



NEWS RELEASE

Micro-Mechanics Reports Record Financial Performance for FY2021

- Net profit jumped 23.3% to S\$18.1 million on revenue growth of 14.8% to S\$73.7 million in FY2021
- Proposing final dividend of 6 cents per share and special dividend of 2 cents per share
- Higher total dividend payout of 14 cents per share for FY2021 from 12 cents per share in FY2020
- Healthy financial position with cash of S\$20.6 million and no bank borrowings

Singapore, 28 August 2021 – Micro-Mechanics (Holdings) Ltd. (“Micro-Mechanics” or the “Group”), a manufacturer of high precision tools and parts used in process-critical applications for the semiconductor industry, has delivered a record performance for the financial year ended 30 June 2021 (“FY2021”) as its net profit improved 23.3% to S\$18.1 million on the back of 14.8% growth in revenue to S\$73.7 million.

The Group also achieved its highest-ever quarterly results during the three months ended 30 June 2021 (“4Q21”) with net profit rising 21.4% to S\$4.8 million on revenue growth of 16.9% to S\$19.1 million.

In keeping with its long-held practice of rewarding shareholders, Micro-Mechanics is proposing to pay a final dividend of 6 cents per share and a special dividend of 2 cents per share. This will raise the Group’s total dividend payout for FY2021 to 14 cents per share from 12 cents per share in FY2020.

CEO of Micro-Mechanics, Mr Chris Borch said, “The Group has benefited from the resilience of the global semiconductor industry which continued to show steady growth amid the economic headwinds from the COVID-19 pandemic. Despite facing many challenges during this unprecedented period, the Group was able to deliver record revenue and profits in FY2021. In addition to rewarding shareholders, our decision to raise the total dividend payout again in FY2021 is a signal that we remain confident in the long-term prospects of Micro-Mechanics.”

The Group continues to believe the semiconductor industry is poised for a prolonged period of solid growth as chips become increasingly embedded in almost every aspect of modern life. Hence, Micro-Mechanics’ continuing success will hinge on its ability to identify opportunities and prioritise the initiatives and investments that enhance stakeholder value.

“On 4 August 2021, the Group was once again recognised in the latest Singapore Governance and Transparency Index for our efforts to practice good governance with a ranking of 15 out of 519 companies on the Singapore Exchange. Although it is usually associated with tedious compliance and voluminous reporting, we think governance is really a simple methodology that helps to align the way our people at all levels of the organisation, from the Board Room to the Shop Floor, make decisions and take actions to enhance and protect stakeholder value. We think good governance also means respecting the way investors make decisions by being transparent and providing accurate, complete and timely information. said Mr Borch.

As at 30 June 2021, the Group remained in a healthy financial position with a balance sheet that had total assets of S\$72.3 million, shareholders’ equity of S\$58.0 million, cash and cash equivalents of S\$20.6 million and no bank borrowings.

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This news release should be read in conjunction with the Group's financial statements posted on the SGX website on 28 August 2021.

About Micro-Mechanics

Micro-Mechanics designs, manufactures and markets high precision tools and parts used in process-critical applications for the wafer-fabrication and assembly processes of the semiconductor industry.

The Group serves a worldwide base of customers from five manufacturing facilities located in Singapore, Malaysia, China, the Philippines and the USA, and a direct sales presence in Europe. Micro-Mechanics' strategy is to relentlessly pursue product and operational improvements while providing fast, effective and local support to its customers worldwide.

In addition to designing and manufacturing a market-leading range of consumable tools and parts used in the assembly and testing of semiconductors, the Group also engages in the contract manufacturing of precision parts and tools used in process-critical applications for the semiconductor wafer-fabrication industry.

Since listing on the Singapore Exchange in June 2003, Micro-Mechanics has won over 30 awards in recognition of its high standards of corporate governance, quality of disclosure, transparency and investor relations.

For more information, please visit the Group's website at www.micro-mechanics.com