

**UMS INTEGRATION LIMITED**  
**COMPANY REGISTRATION NO: 200100340R**  
**First Quarter Financial Statement And Dividend Announcement**

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

- 1 (a) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

**UNAUDITED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 31 MARCH 2025**

	<b>Group</b>		
	<b>3 Months Ended</b>		
	<b>31-Mar-25</b>	<b>31-Mar-24</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Revenue (Note 8)	57,654	53,988	7%
Changes in inventories	7,522	1,021	637%
Raw material purchases and subcontractor charges	(32,927)	(26,292)	25%
Employee benefits expense	(9,145)	(8,652)	6%
Depreciation expense	(5,840)	(4,283)	36%
Amortisation of intangible asset	(75)	(75)	0%
Other expenses (Note (b))	(5,645)	(5,205)	8%
Other (charges)/credits (Note (c))	(384)	884	N.M
Finance income (Note (a))	391	455	-14%
Finance expense (Note (a))	(127)	(217)	-41%
<b>Profit before income tax</b>	<b>11,424</b>	<b>11,624</b>	<b>-2%</b>
Income tax expense (Note (d))	(1,277)	(1,594)	-20%
<b>Net profit for the period from continuing operations</b>	<b>10,147</b>	<b>10,030</b>	<b>1%</b>
<b>Profit attributable to:</b>			
<b>Owners of the parent</b>	<b>9,827</b>	<b>9,802</b>	<b>0%</b>
Non- controlling interests	320	228	40%
	<b>10,147</b>	<b>10,030</b>	<b>1%</b>
<b>Earnings per share attributable to owners of the Company (cents per share)</b>			
Basic	<b>1.38</b>	<b>1.41</b>	
Diluted	<b>1.38</b>	<b>1.41</b>	

**NOTES TO INCOME STATEMENT****Note (a) Finance income/(expense)**

	<b>Group</b>		
	<b>3 Months Ended</b>		
	<b>31-Mar-25</b>	<b>31-Mar-24</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Interest income from cash and cash equivalents	391	455	-14%
Interest expense on lease liabilities	(124)	(101)	23%
Interest expense from bank borrowings	(3)	(116)	-97%
Net finance income (Note (i))	264	238	11%

Note 1 (a)(a)(i) – The increase in net finance income during the quarter was mainly due to lower interest expense from bank borrowings.

**Note (b) Other expenses**

	<b>Group</b>		
	<b>3 Months Ended</b>		
	<b>31-Mar-25</b>	<b>31-Mar-24</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Legal and professional fees (Note (i))	(725)	(601)	21%
Utilities (Note (ii))	(1,999)	(1,790)	12%
Freight charges	(218)	(272)	-20%
Insurance	(182)	(207)	-12%
Upkeep of properties and equipment	(551)	(405)	36%
Upkeep of machinery	(776)	(826)	-6%
Others	(1,194)	(1,104)	8%
	(5,645)	(5,205)	8%

Note 1(a)(b)(i) – Professional fees relates mainly to amounts payable to the Group's sales consultant. Refer to note 13. The increase is mainly due to fees incurred in relation to our secondary listing in Bursa Malaysia.

Note 1(a)(b)(ii) – The increase was mainly due to additional production facilities added.

**Note (c) Other (charges)/credits**

	<b>Group</b>		
	<b>3 Months Ended</b>		
	<b>31-Mar-25</b>	<b>31-Mar-24</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Foreign exchange (losses)/gain - net (Note (i))	(1,051)	1,360	N.M
Gain/(loss) on disposal of property, plant and equipment	645	(311)	N.M
Property, plant & equipment written off	(29)	-	N.M
Allowance for inventories obsolescence	-	(480)	100%
Fair value gain on financial assets through profit and loss (Note (ii))	-	213	N.M
Others	51	102	-50%
	<b>(384)</b>	<b>884</b>	<b>N.M</b>

Note 1(a)(c)(i) – The net exchange loss was mainly due to the depreciation of the US dollar during the period.

Note 1(a)(c)(ii) – This relates to a quoted investment on the Singapore Stock Exchange. During the last financial year, the Group fully disposed the quoted shares.

**Note (d) Income tax**

	<b>Group</b>		
	<b>3 Months Ended</b>		
	<b>31-Mar-25</b>	<b>31-Mar-24</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Current income tax:			
- Current year	(1,548)	(1,691)	-8%
- under provision in respect of prior years	(2)	(2)	0%
Deferred taxation:			
- Current year	273	99	176%
	<b>(1,277)</b>	<b>(1,594)</b>	<b>-20%</b>

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

	Group		Company	
	31 Mar 2025	31 Dec 2024	31 Mar 2025	31 Dec 2024
	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and bank balances (Note (ii))	81,893	79,928	1,716	942
Trade receivables and other current assets	53,504	56,724	51,545	53,701
Loan to subsidiary	-	-	6,223	7,930
Inventories	116,693	109,171	-	-
<b>Total Current Assets</b>	<b>252,090</b>	<b>245,823</b>	<b>59,484</b>	<b>62,573</b>
<b>Non-Current Assets</b>				
Investment in subsidiaries (Note (i))	-	-	270,724	270,724
Property, plant and equipment	171,254	165,986	-	-
Right-of-use assets	9,355	9,345	-	-
Intangible assets	87,576	87,651	-	-
Loan to a subsidiary	-	-	10,833	9,882
Deferred tax assets	162	162	-	-
<b>Total Non-Current Assets</b>	<b>268,347</b>	<b>263,144</b>	<b>281,557</b>	<b>280,606</b>
<b>Total Assets</b>	<b>520,437</b>	<b>508,967</b>	<b>341,041</b>	<b>343,179</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current Liabilities</b>				
Bank borrowings (Note 1(b)(ii))	540	754	-	-
Trade and other payables (Note (iii))	40,887	39,600	22,739	109,970
Lease liabilities	572	652	-	-
Income tax payable	5,825	4,475	253	253
<b>Total Current Liabilities</b>	<b>47,824</b>	<b>45,481</b>	<b>22,992</b>	<b>110,223</b>
<b>Non Current Liabilities</b>				
Deferred tax liabilities	9,591	9,866	-	-
Long-term provision*	405	405	-	-
Lease liabilities	9,428	9,296	-	-
<b>Total Non-Current Liabilities</b>	<b>19,424</b>	<b>19,567</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities</b>	<b>67,248</b>	<b>65,048</b>	<b>22,992</b>	<b>110,223</b>
<b>Capital and Reserves</b>				
Share Capital (Note 1(b)(ii))	186,541	186,541	186,541	186,541
Treasury shares	(145)	(145)	-	-
Reserves	(14,238)	(13,354)	-	-
Retained earnings	255,031	245,204	131,508	46,415
	427,189	418,246	318,049	232,956
<b>Non-controlling interests</b>	<b>26,000</b>	<b>25,673</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>	<b>453,189</b>	<b>443,919</b>	<b>318,049</b>	<b>232,956</b>
<b>Total Liabilities and Equity</b>	<b>520,437</b>	<b>508,967</b>	<b>341,041</b>	<b>343,179</b>

\* Provision for reinstatement of leased premises.

Note 1 (b)(i)(i) Investment in Subsidiaries  
The details of the subsidiaries as at 31 March 2025 are as follows:

Name	Effective percentage of equity held by the group		Company's cost of investment	
	31-Mar-2025	31-Dec-2024	31-Mar-2025	31-Dec-2024
	%	%	S\$'000	S\$'000
<u>Held by the Company</u>				
UMS Systems Pte Ltd (Singapore)	100	100	9,561	9,561
UMS International Pte Ltd (Singapore)	100	100	800	800
UMS Pte Ltd (Singapore)	100	100	127,081	127,081
UMS Aerospace Pte Ltd (Singapore)	100	100	20,000	20,000
Integrated Manufacturing Technologies Pte Ltd (Singapore)	100	100	19,803	19,803
Ultimate Machining Solutions (M) Sdn. Bhd. (Malaysia)	100	100	30,772	30,772
Kalf Engineering Pte Ltd (Singapore)	51	51	990	990
Starke Singapore Pte Ltd (Singapore)	70	70	7,076	7,076
Ultimate Mechanical System Sdn. Bhd. (Malaysia)	100	100	7,643	7,643
JEP Holdings Limited (Singapore)	80	80	71,786	71,786
Unquoted equity shares, at cost			295,512	295,512
Less: Provision for impairment			(24,788)	(24,788)
			270,724	270,724
<u>Held through UMS International Pte Ltd</u>				
Ultimate Manufacturing Solutions (M) Sdn. Bhd. (Malaysia)	100	100	-	-
<u>Held through UMS Pte Ltd</u>				
UMS Solutions Pte Ltd (Singapore)	100	100	-	-
<u>Held through Kalf Engineering Pte. Ltd.</u>				
浙江凯富环境治理工程有限公司 (People's Republic of China)	51	51	-	-
<u>Held through Starke Singapore Pte Ltd</u>				
Starke Asia Sdn. Bhd. (Malaysia)	70	70	-	-
<u>Held through Ultimate Machining Solutions (M) Sdn. Bhd</u>				
AllStar Manufacturing Sdn. Bhd. (Malaysia)	100	100	-	-

Note 1 (b)(i)(i) Investment in Subsidiaries (cont'd)

The details of the subsidiaries as at 31 March 2025 are as follows: (cont'd)

Name	Effective percentage of equity held by the group		Company's cost of investment	
	31-Mar-2025 %	31-Dec-2024 %	31-Mar-2025 S\$'000	31-Dec-2024 S\$'000
<u>Held through UMS Aerospace Pte Ltd</u>				
Integrated Manufacturing Technologies Inc. (United States)	100	100	-	-
<u>Held through JEP Holdings Limited</u>				
JEP Precision Engineering Pte Ltd (Singapore)	80	80	-	-
JEP Industrades Pte Ltd (Singapore)	80	80	-	-
JEP Engineering Pte Ltd (Singapore)	80	80	-	-
JEP Precision Engineering (M) Sdn. Bhd. (Malaysia)	80	80	-	-

Note 1(b)(i)(ii) – The net increase in cash and cash equivalents by S\$2.2 million (after netting-off bank borrowing) was mainly due to the net cash generated from operating activities of S\$11.4 million and proceeds from disposal of property, plant and equipment of S\$0.7million, partially offset by capex of S\$11.0 million and repayment of bank borrowings during the period.

Note 1(b)(i)(iii) – Trade and other payables increased by S\$1.3 million, mainly due to higher purchase made during the period.

- 1(c) **A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	<b>Group</b>	
	<b>3 Months Ended</b>	
	<b>31-Mar-25</b>	<b>31-Mar-24</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from operating activities</b>		
Profit before income tax	11,424	11,624
Adjustments for:		
Depreciation expense	5,840	4,283
Amortisation of intangible assets	75	75
Allowance for inventories obsolescence	-	480
(Gain)/loss on disposal of property, plant and equipment	(645)	311
Property, plant and equipment written off	29	-
Interest income	(391)	(455)
Interest expense	127	217
Fair value gain on financial assets through profit and loss	-	(213)
<b>Operating cash flows before working capital changes</b>	<b>16,459</b>	<b>16,322</b>
Change in working capital:		
Trade receivables and other current assets	1,325	5,495
Inventories	(7,522)	(1,502)
Trade and other payables	1,370	(10,066)
<b>Cash generated from operations</b>	<b>11,632</b>	<b>10,249</b>
Income tax paid	(213)	(197)
<b>Net cash generated from operating activities</b>	<b>11,419</b>	<b>10,052</b>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	674	520
Purchase of property, plant and equipment (Note 1(c)(i))	(10,984)	(7,350)
Interest received	391	455
<b>Net cash used in investing activities</b>	<b>(9,919)</b>	<b>(6,375)</b>
<b>Cash flows from financing activities</b>		
Repayment of bank borrowings	(215)	(4,647)
Interest paid	(3)	(118)
	(218)	(4,765)
Consideration paid for acquisition of non-controlling interests	-	(664)
Repayment of lease liabilities	(161)	(236)
Interest paid	(124)	(101)
	(285)	(337)
Proceeds from issue of ordinary shares	-	51,600
Payment for share issue costs	-	(1,682)
<b>Net cash (used in)/generated from financing activities</b>	<b>(503)</b>	<b>44,152</b>
Net increase in cash and cash equivalents	997	47,829
Net effect of exchange rate changes	968	368
Cash and cash equivalents at beginning of the period	79,928	67,458
<b>Cash and cash equivalents at end of the period</b>	<b>81,893</b>	<b>115,655</b>

- 1(c) **A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

The reconciliation of purchase of property, plant and equipment ("PPE") is presented below:

	<b>Group</b>	
	<b>31-Mar-25</b>	<b>31-Mar-24</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Note 1c(i)</b>		
<b><u>Purchase of property, plant and equipment</u></b>		
<b>Total additions</b>	11,559	8,356
Movement in downpayment to suppliers of PPE	(575)	(1,006)
<b>Net cash outflow</b>	<u>10,984</u>	<u>7,350</u>

- 1(d) **A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	<b>Group</b>		
	<b>3 Months Ended</b>		
	<b>31-Mar-25</b>	<b>31-Mar-24</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
<b>Net Profit for the period</b>	<b>10,147</b>	<b>10,030</b>	<b>1%</b>
Other comprehensive income, net of income tax:			
<i>Items that may be reclassified subsequently to profit and loss:</i>			
Exchange differences on translation of foreign operations	(877)	(153)	473%
<b>Total comprehensive income for the period</b>	<u><b>9,270</b></u>	<u><b>9,877</b></u>	<u><b>-6%</b></u>
<b>Attributable to:</b>			
Equity holders of the Company	8,943	9,840	-9%
Non-controlling interests	327	37	784%
	<u><b>9,270</b></u>	<u><b>9,877</b></u>	<u><b>-6%</b></u>



- 1(e)(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.

	Attributable to owners of the Company						
	Share Capital	Treasury Shares	Foreign Exchange Translation Reserve	Retained Earnings	Total	Non-controlling Interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group</b>							
<b>Balance at 1 January 2024</b>	136,623	(145)	(21,471)	244,830	359,837	27,089	386,926
<b>Changes in equity for first quarter</b>							
Net profit for the period	-	-	-	9,802	9,802	228	10,030
Other comprehensive income/(loss) for the period- Exchange differences on translation of foreign operations	-	-	38	-	38	(191)	(153)
<b>Total comprehensive income for the quarter</b>	-	-	38	9,802	9,840	37	9,877
Consideration paid for acquisition of non-controlling interests	-	-	-	(289)	(289)	(375)	(664)
Issue of ordinary shares	51,600	-	-	-	51,600	-	51,600
Share issue costs	(1,682)	-	-	-	(1,682)	-	(1,682)
<b>Balance at 31 March 2024</b>	186,541	(145)	(21,433)	254,343	419,306	26,751	446,057

	Attributable to owners of the Company						
	Share Capital	Treasury Shares	Foreign Exchange Translation Reserve	Retained Earnings	Total	Non-controlling Interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group</b>							
<b>Balance at 1 January 2025</b>	186,541	(145)	(13,354)	245,204	418,246	25,673	443,919
<b>Changes in equity for first quarter</b>							
Net profit for the period	-	-	-	9,827	9,827	320	10,147
Other comprehensive (loss)/income for the period- Exchange differences on translation of foreign operations	-	-	(884)	-	(884)	7	(877)
<b>Total comprehensive (loss)/income for the quarter</b>	-	-	(884)	9,827	8,943	327	9,270
<b>Balance at 31 March 2025</b>	186,541	(145)	(14,238)	255,031	427,189	26,000	453,189

	Attributable to owners of the Company		
	Share Capital	Retained Earnings	Total
	S\$'000	S\$'000	S\$'000
<b>Company</b>			
<b>Balance at 1 January 2024</b>	136,623	70,124	206,747
<b>Changes in equity for first quarter</b>			
Net loss for the period	-	(617)	(617)
<b>Total comprehensive loss for the quarter</b>	-	(617)	(617)
Issue of ordinary shares	51,600	-	51,600
Share issue costs	(1,682)	-	(1,682)
<b>Balance at 31 March 2024</b>	186,541	69,507	256,048

	Attributable to owners of the Company		
	Share Capital	Retained Earnings	Total
	S\$'000	S\$'000	S\$'000
<b>Company</b>			
<b>Balance at 1 January 2025</b>	186,541	46,415	232,956
<b>Changes in equity for first quarter</b>			
Net profit for the period	-	85,093	85,093
<b>Total comprehensive income for the quarter</b>	-	85,093	85,093
<b>Balance at 31 March 2025</b>	186,541	131,508	318,049

- 1(e)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation 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 the number of shares that may be issued on conversion of all outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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.**

There was no change in the Company's issued share capital since the last financial year ended 31 December 2024 to 31 March 2025.

- 1(e)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

The total number of issued shares excluding treasury shares as at 31 March 2025 was 710,535,941 (31 December 2024: 710,535,941).

- 1(e)(iv) A statement showing all sales, transfers, cancellation and/ or use of treasury shares as at the end of the current financial period reported on.**

There were no sales, transfers, cancellation and/ or use of treasury shares by the company during the first quarter ended 31 March 2025.

**1(e)(v) A statement showing all sales, transfers, cancellation and/ or use of subsidiary holdings as at the end of the current financial period reported on.**

There were no sales, transfers, cancellation and/ or use of subsidiary holdings as at 31 March 2025.

**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 external auditors.

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

Not applicable.

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

Except as stated in Note 5, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those of the audited financial statements for the financial year ended 31 December 2024.

**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.**

The adoption of new and revised standards did not have substantial effect on the financial performance and position of the Group for the current financial period ended 31 March 2025.

**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.**

	<b>Group</b>	
	<b>3 Months Ended</b>	
	<b>31-Mar-25</b>	<b>31-Mar-24</b>
Earnings per ordinary share of the Group based on net profit attributable to owners of the company:-		
(a) Based on the weighted average number of ordinary shares on issue	1.38 cents	1.41 cents
- Weighted average number of shares (excluding treasury shares)	710,535,941	696,909,567
(b) On a fully diluted basis	1.38 cents	1.41 cents
- Weighted average number of shares (excluding treasury shares)	710,535,941	696,909,567

**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.**

	<b>Group</b>		<b>Company</b>	
	<b>31-Mar-25</b>	<b>31-Dec-24</b>	<b>31-Mar-25</b>	<b>31-Dec-24</b>
Net asset value per ordinary share based on total number of issued shares (excluding treasury shares)	60.14 cents	58.88 cents	44.76 cents	32.79 cents
Total number of issued shares (excluding treasury shares)	710,535,941	710,535,941	710,535,941	710,535,941

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 affected 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**  
**1Q2025 vs 1Q2024**

	Group		
	3 Months Ended		
	31-Mar-25	31-Mar-24	Change
	S\$'000	S\$'000	%
<b>Business Segments</b>			
Semiconductor (Semicon)	48,601	45,650	6%
Aerospace	6,170	5,059	22%
Others	2,883	3,279	-12%
	<b>57,654</b>	<b>53,988</b>	<b>7%</b>
<b>Geographical Regions</b>			
Singapore	35,670	37,379	-5%
United States of America ('USA')	7,284	6,825	7%
Taiwan	3,645	4,688	-22%
Malaysia	9,431	2,434	287%
Others	1,624	2,662	-39%
	<b>57,654</b>	<b>53,988</b>	<b>7%</b>

**Revenue**

**1QFY2025**

Group revenue in 1QFY2025 improved 7% to S\$57.7 million as compared to S\$54.0 million in 1QFY2024. This was mainly due to better performances from both its Semiconductor and Aerospace businesses which grew 6% and 22% respectively. However, this was partially offset by a 12% decline in its Others segment as its tooling and material distribution business was affected by the prevailing soft market conditions.

Semiconductor component sales jumped 19% to S\$28.9 million in 1QFY2025 – from S\$24.3 million in 1QFY2024 - driven by higher demand from its new customer. However, Semiconductor Integrated System ("IS") sales dipped 8% from S\$21.4 million to S\$19.7 million during the same period, mainly due to supply chain issues which have since been resolved.

On a sequential basis - compared to 4QFY2024, its Semiconductor segment sales softened by 15 % as IS shipments fell. Aerospace revenue also declined 18% as some products scheduled in 1Q2025 were shipped in 4Q2024. Sales in the "Others" segment however grew 30%.

Geographically, all the Group's key markets, except for Malaysia and US, reported lower revenue in 1QFY2025.

Malaysia was the star performer - delivering a 287% sales surge from S\$2.4 million in 1QFY2024 to S\$9.4 million in 1QFY2025 - as the Group continued to ramp up production of semiconductor components for the new major customer.

US revenue grew 7% while sales in Singapore eased 5% in 1QFY2025 as compared to 1Q2024, mainly due to lower IS shipments. Lower component spares sales caused a 22% slump in Taiwan revenue.

Revenue in Others segment dived 39% vs 1Q2024 mainly due to weaker material/tooling distribution business.

## **Profitability**

### **1QFY2025**

The Group remained profitable in the first quarter of 2025 while it continued to grow its gross material margin from 53% in 1QFY2024 to 56% in 1QFY2025. The 3% improvement is mainly due to the change in product mix as semiconductor components, which command a higher margin, accounted for a larger share of the Group's overall sales.

In terms of profitability, the Group's net attributable profit remained stable at S\$9.8 million in 1QFY2025. Net profit was also maintained at S\$10.1 million - up 1% from the same period last year.

The Group maintained its bottom line despite incurring higher expenses and a foreign exchange loss of more than S\$1 million (vs a gain of S\$1.4 million in 1QFY2024).

Compared to 1QFY2024, personnel costs rose 6% mainly due to increased headcount and salary inflation and depreciation expenses jumped 36% as the Group added more production equipment.

Other expenses grew 8% as more professional fees were incurred for the Group's secondary listing exercise. Utilities costs also went up mainly due to additional production facilities while expenses increased for the upkeep of properties as a result of refurbishment of one cleanroom.

The Group also reversed a credit of \$0.9 million to a charge of \$0.4 million under Other credits/charges in the current quarter.

The Group's bottom line however benefitted from a 20% decline in income tax and a gain of S\$0.7 million on disposal of fixed assets.

## **Cashflow**

### **1QFY2025**

The Group's financial position remains healthy. Net cash grew S\$2.2 million from S\$79.2 million in 31 December 2024 to S\$81.4 million in 31 March 2025. This is due mainly to the net cash generated from operating activities of S\$11.4 million and proceeds from disposal of property, plant and equipment of S\$0.7 million, partially offset by capex of S\$11.0 million and repayment of bank borrowings during the period.

It also generated S\$1.1 million in free cashflow compared to S\$3.2 million in the corresponding period last year.

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

The current announced results are in line with the general prospect commentary previously disclosed to shareholders in the previous announcement made on 28 February 2025.

**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.**

The Group delivered a commendable performance in the first quarter of the year with improved revenue, gross margin expansion and healthy cashflow amid a challenging global business environment when compared to first quarter last year.

During the quarter, the Group has made much progress in meeting the needs of key customers. Sales in Malaysia almost tripled on the back of strong orders from its new key customer.

While US trade tariffs and export controls continue to roil global markets, the semiconductor industry remains tariff-exempt for now.

Despite the ongoing trade war between the world's largest superpowers weighing on global sentiment, the Group's key customers' order forecasts have not changed.

In particular, the order flow from the Group's new key customer remains strong as it seeks to divert its US supply source to Asia.

In the coming months, the Group will carry on with qualifications of many new product introductions (NPI) for this new key customer.

Having resolved the supply chain issues, the Group expects its IS shipments to register double-digit increase in 2QFY2025 and the Group also expects components shipments for its new key customer to accelerate in the coming quarters.

Both the Group's key customers continued to do well - reporting first quarter results that beat revenue estimates on surging AI demand.

According to SEMI, global fab equipment spending for front-end facilities in 2025 is anticipated to increase by 2% year-over-year (YoY) to \$110 billion, marking the sixth consecutive year of growth since 2020.

Its latest quarterly *World Fab Forecast* report also highlighted that fab equipment spending is projected to rise by 18% in the following year, reaching \$130 billion. This growth in investment is driven not only by demand in the high-performance computing (HPC) and memory sectors to support data center expansions, but also by the increasing integration of artificial intelligence (AI), which is driving up the silicon content required for edge.

About 50 new fabs are expected to come online during these two years.<sup>1</sup>

The Group's Aerospace business, which lifted the Group's bottom line during the period under review, will persist with its strong efforts in driving earnings growth. The global aerospace industry is poised for continued expansion, driven by factors like increasing air travel demand and advancements in technology.

The International Air Transport Association (IATA) expects the number of air travellers around the world to surpass five billion for the first time in 2025 whilst total revenues in the industry – at US\$1.007 trillion - are set to exceed US\$1 trillion for the first time in 2025. That said, the soon to be implemented sweeping US tariffs could dampen the industry's robust recovery and growth. Slower economic growth directly impacts demand for both passenger and freight air transport, and the resulting decline in discretionary air travel could hinder industry growth over time.<sup>2</sup>

While the Group does not expect any major direct impact from the tough US trade policies, it is mindful of the challenges facing the global economy and is taking pro-active steps to support its customers whilst keeping a sharp focus on operational excellence and commitment to high standards of corporate discipline to drive profitable growth.

The Group remains optimistic of brighter prospects and will leverage its strong balance sheet and financial position to enhance its ability to navigate the ongoing global volatility and deliver long-term value to shareholders.

In view of the Group's healthy performance and financial position, the Board has recommended to maintain a 1 cent dividend to reward shareholders for 1QFY2025.

Barring any unforeseen circumstances, the Group expects to remain profitable for FY2025.

**Sources :**

1 Source: <https://www.semi.org/en/semi-press-release/global-fab-equipment-investment-expected-to-reach-110-billion-dollar-in-2025>

2 Source: <https://flightplan.forecastinternational.com/2025/04/11/commercial-aerospace-in-the-crosshairs-tariffs-threaten-recovery-and-growth/>

**11 Dividend****(a) Current Financial Period Reported**

Any dividend declared for the current financial period reported on? **Yes**

Name of Dividend	Proposed Interim Dividend
Dividend Type	Cash
Dividend Amount (SGD)	1.0 cent per ordinary share, (tax exempt one-tier)
Tax rate	Not applicable

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

Name of Dividend	Proposed Interim Dividend
Dividend Type	Cash
Dividend Amount (SGD)	1.2 cent per ordinary share, (tax exempt one-tier)
Tax rate	Not applicable

**(c) Date payable**

24 July 2025.

**(d) Record date**

NOTICE IS HEREBY GIVEN THAT the Share Transfer Books and Register of Members of the Company will be closed on 10 July 2025, for the purpose of determining members' entitlements to the First Interim Dividend of 1.0 cent per ordinary share (tax-exempt one-tier) for the financial year ending 31 December 2025.

Duly completed registrable transfers received by the Company's Share Registrar, In.Corp Corporate Services Pte. Ltd., 36 Robinson Road #20-01 City House Singapore 068877 up to the close of business at 5.00 p.m. on 10 July 2025 will be registered before entitlement to the First Interim Dividend is determined. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 10 July 2025 will be entitled to the First Interim Dividend.

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

Not applicable.

- 13 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.

		3 Months Period Ended 31 March 2025
Name of interested person	Nature of Relationship	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual)  S\$'000
<b>Sure Achieve Consultant Pte Ltd</b>  Consultancy Services charges and commission	Transaction above is with Sure Achieve Consultant Pte Ltd in which Mrs. Sylvia SY Lee Luong is a director and shareholder. She is the wife of the CEO of the Group, Mr. Luong Andy.  The aggregate value of IPT entered into between the Group and Sure Achieve Consultant Pte Ltd for the period ended 31 March 2025 amounted to S\$401,000 which represents approximately 0.11% of the Group's latest audited net tangible assets as at 31 December 2024.	401

#### 14 Use of proceeds

The Company raised net proceeds of approximately S\$49,918,000 from the placement of 40,000,000 shares pursuant to Proposed Subscription. The Proposed Subscription was completed on 31 January 2024. As at the date of this announcement, the net proceeds have not been utilized and the balance as follows:

	Allocation of net proceeds	Amount utilised	Balance
	S\$'000	S\$'000	S\$'000
Capital expenditure for the growth of the Group's business	29,950	(29,950)	-
General working capital purposes (including meeting general overheads and other operating expenses of the Group)	9,984	(9,984)	-
Future business developments through potential investments, acquisitions, joint ventures and collaborations	9,984	-	9,984
<b>Total</b>	49,918	(39,934)	9,984

**BY ORDER OF THE BOARD**

**Luong Andy**  
**Chief Executive Officer**

9 May 2025