued ordinary shares of 771,888,929 (FY2023: 771,952,945) for basic EPS, and 772,143,417 (FY2023: 771,954,364) on a diluted basis, respectively.



Condensed statements of changes in equity for the financial year ended 31 December 2024

	Share capital	Treasury shares	Capital reserve	Foreign currency translation reserve/ (account)	Share options reserve	Statutory reserve	Retained profits	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Group								
Balance as at 1.1.2024	206,166	(1,843)	(4,670)	(18,558)	636	1,254	161,958	344,943
<i>Total comprehensive income for the financial year</i>								
Profit for the financial year	-	-	-	-	-	-	70,528	70,528
Other comprehensive income for the financial year	-	-	-	906	-	-	-	906
Total	-	-	-	906	-	-	70,528	71,434
<i>Transactions with owners, recognised directly in equity</i>								
Dividend	-	-	-	-	-	-	(77,195)	(77,195)
Share buyback	-	(149)	-	-	-	-	-	(149)
Share option expense	-	-	-	-	60	-	-	60
Reclassification of retained earnings not available for dividend distribution*	-	-	-	-	-	13,501	(13,501)	-
Total	-	(149)	-	-	60	13,501	(90,696)	(77,284)
Balance as at 31.12.2024	206,166	(1,992)	(4,670)	(17,652)	696	14,755	141,790	339,093
Balance as at 1.1.2023	206,166	(1,843)	(4,670)	(13,876)	288	1,254	96,684	284,003
<i>Total comprehensive income for the financial year</i>								
Profit for the financial year	-	-	-	-	-	-	100,012	100,012
Other comprehensive income for the financial year	-	-	-	(4,682)	-	-	-	(4,682)
Total	-	-	-	(4,682)	-	-	100,012	95,330
<i>Transactions with owners, recognised directly in equity</i>								
Dividend	-	-	-	-	-	-	(34,738)	(34,738)
Share option expense	-	-	-	-	348	-	-	348
Total	-	-	-	-	348	-	(34,738)	(34,390)
Balance as at 31.12.2023	206,166	(1,843)	(4,670)	(18,558)	636	1,254	161,958	344,943

* Statutory reserve has increased due to local regulatory requirement to set aside statutory reserve amounting to 10% of the retained earnings for operational needs and an additional 1% of retained earnings for employee benefits, when the local entity declared and paid dividends.

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Condensed Statements of changes in equity for the financial year ended 31 December 2024

(Continued)

	Share capital	Treasury shares	Capital reserve	Share options reserve	Retained profits	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Company						
Balance as at 1.1.2024	206,166	(1,843)	11,651	636	41,296	257,906
Profit representing total comprehensive income for the financial year	-	-	-	-	115,955	115,955
<i>Transactions with owners, recognised directly in equity</i>						
Dividend	-	-	-	-	(77,195)	(77,195)
Share buyback	-	(149)	-	-	-	(149)
Share option expense	-	-	-	60	-	60
Total	-	(149)	-	60	(77,195)	(77,284)
Balance as at 31.12.2024	206,166	(1,992)	11,651	696	80,056	296,577
Balance as at 1.1.2023	206,166	(1,843)	11,651	288	12,638	228,900
Profit representing total comprehensive income for the financial year	-	-	-	-	63,396	63,396
<i>Transactions with owners, recognised directly in equity</i>						
Dividend	-	-	-	-	(34,738)	(34,738)
Share option expense	-	-	-	348	-	348
Total	-	-	-	348	(34,738)	(34,390)
Balance as at 31.12.2023	206,166	(1,843)	11,651	636	41,296	257,906



Condensed consolidated statement of cash flows for the second half and financial year ended 31 December 2024

	Group		Group	
	6 months ended 31 December		Financial year ended 31 December	
	2024 \$'000	2023 \$'000	2024 \$'000	2023 \$'000
Operating activities				
Profit before income tax	26,454	72,689	81,057	123,733
Adjustments for:				
Depreciation of property, plant and equipment	4,539	4,607	9,287	8,747
Fair value (gain)/loss on derivative financial instruments	(1,705)	(1,738)	(3,238)	1,720
Fair value gain on investments, net	(134)	(431)	(793)	(702)
Share option expense	53	218	60	348
Gain on disposal of plant and equipment	(35)	(15)	(193)	(78)
Interest expense	448	558	947	1,078
Interest income	(4,659)	(4,011)	(9,622)	(7,468)
Lease modification	(3)	(15)	(3)	(15)
(Reversal of)/loss allowance for trade receivables	(1,076)	6,543	(2,892)	6,538
Net unrealised foreign exchange (gain)/loss	(523)	9,749	(4,723)	6,962
Plant and equipment written off	47	152	139	301
Provision for retirement benefit	41	36	41	36
Write-down for inventories obsolescence	318	83	395	95
Operating cash flows before movements in working capital	23,765	88,425	70,462	141,295
Trade receivables	160,567	(1,381)	135,057	(14,703)
Other receivables	289	1,778	(11)	981
Derivative financial instruments	1,669	(590)	3,209	(2,679)
Prepayments	(715)	80	(721)	(1,382)
Inventories	49,364	46,227	42,000	9,168
Trade payables	(146,690)	(49,962)	(112,171)	(17,081)
Other payables	(23,917)	(6,692)	(7,974)	(16,821)
Cash from operations	64,332	77,885	129,851	98,778
Income tax paid	(10,167)	(8,301)	(15,607)	(14,180)
Interest paid	(448)	(558)	(947)	(1,078)
Net cash from operating activities	53,717	69,026	113,297	83,520



Condensed interim consolidated statement of Cash Flows for the second half and financial year ended 31 December 2024 (Continued)

	Group		Group	
	6 months ended 31 December		Financial year ended 31 December	
	2024 \$'000	2023 \$'000	2024 \$'000	2023 \$'000
Investing activities				
Proceeds on disposal of plant and equipment	33	15	624	190
Purchases of plant and equipment*	(927)	(1,796)	(3,389)	(4,264)
Proceeds from changes/(Acquisition) of other investments, net	(4,178)	(15,311)	22,195	(9,624)
Proceeds from changes in term deposits, net	-	33,922	-	-
Interest received	4,659	4,011	9,622	7,468
Net cash from/(used in) investing activities	(413)	20,841	29,052	(6,230)
Financing activities				
Shares buyback	(149)	-	(149)	-
Repayment of obligations under lease liabilities	(1,213)	(971)	(2,300)	(1,761)
Proceeds from bank borrowings	304	541	625	16,511
Repayment of bank borrowings	(2,065)	(18,119)	(4,062)	(23,491)
Dividends paid	(38,597)	(23,159)	(77,195)	(34,738)
Net cash used in financing activities	(41,720)	(41,708)	(83,081)	(43,479)
Net change in cash and cash equivalents	11,584	48,159	59,268	33,811
Effects of exchange rate changes on the balance of cash held in foreign currencies	1,521	2,219	1,372	1,668
Cash and cash equivalents at beginning of the period/year	278,977	181,064	231,442	195,963
Cash and cash equivalents at end of the period/year (Note i)	292,082	231,442	292,082	231,442

*Please refer to Note 8 of "Notes to the condensed interim consolidated financial statements" for further information.

(i) Cash and Cash equivalents comprise:

	Group	
	As at 31 December 2024 \$'000	As at 31 December 2023 \$'000
	Cash	4,093
Fixed deposits	287,989	230,054
Cash and cash equivalents at end of financial year	292,082	231,442



Notes to the condensed interim consolidated financial statements

1. General corporate information

Aztech Global Ltd (the "Company") is incorporated and domiciled in Singapore, and its shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements, as at and for the financial year ended 31 December 2024, comprised the Company and its subsidiaries (the "Group"). The Company's primary activity is investment holding.

The principal activities of the Group are the manufacturing, marketing and trading of electronics products.

2. Basis of Preparation

The condensed interim financial statements for the financial year ended 31 December 2024 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting*, as issued by the Accounting and Corporate Regulatory Authority ("ARCA") in Singapore. These statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are provided to explain significant events and transactions that impact the Group's financial position and performance since the last financial statements for the financial year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year, which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore dollar which is the Company's functional currency.

2.1. New and amended standards adopted by the Group

During the current financial period, the Group and the Company adopted amendments to SFRS(I)s that took effect from financial year beginning 1 January 2024. The adoption of these amendments has been assessed to have no material financial impact on the Group's and the Company's results or financial position for the financial year ended 31 December 2024. Accordingly, there is no material impact on earnings per share.

2.2. Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions regarding accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are consistent with those applied in the consolidated financial statements as at and for the financial year ended 31 December 2024.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3. Trade receivables

	Group	
	31.12.2024	31.12.2023
	\$'000	\$'000
Third parties	88,353	209,949
Less: Loss allowance	(6,528)	(9,210)
	81,825	200,739

Trade receivables are non-interest bearing and generally subject to credit terms of 30 to 90 days.

Movements in the loss allowance for trade receivables:

	Group	
	31.12.2024	31.12.2023
	\$'000	\$'000
Balance as at 1 January	9,210	2,785
(Reversal)/Allowance during the reporting period	(2,892)	6,538
Exchange difference	210	(113)
Balance as at 31 December	6,528	9,210

Trade receivables amounted to \$81.8 million as at 31 December 2024, a decrease of \$118.9 million (59.2%) from \$200.7 million as at 31 December 2023. This decrease was primarily due to the lower revenue of \$81.7 million recognised in the fourth quarter of 2024 (Q4 2024).

Expected credit loss (ECL) assessment

The Group applies the simplified approach, using a provision matrix, to measure expected credit losses for trade receivables. To assess expected credit losses on a collective basis, trade receivables are grouped based on similar credit risk and aging profiles. The expected loss rates are derived from the Group's historical credit losses and adjusted for current and forward-looking information on macroeconomic factors affecting the Group's customers.

4. Other receivables

	Group		Company	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	\$'000	\$'000	\$'000	\$'000
Current				
Other receivables				
- Third parties ¹	1,385	399	1,288	304
Finance lease receivables ²	-	-	482	464
Value added tax receivable ³	680	1,608	19	22
Deposits	606	627	11	12
	2,671	2,634	1,800	802
Non-current				
Finance lease receivables ²	-	-	464	946
	2,671	2,634	2,264	1,748

¹ There was an increase in interest receivable from fixed deposits as at 31 December 2024.

² The finance lease receivables arise from a subsidiary's office sub-leasing arrangement.

³ The reduction in value added tax (VAT) receivables was mainly due effective management of material purchases during Q4 2024.

5. Other investments

	Group and Company	
	31.12.2024	31.12.2023
	\$'000	\$'000
Treasury bills	19,178	40,580

The MAS bills were acquired at discount from their face value and bear no coupon. The bills mature within 1 to 3 months from the issuance date.

6. Inventories

	Group	
	31.12.2024	31.12.2023
	\$'000	\$'000
Finished goods	3,637	4,632
Work-in-progress ("WIP")	3,357	10,768
Raw materials	25,360	58,540
	32,354	73,940

The Group purchased fewer raw material and components compared to FY2023 due to lower production requirements for Q1 2025.

7. Property, plant and equipment

During the financial year ended 31 December 2024, the Group acquired assets amounting to \$3,690,000 (31 December 2023: \$27,273,000) and disposed of assets with carry amount of \$432,000 (31 December 2023: \$89,000). Included in the acquired assets in FY 2023 was the leasehold property at Pasir Gudang, valued at \$21,438,000, of which \$19,323,000 was financed by secured bank borrowings.

8. Borrowings

	Group	
	31.12.2024 \$'000	31.12.2023 \$'000
<u>Amount repayable within one year or on demand</u>		
Secured – term loans	3,371	3,531
<u>Amount repayable after one year</u>		
Secured – term loans	10,918	13,781
Total borrowing	14,289	17,312

9. Trade payables

	Group	
	31.12.2024 \$'000	31.12.2023 \$'000
Third parties	71,839	173,726

Trade payables amounted to \$71.8 million as at 31 December 2024, a decrease of \$101.9 million (58.7%) from \$173.7 million as at 31 December 2023 primarily due to lower business volume in the fourth quarter of 2024 (Q4 2024).

10. Other payables

	Group		Company	
	31.12.2024 \$'000	31.12.2023 \$'000	31.12.2024 \$'000	31.12.2023 \$'000
Other payables				
- Third parties	840	1,076	38	70
- Subsidiaries ¹	-	-	75,594	24,960
Accrued expenses	6,043	6,473	242	242
Profit sharing scheme ²	3,561	2,970	-	-
Customer deposit ³	12,832	20,528	-	-
	23,276	31,047	75,874	25,272

¹ The Group has centralised funds in the Company to improve cash flow management.

² This is bonus provision for the Group's profit-sharing scheme for FY2024.

³ The decrease in customer deposits is primarily due to a reduction in the advance payments made for materials purchased on behalf of customers.

11. Share capital

	Group and Company			
	31.12.2024		31.12.2023	
	'000	\$'000	'000	\$'000
As at 1 January and 31 December	773,826	206,166	773,826	206,166

As at 31 December 2024, the Company holds 2,032,000 (2023: 1,872,600) treasury shares, valued at \$1,992,000 (2023: \$1,843,000). There were no sales, transfers, disposals, cancellations and uses of treasury shares during the financial period ended 31 December 2024. The total number of issued shares excluding treasury shares, as at 31 December 2024, was 771,793,545.

The Company's subsidiaries did not hold any shares in the Company as at 31 December 2024 and 31 December 2023.

Employee share options

Movements in the number of unissued ordinary shares under the Aztech Employee Share Option Scheme and their exercise prices are as follows:

Group and Company	Number of unissued ordinary shares of the Company under option					Balance as at end of the financial year	Exercise Price	Exercise period
	Balance as at beginning of the financial year	Granted during the financial year	Exercised during the financial year	Forfeited during the financial year				
2021 Options	1,750,000	-	-	(20,000)	1,730,000	0.934	13.12.2022 - 12.12.2031	
2023 Options	2,250,000	-	-	(200,000)	2,050,000	0.806	29.9.2024 – 28.9.2033	

On 29 September 2023, the Company made an announcement regarding the grant of employees' share options ("2023 Options") under the Aztech Employee Share Option Scheme on SGXNet in accordance with Rule 704(29) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

12. Revenue

2H 2024	Group		
	6 months ended 31 December 2024		
	Distribution & trading \$'000	Manufacturing \$'000	Total \$'000
Types of goods:			
Sale of goods	247,727	675	248,402
Timing of revenue recognition:			
At a point in time	247,727	675	248,402
Geographical information:			
North America	179,190	-	179,190
China	2,146	675	2,821
Europe	49,900	-	49,900
Singapore	1,359	-	1,359
Others	15,132	-	15,132
Total revenue	247,727	675	248,402
2H 2023	Group		
	6 months ended 31 December 2023		
	Distribution & trading \$'000	Manufacturing \$'000	Total \$'000
Types of goods:			
Sale of goods	507,482	221	507,703
Timing of revenue recognition:			
At a point in time	507,482	221	507,703
Geographical information:			
North America	419,505	-	419,505
China	7,518	186	7,704
Europe	77,228	-	77,228
Singapore	1,275	35	1,310
Others	1,956	-	1,956
Total revenue	507,482	221	507,703

12. Revenue (continued)

FY 2024	Group		
	Financial year ended 31 December 2024		
	Distribution & trading	Manufacturing	Total
	\$'000	\$'000	\$'000
Types of goods:			
Sale of goods	620,126	1,480	621,606
Timing of revenue recognition:			
At a point in time	620,126	1,480	621,606
Geographical information:			
North America	491,150	-	491,150
China	8,410	1,480	9,890
Europe	96,417	-	96,417
Singapore	2,502	-	2,502
Others	21,647	-	21,647
Total revenue	620,126	1,480	621,606
FY 2023	Group		
	Financial year ended 31 December 2023		
	Distribution & trading	Manufacturing	Total
	\$'000	\$'000	\$'000
Types of goods:			
Sale of goods	895,647	639	896,286
Timing of revenue recognition:			
At a point in time	895,647	639	896,286
Geographical information:			
North America	722,282	-	722,282
China	13,892	604	14,496
Europe	152,011	-	152,011
Singapore	2,479	35	2,514
Others	4,983	-	4,983
Total revenue	895,647	639	896,286

Revenue decreased by 30.6% in FY2024, primarily due to a decline in sales volume of IoT devices and Data-communication products, largely attributed to reduced demand from customers.

13. Other income

	Group			
	6 months ended 31 December		Financial year ended 31 December	
	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000
Scrap sales	45	50	95	103
Government grants	60	251	183	702
Others	85	131	174	298
	190	432	452	1,103

14. Changes in finished goods, work in progress and raw materials used

The decrease in finished goods, work in progress and raw materials was due mainly to the lower revenue in FY2024.

15. Employee benefits expense

	Group			
	6 months ended 31 December		Financial year ended 31 December	
	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000
<i>Employee benefits expense (including Directors' remuneration)</i>				
Staff costs	16,427	24,874	39,824	49,994
Defined contributions plans	689	501	1,332	1,141
Share option expense	53	218	60	348
Other employee benefits	4,608	4,563	9,313	6,970
	21,777	30,156	50,529	58,453

Employee benefits expense as a percentage of revenue was 8.1% (FY2023: 6.5%). The lower staff costs were due to fewer operators hired during FY2024, owing to lower revenue and production. The higher other employee benefits in FY2024 were mainly attributable to staff severance payment incurred in the China factory.

16. Other operating expense

The lower other operating expenses were mainly due to the purchase of tools and equipment, recruitment expenses, and equipment rental in FY 2023.

17. Reversal of/(loss) allowance of trade receivables

The Group made a loss allowance of \$6,538,000 for FY2023, primarily due to one of our customers, who is undergoing preliminary insolvency proceedings under self-administration in Germany. A full provision was made for the trade receivables from this customer, who accounted for 3.1% of total revenue for FY2023. The loss allowance for this customer in FY2024 was written back upon settlement of certain outstanding balance.

18. Investment revenue

The increase in interest income during FY2024 was primarily due to higher fixed deposits and treasury bills.

19. Other gains and losses

The increase in other gains and losses in FY2024 was primarily due to a higher fair value gain on derivative financial instruments.

20. Income tax expense

The Group calculates the income tax expense for the financial period using the tax rate applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of comprehensive income are:

	Group			
	6 months ended		Financial year ended	
	31 December		31 December	
	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000
Current income tax expense				
- Current financial year	2,490	7,980	10,205	16,138
- Under provision in prior financial years	17	493	17	493
Deferred income tax expense				
- Current financial year	82	7,125	307	7,090
	2,589	15,598	10,529	23,721

Tax expense decreased due to lower profits achieved during the period.

In FY 2024, the Group made deferred tax expense provision of \$0.3million (FY 2023: \$7.1million) related to retained earnings from an overseas subsidiary.



21. Dividend

On 30 April 2024, the Company paid a final dividend of \$0.05 per ordinary share, totalling \$38,597,647 in cash, in respect of the financial year ended 31 December 2023.

On 16 August 2024, the Company paid an interim dividend of \$0.05 per ordinary share, totalling \$38,597,647 in cash, in respect of the financial year ended 31 December 2024.

22. Segment information

Management has determined the operating segments based on the reports reviewed by the chief operating decision maker.

The business is considered from both a geographic and business segment perspective. Geographically, management oversees and monitors the Group's operations in these primary areas: Singapore, Hong Kong, China and Malaysia. All these locations are involved in the manufacturing, distribution and trading of electronic products.

The Group has two reportable segments: the manufacturing segment and the distribution and trading segment.

The manufacturing segment produces electronic products for its customers including related companies.

The distribution and trading segment sells the electronic products to "Others" segment, whole-sale distributors and retailers.

The "Others" segment includes the Group's remaining minor trading and investment holding activities, which are not separately reported to the chief operating decision maker and contribute only a minor amount of revenue to the Group.

22. Segment and revenue information (continued)

2H 2024	<u>Distribution and trading</u>	<u>Manufacturing</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
	\$'000	\$'000	\$'000	\$'000	\$'000
1.7.2024 to 31.12.2024					
Revenue					
Revenue from external customers	247,727	675	-	-	248,402
Inter-segment revenue	16,194	219,689	-	(235,883)	-
Total revenue	263,921	220,364	-	(235,883)	248,402
Results					
Segment results	124,733	(710)	78,077	(175,198)	26,902
Finance costs	(64)	(340)	(71)	27	(448)
Profit before income tax	124,669	(1,050)	78,006	(175,171)	26,454
Income tax expense					(2,589)
Profit for the reporting period					23,865
Significant non-cash items					
Depreciation expenses	669	4,423	40	(593)	4,539
Reversal of allowance for trade receivables	(1,076)	-	-	-	(1,076)
Other items of income and expense					
Interest income	233	296	4,156	(26)	4,659
Expenditures for segment non-current assets					
- Additions to PPE	81	1,117	-	(20)	1,178
Total segment assets*					
31.12.2024	244,882	229,766	382,470	(386,457)	470,661
Total segment liabilities**					
31.12.2024	131,169	135,369	81,405	(234,708)	113,235

22. Segment and revenue information (Continued)

2H 2023	<u>Distribution and trading</u>	<u>Manufacturing</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
	\$'000	\$'000	\$'000	\$'000	\$'000
1.7.2023 to 31.12.2023					
Revenue					
Revenue from external customers	507,482	221	-	-	507,703
Inter-segment revenue	201,977	558,526	-	(760,503)	-
Total revenue	709,459	558,747	-	(760,503)	507,703
Results					
Segment results	42,651	26,344	37,116	(32,864)	73,247
Finance costs	(129)	(388)	(51)	10	(558)
Profit before income tax	42,522	25,956	37,065	(32,854)	72,689
Income tax expense					(15,598)
Profit for the reporting period					57,091
Significant non-cash items					
Depreciation expenses	657	3,903	227	(180)	4,607
Other items of income and expense					
Interest income	319	190	3,503	(1)	4,011
Expenditures for segment non-current assets					
- Additions to PPE	26	3,340	-	1	3,367
Total segment assets*					
31.12.2023	345,755	411,817	289,886	(451,149)	596,309
Total segment liabilities**					
31.12.2023	282,986	214,626	31,130	(300,786)	227,956

*Total segment assets exclude deferred tax assets

**Total segment liabilities exclude current income tax payables and deferred tax liabilities

22. Segment and revenue information (Continued)

FY 2024	<u>Distribution and trading</u>	<u>Manufacturing</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
	\$'000	\$'000	\$'000	\$'000	\$'000
1.1.2024 to 31.12.2024					
Revenue					
Revenue from external customers	620,126	1,480	-	-	621,606
Inter-segment revenue	131,238	631,286	-	(762,524)	-
Total revenue	751,364	632,766	-	(762,524)	621,606
Results					
Segment results	162,857	9,938	117,616	(208,407)	82,004
Finance costs	(148)	(710)	(143)	54	(947)
Profit before income tax	162,709	9,228	117,473	(208,353)	81,057
Income tax expense					(10,529)
Profit for the reporting period					70,528
Significant non-cash items					
Depreciation expenses	1,370	8,680	78	(841)	9,287
Reversal of allowance for trade receivables	(2,892)	-	-	-	(2,892)
Other items of income and expense					
Interest income	575	560	8,540	(53)	9,622
Expenditures for segment non-current assets					
- Additions to PPE	903	2,807	-	(20)	3,690
Total segment assets*					
31.12.2024	244,882	229,766	382,470	(386,457)	470,661
Total segment liabilities**					
31.12.2024	131,169	135,369	81,405	(234,708)	113,235

22. Segment and revenue information (Continued)

FY 2023	<u>Distribution and trading</u>	<u>Manufacturing</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
	\$'000	\$'000	\$'000	\$'000	\$'000
1.1.2023 to 31.12.2023					
Revenue					
Revenue from external customers	895,647	639	-	-	896,286
Inter-segment revenue	426,491	1,048,338	-	(1,474,829)	-
Total revenue	1,322,138	1,048,977	-	(1,474,829)	896,286
Results					
Segment results	72,552	49,559	62,362	(59,662)	124,811
Finance costs	(303)	(687)	(107)	19	(1,078)
Profit before income tax	72,249	48,872	62,255	(59,643)	123,733
Income tax expense					(23,721)
Profit for the reporting period					100,012
Significant non-cash items					
Depreciation expenses	1,343	7,242	248	(86)	8,747
Other items of income and expense					
Interest income	722	301	6,451	(6)	7,468
Expenditures for segment non-current assets					
- Additions to PPE	51	27,239	-	(17)	27,273
Total segment assets*					
31.12.2023	345,755	411,817	289,886	(451,149)	596,309
Total segment liabilities**					
31.12.2023	282,986	214,626	31,130	(300,786)	227,956

*Total segment assets exclude deferred tax assets

**Total segment liabilities exclude current income tax payables and deferred tax liabilities

22. Segment and revenue information (Continued)

2H 2024	Distribution & trading	The Group Manufacturing	Total
	\$'000	\$'000	\$'000
1.7.2024 to 31.12.2024			
<u>Product types</u>			
IoT devices and Datacom products	245,977	624	246,601
LED products	1,598	-	1,598
Others ⁽¹⁾	152	51	203
	247,727	675	248,402
2H 2023			
1.7.2023 to 31.12.2023			
<u>Product types</u>			
IoT devices and Datacom products	501,428	126	501,554
LED products	5,853	-	5,853
Others ⁽¹⁾	201	95	296
	507,482	221	507,703
FY 2024			
	Distribution & trading	The Group Manufacturing	Total
	\$'000	\$'000	\$'000
1.1.2024 to 31.12.2024			
<u>Product types</u>			
IoT devices and Datacom products	616,937	1,350	618,287
LED products	3,013	-	3,013
Others ⁽¹⁾	176	130	306
	620,126	1,480	621,606
FY 2023			
1.1.2023 to 31.12.2023			
<u>Product types</u>			
IoT devices and Datacom products	881,851	418	882,269
LED products	13,464	-	13,464
Others ⁽¹⁾	332	221	553
	895,647	639	896,286

⁽¹⁾ Others refer to other electrical products

23. Financial assets and financial liabilities

	Group		Company	
	31.12.2024 \$'000	31.12.2023 \$'000	31.12.2024 \$'000	31.12.2023 \$'000
Financial assets				
Trade receivables	81,825	200,739	-	-
Other receivables	2,671	2,634	2,264	1,748
Cash and cash equivalents	292,082	231,442	275,440	165,264
	<u>376,578</u>	<u>434,815</u>	<u>277,704</u>	<u>167,012</u>
Less: Value added tax receivables	(680)	(1,608)	(19)	(22)
Amortised cost	<u>375,898</u>	<u>433,207</u>	<u>277,685</u>	<u>166,990</u>
Short-term investments, representing financial assets measured at fair value through profit or loss	19,178	40,580	19,178	40,580
Financial liabilities				
Trade payables	71,839	173,726	-	-
Other payables	23,276	31,047	75,874	25,272
Borrowings	14,289	17,312	-	-
Lease liabilities	2,843	4,893	946	1,410
	<u>112,247</u>	<u>226,978</u>	<u>76,820</u>	<u>26,682</u>
Less: Customer deposits	(12,832)	(20,528)	-	-
Amortised cost	<u>99,415</u>	<u>206,450</u>	<u>76,820</u>	<u>26,682</u>
Derivative financial instruments, representing financial liabilities measured at fair value through profit or loss	-	30	-	30

24. Profit before taxation

a. Significant items

	Group			
	6 Months ended 31 December		Financial year end 31 December	
	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000
Depreciation expenses				
Depreciation of property, plant and equipment	4,539	4,607	9,287	8,747
Investment revenue				
Interest income	4,659	4,011	9,622	7,468
Other operating expenses				
Other factory costs	4,203	5,745	8,293	11,117

b. Related party transactions

There were no material related party transactions.

25. Net Asset Value

	Group		Company	
	31.12.2024	31.12.2023	31.12.2024	31.12.2023
	\$	\$	\$	\$
Net asset value per ordinary share	0.44	0.45	0.38	0.33

As at 31 December 2024, NAV per Share is calculated based on the issued share capital of 771,793,545 shares. As at 31 December 2023, NAV per Share is calculated based on the issued share capital of 771,952,945 shares.

26. Subsequent events

Not applicable



OTHER INFORMATION

1. Review

The condensed consolidated statement of financial position of Aztech Global Ltd. and its subsidiaries as at 31 December 2024 and the related condensed consolidated statement of comprehensive income, condensed statements of changes in equity and condensed consolidated statement of cash flows for the financial year ended and certain explanatory notes have not been audited and reviewed.

2. Review of performance of the Group

The Group reported a 30.6% year-on-year (y-o-y) decrease in revenue, amounting to \$621.6 million for the financial year ended 31 December 2024 ("FY2024"). Revenue for the six months ended 31 December 2024 ("2H 2024") decreased by 51.1% y-o-y to \$248.4 million.

The Group recorded a decrease in profit before tax ("PBT") of \$26.5 million for 2H 2024 compared with \$72.7 million for 2H 2023. The Group's net profit for 2H 2024 was \$23.9 million (2H 2023: \$57.1 million), with a net profit margin of 9.6% (2H 2023: 11.2%).

For FY2024, the Group recorded a decrease in PBT of \$81.1 million, compared with \$123.7 million for FY2023. The Group's net profit for FY2024 was \$70.5 million (FY2023: \$100.0 million), with a net profit margin of 11.3% (FY2023: 11.2%).

FINANCIAL POSITION AND CASHFLOW

The Group's cash generated from operations for FY2024 was \$113.3 million, an increase of \$29.8 million compared with \$83.5 million in FY2023. The higher cash flow from operations in FY2024 was primarily driven by effective working capital management.

As at 31 December 2024, the Group's financial position remained strong, with cash and cash equivalents amounting to \$292.1 million (31 December 2023: \$231.4 million).

As at 31 December 2024, equity attributable to owners of the Group was \$339.1 million (31 December 2023: \$344.9 million) with NAV per share maintained at \$0.44 (31 December 2023: \$0.45), based on the share capital of 771,793,545 shares (31 December 2023: 771,952,945).

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

Not applicable.

4. A commentary at the date of announcement of the significant trends and competitive conditions of the industry in which the group operations and any known factors or events that may affect the Group in the next operating period and the next 12 months.

Amid rising trade restrictions, geopolitical tensions and global economic uncertainties^{1,2}, the Group is encountering some demand volatility from customers. The Group is prioritising to grow its customer base, strengthen relations with existing customers, manage its cost as well as enhance its design and manufacturing capabilities. It will also continue with digital transformation and automation to optimise operational efficiency.

In Malaysia, the Group has successfully consolidated its operations at its 300,000 sq ft manufacturing facility in Pasir Gudang, Johor and installed plastic injection machines that expanded the facility's production capacity and capability. It is adding a new automated production line in the said facility that is expected to be commissioned in the second quarter of 2025. Meanwhile, the Group has rationalised manufacturing capacity at its facility in Dongguan, China.

5 new products entered commercial production in the final quarter of 2024. In addition, the Group secured 7 new customers during the year with commercial production expected in FY2025. The Group is exploring M&A opportunities to expand its customer base.

5. Dividend

a. Current financial Period Reported on

The board of directors recommended the following final ordinary and special dividend, subject to approval by the shareholders during annual general meeting:

Name of Dividend	Final ordinary (Proposed)	Special (Proposed)
Dividend Type	Cash	Cash
Dividend Amount per Share (in \$)	0.03 per ordinary share*	0.07 per ordinary share*
Paid based on total number of ordinary shares	771,793,545	771,793,545
Tax Rate	One-tier tax-exempt	One-tier tax-exempt

*Subject to shareholder approval at the forthcoming AGM

During the financial year, the Company declared interim one-tier tax-exempt dividend of \$0.05 per ordinary share totalling \$38,597,647 in respect of the financial year ended 31 December 2024.

Name of Dividend	Interim (Paid)
Dividend Type	Cash
Dividend Amount per Share (in \$)	0.05 per ordinary share
Paid based on total number of ordinary shares	771,952,945
Tax Rate	One-tier tax-exempt

Total dividend for FY2024 will be 15.0 cents per ordinary share.

¹ IMF, World Economic Outlook – Global Growth: Divergent and Uncertain, 17 January 2025

² World Bank, Global Economic Prospects, 16 January 2025

5. Dividend (Continued)

b. Corresponding Period of the Immediately Preceding Financial Year

During the preceding financial year, the Company declared interim one-tier tax-exempt dividend of \$0.03 per ordinary share, totalling \$23,158,588, and final one-tier tax-exempt dividend of \$0.05 per ordinary share, totalling \$38,597,647, in respect of the financial year ended 31 December 2023.

Name of Dividend	Interim (Paid)	Final ordinary (Paid)
Dividend Type	Cash	Cash
Dividend Amount per Share (in \$)	0.03 per ordinary share	0.05 per ordinary share
Paid based on total number of ordinary shares	771,952,945	771,952,945
Tax Rate	One-tier tax-exempt	One-tier tax-exempt

Total dividend for FY2023 was 8.0 cents per ordinary share.

c. Date Payable

The payment of final dividend is subject to shareholder approval at the Annual General Meeting on 11 April 2025. If approved, the dividend will be paid on 29 April 2025.

d. Books closure date

The Transfer Book and Register of Members of Aztech Global Ltd. ("Company") will be closed at 5.00 p.m. (Singapore time) on 21 April 2025 for the purpose of determining its shareholders' entitlements to the proposed final dividend.

6. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not sought a general mandate from shareholders for Interest Person Transactions.

7. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

Pursuant to Listing Rule 720(1), the Company has obtained undertakings from all its directors and executive officers in the format as set out in Appendix 7.7 of the SGX-ST Listing Manual.

8. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the prescribed format. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Mr. Michael Mun	74	Mr. Michael Mun is the father of Mr. Jeremy Mun.	<p><u>Position</u> Executive Chairman and CEO (since May 2009)</p> <p><u>Duties</u> Responsible for identifying and implementing Group-wide business growth strategies and overseeing all aspects of our Group's growth and operating functions.</p>	Not applicable
Mr. Jeremy Mun	48	Mr. Jeremy Mun is the son of Mr. Michael Mun.	<p><u>Position</u> Executive Director and COO (since August 2017)</p> <p><u>Duties</u> Responsible for day-to-day operation and management of our business.</p>	Not applicable
Mr. Ivan Mun	42	Mr. Ivan Mun is the son of Mr. Michael Mun and the sibling of Mr. Jeremy Mun.	<p><u>Position</u> Vice President, Business Development (Since January 2024)</p> <p><u>Duties</u> Responsible for business development activities of our Group.</p>	Not applicable
Ms. Huang Xiaolin	41	Ms. Huang Xiaolin is the spouse of Mr. Ivan Mun, daughter-in-law of Mr. Michael Mun, and sister-in-law of Mr. Jeremy Mun.	<p><u>Position</u> Manager, Procurement and Logistics at Aztech Technologies Pte. Ltd (since October 2020).</p> <p><u>Duties</u> Responsible for managing the procurement and logistical activities.</p>	Not applicable



9. Use of IPO Proceeds

Pursuant to the Listing of the Company, the Company received gross proceeds of \$198.4 million from the issuance of the New Cornerstone Shares. As at the date of this announcement, the gross proceeds from the issuance of the New Cornerstone Shares have been utilised as follows:

	Amount allocated (as disclosed in the Prospectus) (\$'000)	Amount utilised as at the date of this announcement (\$'000)	Balance as at the date of this announcement (\$'000)
Expansion and enhancement of the Group's manufacturing facilities ¹	50,000	12,554	37,446
Expansion of the Group's business through, <i>inter alia</i> , investments, mergers and acquisitions, joint ventures and/or strategic collaboration	50,000	5,857	44,143
Enhancement of the Group's R&D capabilities	15,000	201	14,799
Increase sales and marketing channels for overseas markets expansion	10,000	788	9,212
Expansion of the Group's ODM/JDM business to capitalise on opportunities in the growing IoT market	5,000	300	4,700
Working capital ²	58,600	58,600	-
Listing expenses ³	9,800	9,800	-
	198,400	88,100	110,300

¹ New equipment purchased to enhance manufacturing productivity.

² Usage of working capital includes the payment of salary related costs.

³ Payment for underwriting commission and offering expenses.



Confirmation by the Board

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the financial year ended 31 December 2024 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Michael Mun Hong Yew
Director

Jeremy Mun Weng Hung
Director

Singapore

Date: 25 February 2025