



## GRAND VENTURE TECHNOLOGY LIMITED

(Incorporated in the Republic of Singapore)  
(Company Registration No.: 201222831E)

### ANNOUNCEMENT

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### BUSINESS UPDATE FOR 1Q24

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The Board of Directors (the “**Board**”) of Grand Venture Technology Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to provide a voluntary update on the Group’s business and financial performance for the three months ended 31 March 2024 (“**1Q24**”). The comparative financial quarter was for the three months ended 31 March 2023 (“**1Q23**”).

#### Glossary of abbreviations

**XQ24:** *Financial quarter ended 31 March (1Q), 30 June, 30 September, and 31 December 2024, respectively*

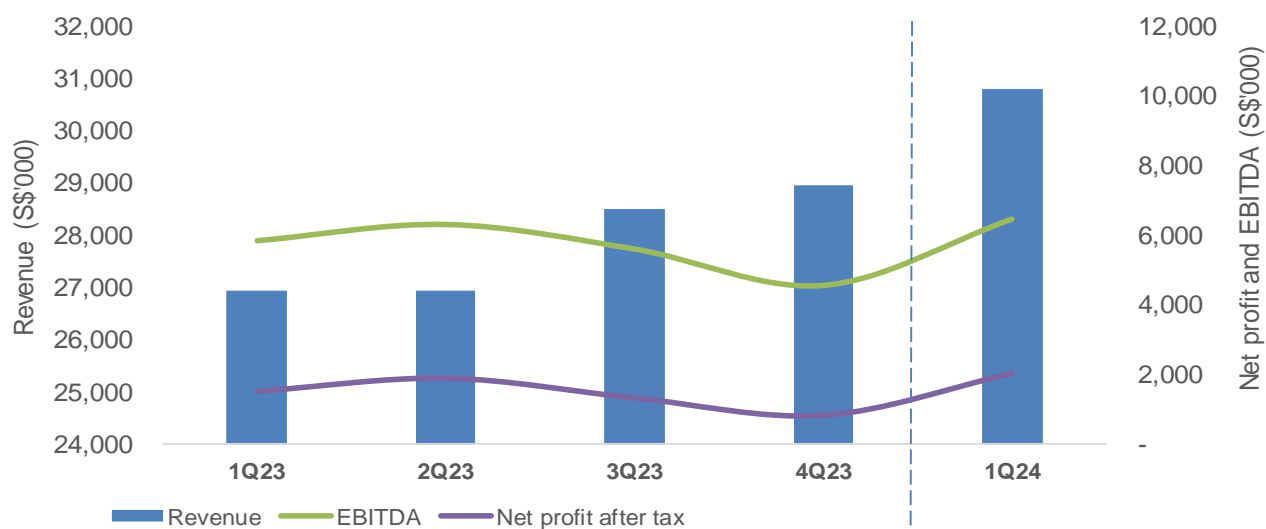
**XQ23:** *Financial quarter ended 31 March (1Q), 30 June, 30 September, and 31 December 2023, respectively*

**EBITDA:** *Earnings before Interest, Tax, Depreciation and Amortisation  
i.e. Profit before Tax + Interest cost - Interest income + Depreciation + Amortisation*

## Financial summary

S\$'000	1Q24	1Q23	yoy%
Revenue	30,809	26,923	14.4%
Gross profit	7,936	6,786	16.9%
EBITDA	6,475	5,854	10.6%
Net profit after tax	2,029	1,513	34.1%

<i>Gross profit margin</i>	25.8%	25.2%	
<i>EBITDA margin</i>	21.0%	21.7%	
<i>Net profit margin</i>	6.6%	5.6%	



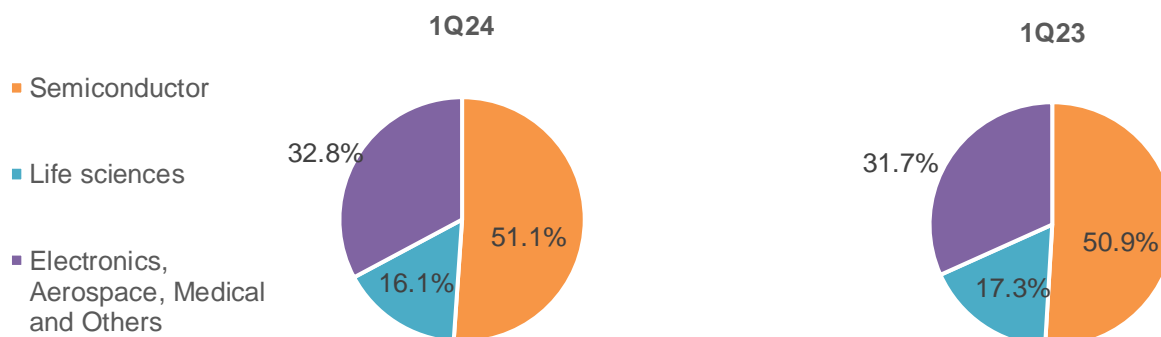
S\$'000	1Q23	2Q23	3Q23	4Q23	1Q24
Revenue	26,923	26,943	28,491	28,940	30,809
Gross profit	6,786	6,733	6,565	7,731	7,936
EBITDA	5,854	6,322	5,613	4,564	6,475
Net profit after tax	1,513	1,890	1,322	819	2,029
<i>Gross profit margin</i>	25.2%	25.0%	23.0%	26.7%	25.8%
<i>EBITDA margin</i>	21.7%	23.5%	19.7%	15.8%	21.0%

On the back of a 14.4% year-on-year increase in revenue to S\$30.8 million, from S\$26.9 million in 1Q23, the Group recorded a 10.6% rise in EBITDA to S\$6.5 million, and 34.1% growth in net profit after tax to S\$2.0 million. These improvements were driven by continued wallet share expansion with its key customers.

Gross profit margin and EBITDA margin were relatively stable in 1Q24, with continued ongoing absorption of expanded capacities and capabilities in preparation for future growth.

## Revenue summary by segments

	1Q24	%	1Q23	%	Growth%
	S\$'000		S\$'000		
Semiconductor	15,742	51.1%	13,713	50.9%	14.8%
Life sciences	4,953	16.1%	4,666	17.3%	6.2%
Electronics, Aerospace, Medical and Others	10,114	32.8%	8,544	31.7%	18.4%
<b>Total</b>	<b>30,809</b>	<b>100.0%</b>	<b>26,923</b>	<b>100.0%</b>	<b>14.4%</b>



### Semiconductor

Revenue from the Semiconductor segment increased by 14.8% to S\$15.7 million in 1Q24 from \$13.7 million in 1Q23, mainly due to gradual demand recovery from its key customers.

### Life sciences

The Life Sciences segment recorded a 6.2% improvement to S\$5.0 million in 1Q24 versus S\$4.7 million in 1Q23, driven by the commencement of mass production of certain mass spectrometers and its bolt-on instruments in 1Q24 and expanded wallet share in the segment.

### Electronics, Aerospace, Medical and Others

Revenue from the Electronics, Aerospace, Medical and Others segments rose 18.4% to S\$10.1 million in 1Q24, compared to S\$8.5 million in 1Q23. This reflected robust demand from customers from the aerospace and medical industries, which was partially offset by weakness in the Electronics segment.

## **Outlook**

Following its acquisition of ACP Metal Finishing (“**ACP**”) in March 2024, the Group has commenced integration of ACP’s operations, employees and resources with GVT’s. Apart from the anticipated post-integration synergies, the Group expects to leverage the combined offerings to strengthen its competitive position among current and potential customers in the front-end semiconductor industry. In a critical step towards deeper engagement with existing customers in this industry, the Group is in the process of executing additional first articles for higher complexity parts for their inspection. In addition, it expects to begin shipping testing equipment for high-bandwidth memory, a critical component in artificial intelligence (AI) processors, to its key back-end semiconductor customer.

Whilst rapid innovation in AI is driving additional chip demand around GPU (Graphic Processing Unit) and HBM (High Bandwidth Memory), outlook is uneven across the customers in this sector. The Group is cautiously optimistic about a gradual improvement in semiconductor demand in the later part of 2024. Global air travel activity is expected to surpass pre-pandemic levels in 2024, which in turn will drive demand for commercial aircrafts. The Group thus expects healthy demand for its services from the aerospace segment and is actively working to secure new orders. Demand from the life sciences and medical segments are also expected to remain resilient.

To increase its resilience and reduce exposure to any specific geography, the Group is working to integrate its services and capabilities across its facilities, while sharing competencies and best practices. It is also stepping up on research and development of advanced material capabilities with its blue-chip life sciences customer and has added two senior executives with the relevant experience to its team.

The Group is confident in achieving the higher end of previous target revenue guidance (26 February 2024) between S\$58 million and S\$64 million for the financial period ending 30 June 2024.

## **BY ORDER OF THE BOARD**

### **LEE TIAM NAM**

Executive Deputy Chairman

29 May 2024