

GLOBAL TESTING CORPORATION LIMITED
(Registration No. 200409582R)
(the "**Company**")

MINUTES OF ANNUAL GENERAL MEETING

PLACE	: Sheraton Towers Singapore, Amethyst Room, Level 3, 39 Scotts Road, Singapore 228230
DATE	: Wednesday, 30 April 2025
TIME	: 9.00 a.m.
PRESENT	: As per the attendance list maintained by the Company
IN ATTENDANCE	: As per the attendance list maintained by the Company
CHAIRMAN	: Mr Chia Soon Loi

1. INTRODUCTION & QUORUM

As a quorum was present, Mr Chia Soon Loi, the Non-Executive and Non-Independent Chairman of the Company declared the Annual General Meeting ("**AGM**" or "**Meeting**") open and introduced the Directors and senior executives present.

It was noted that Mr Chen, Tie-Min, Senior Executive Director was unable to attend the AGM and had expressed his apologies.

2. NOTICE OF AGM

The Annual Report, Notice of AGM dated 8 April 2025 ("**Notice**"), Appendix relating to the renewal of the Company's share purchase mandate and Letter to Shareholders in relation to the Proposed Capital Reduction and Cash Distribution ("**Letter to Shareholders**") had been circulated to Shareholders.

The Notice was taken as read.

3. VOTING BY WAY OF A POLL

It was noted that the Chairman had been appointed as proxy by some Shareholders and would be voting in accordance with their instructions. All resolutions at the AGM would be voted on by way of poll which complies with the requirement of the listing manual of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), as well as to accord due respect to the full voting rights of Shareholders.

To facilitate the administrative process for the conduct of the poll and in order not to disrupt the proceeding of the AGM, the Chairman directed the poll on all resolutions to be taken only after the last item on the agenda had been formally proposed.

Shareholders and proxies who were permitted to participate and vote at the AGM had been assigned a green sticker and a poll voting slip at the registration desk. Observers had been assigned a red sticker. As a rule, observers are not permitted to participate or vote at meetings and, were therefore, not permitted to ask questions, propose any motions that came before the AGM.

4. QUESTIONS AND ANSWERS SESSIONS

It was noted that the Company had responded to the substantial and relevant questions relating to the resolutions to be tabled for approval at the AGM submitted by shareholders ahead of the AGM by publishing the responses to such questions on the Company's corporate website and on SGX-ST via SGXNET on 24 April 2025 (i.e. at least 48 hours prior to the closing date and time for the lodgement of the proxy forms) ("**Response to Questions from Shareholders**"). A copy of the Response to Questions from Shareholders is attached to these minutes as Appendix I.

After addressing questions from the Shareholders at the AGM which were substantial and relevant to the resolutions to be tabled for approval at the AGM ("**Summary of Q&A at the AGM**"), the Chairman then proceeded with the agenda of the AGM. The Summary of Q&A at the AGM is attached to these minutes as Appendix II.

ORDINARY BUSINESS

5. DIRECTORS' STATEMENT AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024 – ORDINARY RESOLUTION 1

The AGM proceeded to receive and adopt the Directors' Statement and the Audited Financial Statements of the Company for the financial year ended 31 December 2024 together with the Auditors' Report thereon.

The motion for Ordinary Resolution 1 was proposed by the Chairman.

6. RE-ELECTION OF DIRECTORS – ORDINARY RESOLUTIONS 2 AND 3

The AGM noted that Mr Chia Soon Loi and Mr Chen, Tie-Min, the Directors who were retiring pursuant to Regulation 111 of the Company's Constitution, had signified their consents to continue in office.

6.1 RE-ELECTION OF MR CHIA SOON LOI AS A DIRECTOR – ORDINARY RESOLUTION 2

As Ordinary Resolution 2 dealt with the re-election of Mr Chia Soon Loi as a Director of the Company, Mr Law Ambrose Tiang Beng took over the chair of the Meeting on the matter relating to his re-election.

It was noted that Mr Chia Soon Loi, upon re-election, would remain as Non-Executive and Non-Independent Chairman of the Company, Chairman of the Remuneration Committee ("**RC**") and a member of the Audit Committee ("**AC**") and the Nominating Committee ("**NC**"), and he would be considered non-independent.

The motion for Resolution 2 was proposed by Mr Law Ambrose Tiang Beng.

The Chair was returned to Mr Chia Soon Loi to resume conduct of the Meeting.

6.2 RE-ELECTION OF MR CHEN, TIE-MIN AS A DIRECTOR – ORDINARY RESOLUTION 3

Ordinary Resolution 3 was to re-elect Mr Chen, Tie-Min as a Director of the Company.

It was noted that Mr Chen, Tie-Min, upon re-election, would remain as Senior Executive Director of the Company and a member of the NC, and he would be considered non-independent.

The motion for Resolution 3 was proposed by the Chairman.

7. DIRECTORS' FEES FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2025, TO BE PAYABLE QUARTERLY IN ARREARS – ORDINARY RESOLUTION 4

The Board had recommended a sum of S\$260,000/- as Directors' fees for the financial year ending 31 December 2025, payable quarterly in arrears.

The motion for Resolution 4 was proposed by the Chairman.

8. RE-APPOINTMENT OF MESSRS DELOITTE & TOUCHE LLP AS AUDITORS OF THE COMPANY – ORDINARY RESOLUTION 5

The AGM noted that the next item on the agenda was to approve the re-appointment of the Messrs Deloitte & Touche LLP as Auditors of the Company and to authorise the Directors of the Company to fix their remuneration. Messrs Deloitte & Touche LLP had expressed their willingness to continue in office.

The motion for Resolution 5 was proposed by the Chairman.

9. ANY OTHER ORDINARY BUSINESS

As no notice of any other items of routine business was received by the Secretaries, the Chairman proceeded to deal with the special business of the AGM.

SPECIAL BUSINESS

10. SHARE ISSUE MANDATE – ORDINARY RESOLUTION 6

Ordinary Resolution 6 was to seek Shareholders' approval to authorise the Directors of the Company to issue shares in the capital of the Company and/or instruments (as defined in the Notice).

The Meeting noted that the full text of the resolution was set out under item 6 in the Notice.

The motion for Resolution 6 was proposed by the Chairman.

11. RENEWAL OF SHARE PURCHASE MANDATE – ORDINARY RESOLUTION 7

Ordinary Resolution 7 was to seek Shareholders' approval to renew the share purchase mandate of the Company. Ordinary Resolution 7, if passed, would renew the Company's share purchase mandate which shall thereafter be valid from the date of this AGM until the conclusion of the next AGM of the Company or the date by which the next AGM of the Company is required by law to be held, whichever is earlier.

It was noted that the full text of the resolution was set out under item 7 in the Notice.

The motion for Resolution 7 was proposed by the Chairman.

12. THE PROPOSED CAPITAL REDUCTION AND CASH DISTRIBUTION – SPECIAL RESOLUTION 8

The last item on the agenda was to seek Shareholder's approval on the special resolution relating to the proposed capital reduction and cash distribution.

It was noted that the full text of the resolution was set out under item 8 in the Notice, and the rationale and financial effects of the proposed capital reduction and cash distribution were set out in the Letter to Shareholders.

The motion for Resolution 8 was proposed by the Chairman.

13. POLLING

As all motions had been proposed, the Chairman proceeded with the conduct of the poll on all the resolutions.

For the conduct of the poll, Boardroom Corporate & Advisory Services Pte. Ltd. ("**Boardroom**") and Reliance 3P Advisory Pte. Ltd. had been appointed as Polling Agent and Scrutineer respectively. Poll voting procedures were explained by a representative from Boardroom.

After all the completed poll voting slips were handed to representatives of the Scrutineer, the Chairman suggested to take a 30-minute break at 9.45 a.m. while the Polling Agent and Scrutineer were counting and verifying the votes of the AGM. Shareholders were requested to assemble in the room at 10.15 a.m. or when the results of the poll for the AGM were ready.

The AGM resumed at 10.15 a.m. for the announcement of the results of the poll for the AGM.

14. RESULTS OF POLL

Following the tabulation of votes as verified by the Scrutineer, the Chairman announced the results of the poll as follows:

Resolution number	FOR		AGAINST	
	Votes	%	Votes	%
Ordinary Resolution 1	19,029,539	99.98	4,250	0.02
Ordinary Resolution 2	16,449,574	99.63	60,715	0.37
Ordinary Resolution 3	15,188,275	99.60	60,715	0.40
Ordinary Resolution 4	12,720,490	99.97	4,250	0.03
Ordinary Resolution 5	19,028,088	99.97	6,451	0.03
Ordinary Resolution 6	18,973,074	99.68	60,715	0.32
Ordinary Resolution 7	4,546,266	99.91	4,250	0.09
Special Resolution 8	19,029,039	99.98	4,250	0.02

Based on the results of the poll, the Chairman of the AGM declared Ordinary Resolutions 1 to 7, and Special Resolution 8 carried, and it was:

ORDINARY RESOLUTION 1

- DIRECTORS' STATEMENT AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

"RESOLVED THAT the Audited Financial Statements of the Company for the financial year ended 31 December 2024, together with the Directors' Statement and the Auditors' Report thereon, be hereby received and adopted."

ORDINARY RESOLUTION 2

- RE-ELECTION OF MR CHIA SOON LOI AS A DIRECTOR

"RESOLVED THAT Mr Chia Soon Loi be re-elected as a Director of the Company."

ORDINARY RESOLUTION 3

- RE-ELECTION OF MR CHEN, TIE-MIN AS A DIRECTOR

"RESOLVED THAT Mr Chen, Tie-Min be re-elected as a Director of the Company."

ORDINARY RESOLUTION 4

- DIRECTORS' FEES FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2025, TO BE PAYABLE QUARTERLY IN ARREARS

"RESOLVED THAT the Directors' fees amounting to S\$260,000/- for the financial year ending 31 December 2025 be approved and that such fees be paid quarterly in arrears."

ORDINARY RESOLUTION 5

- RE-APPOINTMENT OF MESSRS DELOITTE & TOUCHE LLP AS AUDITORS OF THE COMPANY

"RESOLVED THAT Messrs Deloitte & Touche LLP be re-appointed Auditors of the Company to hold office until the conclusion of the next Annual General Meeting of the Company at a remuneration to be determined by the Directors."

ORDINARY RESOLUTION 6
- SHARE ISSUE MANDATE

“RESOLVED THAT pursuant to Section 161 of the Companies Act 1967 (the “**Act**”) and Rule 806 of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) and notwithstanding the provisions of the Constitution of the Company, authority be and is hereby given to the Directors of the Company to:

- (a) (i) issue shares in the capital of the Company (“**shares**”), whether by way of rights, bonus or otherwise; and/or
- (ii) make or grant offers, agreements or options (collectively, “**Instruments**”) that may or would require shares to be issued, including but not limited to the creation and issue of (as well as adjustments to) warrants, debentures or other instruments convertible into shares,

at any time and upon such terms and conditions and for such purposes and to such persons as the Directors may in their absolute discretion deem fit; and

- (b) (notwithstanding that the authority conferred by this Resolution may have ceased to be in force) issue shares in pursuance of any Instruments made or granted by the Directors while this Resolution was in force, provided that:
 - (i) the aggregate number of shares to be issued pursuant to this Resolution (including shares to be issued in pursuance of the Instruments made or granted pursuant to this Resolution) does not exceed fifty per cent (50%) of the total number of issued shares excluding subsidiary holdings (as defined in the Listing Manual of the SGX-ST) and treasury shares of the Company (as calculated in accordance with sub-paragraph (ii) below), of which the aggregate number of shares to be granted other than on a pro-rata basis to shareholders of the Company (including shares to be issued in pursuance of instruments made or granted pursuant to this Resolution) does not exceed twenty per cent (20%) of the total number of issued shares excluding subsidiary holdings (as defined in the Listing Manual of the SGX-ST) and treasury shares of the Company (as calculated in accordance with sub-paragraph (ii) below):
 - (ii) (subject to such manner of calculation as may be prescribed by the SGX-ST) for the purpose of determining the aggregate number of shares that may be issued under sub-paragraph (i) above, the percentage of the total number of issued shares excluding subsidiary holdings (as defined in the Listing Manual of the SGX-ST) and treasury shares of the Company shall be calculated based on the total number of issued shares excluding subsidiary holdings (as defined in the Listing Manual of the SGX-ST) and treasury shares of the Company at the time of the passing of this Resolution, after adjusting for:
 - (1) new shares arising from the conversion or exercise of any convertible securities which were issued and outstanding or subsisting at the time of the passing of this Resolution;
 - (2) new shares arising from exercise of share options or vesting of share awards which were issued and outstanding or subsisting at the time of the passing of

this Resolution, provided the options or awards were granted in compliance with Part VIII of Chapter 8 of the Listing Manual of the SGX-ST; and

- (3) any subsequent bonus issue, consolidation or subdivision of shares;
- (iii) in exercising the authority conferred by this Resolution, the Company shall comply with the provisions of the Listing Manual of the SGX-ST for the time being in force (unless such compliance has been waived by the SGX-ST) and the Constitution for the time being of the Company; and
- (iv) unless revoked or varied by the Company in general meeting, the authority conferred by this Resolution shall continue in force until the conclusion of the next Annual General Meeting of the Company or the date by which the next Annual General Meeting of the Company is required by law to be held, whichever is the earlier."

ORDINARY RESOLUTION 7

- RENEWAL OF SHARE PURCHASE MANDATE

"RESOLVED THAT:

- (a) for the purposes of Sections 76C and 76E of the Act, the exercise by the Directors of the Company of all the powers of the Company to purchase or otherwise acquire ordinary shares in the capital of the Company (the "**Shares**") not exceeding in aggregate the Prescribed Limit (as hereafter defined), at such price(s) as may be determined by the Directors of the Company from time to time up to the Maximum Price (as hereafter defined), whether by way of:-
 - (i) market purchases (each a "**Market Purchase**") on the SGX-ST through the ready market, or on another stock exchange on which the Company's equity securities are listed, through one or more duly licensed dealers appointed by the Company for that purpose; and/or
 - (ii) off-market purchases (each an "**Off-Market Purchase**") under an equal access scheme (as defined in Section 76C of the Act) for the purchase or acquisition of Shares from Shareholders;

and otherwise in accordance with all other laws, regulations and rules of the SGX-ST as may for the time being be applicable, be and is hereby authorised and approved generally and unconditionally (the "**Share Purchase Mandate**");

- (b) unless varied or revoked by the Company in a general meeting, the authority conferred on the Directors of the Company pursuant to the Share Purchase Mandate may be exercised by the Directors at any time and from time to time during the period commencing from the passing of this Resolution and expiring on the earlier of:
 - (i) the date on which the next annual general meeting of the Company is held or required by law to be held;
 - (ii) the date on which the Share purchases are carried out to the full extent mandated; or

- (iii) the date on which the authority conferred by the Share Purchase Mandate is revoked or varied by Shareholders in general meeting.

- (c) in this Resolution:

"Prescribed Limit" means ten per cent (10%) of the total number of issued Shares (excluding subsidiary holdings (as defined in the Listing Manual of the SGX-ST) and any Shares which are held as treasury shares) as at the date of the passing of this Resolution, unless the Company has effected a reduction of its share capital in accordance with the applicable provisions of the Act at any time during the Relevant Period, in which event the total number of issued Shares shall be taken to be the total number of issued Shares as altered (excluding subsidiary holdings (as defined in the Listing Manual of the SGX-ST) and any treasury shares that may be held by the Company from time to time);

"Relevant Period" means the period commencing from the date of the passing of this Resolution and expiring on the date the next annual general meeting of the Company is held or is required by law to be held, whichever is the earlier; and

"Maximum Price" in relation to a Share to be purchased, means an amount (excluding brokerage, commission, applicable goods and services tax and other related expenses) not exceeding:-

- (i) in the case of a Market Purchase : 105% of the Average Closing Price of the Shares
- (ii) in the case of an Off-Market Purchase : 120% of the Average Closing Price of the Shares

where:

"Average Closing Price" means the average of the closing market prices of the Shares over the last five (5) market days on the SGX-ST, on which transactions in the Shares were recorded, immediately preceding the day of the Market Purchase by the Company or, as the case may be, the date of the making of the offer pursuant to the Off-Market Purchase pursuant to equal access scheme, and deemed to be adjusted for any corporate action that occurs during the relevant five (5) day period and the day on which the Market Purchase or Off-Market Purchase is made;

"date of the making of the offer" means the date on which the Company announces its intention to make an offer for the purchase or acquisition of Shares to holders of Shares stating the purchase price (which shall not be more than the Maximum Price calculated on the foregoing basis) for each Share and the relevant terms of the equal access scheme for effecting the Off-Market Purchase; and

"Market Day" means a day on which the SGX-ST is open for trading in securities;

- (d) the Directors of the Company and/or any of them be and are hereby authorised to deal with the Shares purchased by the Company, pursuant to the Share Purchase Mandate in any manner as may be permitted under the Act; and
- (e) the Directors of the Company and/or any of them be and are hereby authorised to complete and do all such acts and things (including executing such documents as may be required)

as they and/or he may consider expedient or necessary to give effect to the transactions contemplated by this Resolution.”

SPECIAL RESOLUTION 8

- THE PROPOSED CAPITAL REDUCTION AND CASH DISTRIBUTION

“RESOLVED THAT pursuant to Regulation 72(1) of the Constitution of the Company and Section 78C of the Companies Act:

- (a) the issued and paid-up share capital of the Company be reduced by S\$837,185.68 from S\$33,304,250.29 (as at the Latest Practicable Date) to S\$32,467,064.61 and that such reduction be effected by returning the sum of approximately S\$837,185.68 (the “**Cash Distribution**”) from the issued and paid-up share capital of the Company to the Shareholders, being registered holders of the Shares other than the Company, except that where the registered holder is The Central Depository (Pte) Limited, the term “Shareholders” shall mean the Depositors (other than the Company) as defined under the Companies Act on the basis of S\$0.025 for each issued ordinary share in the capital of the Company held by a Shareholder or on his/her behalf as at the Record Date (the “**Capital Reduction**”); and
- (b) the Directors and each of them be and are hereby authorised to do all acts and things (including, without limitation, executing all such documents as may be required) as they or each of them deem desirable, necessary or expedient to give effect to the Capital Reduction and Cash Distribution as they or each of them may in their or each of their absolute discretion deem fit in the interests of the Company.”

15. TERMINATION

There being no further business, the AGM concluded at 10.20 a.m. and was declared closed by the Chairman.

Confirmed as True Record of Proceedings held

CHIA SOON LOI
CHAIRMAN

GLOBAL TESTING CORPORATION LIMITED

(Incorporated in Singapore)
(Registration No. 200409582R)

**RESPONSES TO SUBSTANTIAL AND RELEVANT QUESTIONS FROM SHAREHOLDERS
IN RESPECT OF THE ANNUAL GENERAL MEETING TO BE HELD ON 30 APRIL 2025**

The Board of Directors (the "**Board**") of Global Testing Corporation Limited ("**Global Testing**" or the "**Company**" or the "**Group**") refers to:

- (a) the annual report of the Company for the financial year ended 31 December 2024 (the "**Annual Report**"); and
- (b) the notice of annual general meeting ("**AGM**") issued on 8 April 2025 informing shareholders that the Company's AGM will be convened and held at Sheraton Towers Singapore, Amethyst Room, Level 3, 39 Scotts Road, Singapore 228230 on Wednesday, 30 April 2025 at 9.00 a.m.

The Board and Management would like to thank the Shareholders of the Company ("**Shareholders**") for submitting their questions in advance of the AGM.

Please refer to **Annex A** for the Board and Management's responses to the substantial and relevant questions received from Shareholders.

By order of the Board

Chen Tie-Min
Senior Executive Director
24 April 2025

Annex A

RESPONSES TO SUBSTANTIAL AND RELEVANT QUESTIONS FROM SHAREHOLDERS IN RESPECT OF THE ANNUAL GENERAL MEETING TO BE HELD ON 30 APRIL 2025

Question 1

<i>Question from shareholder is reproduced below “as-is”.</i>
What led to the increase in revenue from the Taiwan segment?

Company’s response

The Group believes that the increase in revenue from the Taiwan segment is partly due to Taiwan’s growing prominence within the global semiconductor industry, which had led to an increase in new customers in the region.

Question 2

<i>Question from shareholder is reproduced below “as-is”.</i>
What led to the drop in revenue from the Singapore segment?

Company’s response

The decrease in revenue from the Singapore segment was due to some of our clients’ new business directions and diversification.

Question 3

<i>Question from shareholder is reproduced below “as-is”.</i>
Distribution costs have been increasing at a faster rate than revenue over the past few years. Why is that so and will this uptrend continue?

Company’s response

The increase in distribution costs was largely dictated by the challenging market over the past few years. Additionally, although changes in revenue do affect distribution costs, these costs are not entirely positively correlated with revenue.

Question 4

<i>Question from shareholder is reproduced below “as-is”.</i>
Are there any plans for huge capital expenditure in FY 2025 ?

Company’s response

The Group reviews its capital expenditure (“CAPEX”) requirements prudently and utilises its CAPEX budget prudently to address ongoing industry challenges. The Board and Management also work closely to evaluate opportunities and ensure that the Group’s capabilities meet client requirements.

Question 5

<i>Question from shareholder is reproduced below “as-is”.</i>
What are the utility rates at the testing facilities in Taiwan right now? If utility rates are low, can we dispose of some of the properties and return to the shareholders?

Company’s response

The Group’s average utility rate is within a healthy range and has been nearly fully loaded as of even date. The Board and Management regularly review operations to ensure that the Group’s facilities and capital structure meet customers’ needs and shareholders’ expectations.

Question 6

<i>Question from shareholder is reproduced below “as-is”.</i>
As the stock is traded well below its value, what measures are to be placed to address this problem?

Company’s response

The movement of share prices is determined by various factors, of which many external factors are not within the Company’s control. Nevertheless, the Group will continue to focus on stakeholder engagement to enhance long-term value and returns for the shareholders. In addition, the Company has been conducting share buybacks.

Question 7

<i>Question from shareholder is reproduced below “as-is”.</i>
As the current tariff war situation, what can the management do to address the extra risks for the business?

Company’s response

Management is fully aware of the risks and unpredictability of the trade war and will closely monitor the situation, including any impacts on market demand and its customer orders, so as to mitigate the risks and protect the Group’s business. It will also work closely with its customers to address any concerns.

GLOBAL TESTING CORPORATION LIMITED(the “**Company**”, together with its subsidiaries, the “**Group**”)

(Incorporated in Singapore)

(Company Registration No: 200409582R)

ANNUAL GENERAL MEETING HELD ON 30 APRIL 2025**- SUMMARY OF QUESTIONS AND ANSWERS**

Question 1:
Shareholder

In light of the various geopolitical development such as the recent tariffs imposed by the United States of America (“**US Tariffs**”) and the Taiwan-China tension, please explain whether there is any impact to the Group’s business.

Answer 1:
Hu I-Lung
Acting Chief Executive Officer

As at this juncture, there is no material impact on the Group’s business. However, the escalating geopolitical tensions would heighten volatility across the market and the Group would continue to monitor the market for any long-term impact.

Question 2:
Shareholder

Please advise if the Group’s customers were exposed to the US Tariffs, which could have an indirect impact on the Group in the future.

Answer 2:
Chia Soon Loi
Non-Executive and Non-Independent Chairman

The situation regarding the US tariffs is highly uncertain and difficult to predict at this juncture. The Group would need to closely monitor developments as it is too early to make any definitive forecasts.

Question 3:
Shareholder

There was a significant difference between the first half results and the second half results with respect to the financial year ended 31 December 2024. Please explain the seasonality factors that contributed to this variation.

Answer 3:
Hu I-Lung
Acting Chief Executive Officer

In the first half of the year, customers typically digest existing inventory and reserves, leading to lower new demand. However, once the inventory and pipeline are cleared, the second half of the year usually sees a ramp up in demand and production. This led to better results in the second half of the year.

Answer 3:
Chia Soon Loi
Non-Executive and Non-Independent Chairman

It is typical that the semiconductor industry experiences a cyclical trend, where usually the results for the second half of the year would be better.

Question 4:
Shareholder

Please specify the countries where the Group has a market presence.

Answer 4:
Hu I-Lung
Acting Chief Executive Officer

The Group maintains a strong market presence globally across regions, with approximately 30% respectively from Taiwan, the USA, and Japan, to ensure the stability of its business. Our strategy is to equally deploy the customers.

Question 5: Was the increase in revenue from the Taiwan segment due to an increase in the customers from Taiwan?
Shareholder

Answer 5: The Group believes that the increase in revenue from the Taiwan segment is partly due to Taiwan's growing prominence within the global semiconductor industry, which had led to an increase in new customers in the region.
Hu I-Lung
Acting Chief Executive Officer

Question 6: What led to the drop in revenue from the Singapore segment?
Shareholder

Answer 6: The decrease in revenue from the Singapore segment was due to some of our clients' new business directions and diversification.
Chia Soon Loi
Non-Executive and Non-Independent Chairman

Question 7: The Company had proposed to undertake a proposed capital reduction pursuant to Section 78A read with Section 78C of the Companies Act ("**Capital Reduction**"), to return to the shareholders surplus capital of the Company in excess of its needs by way of a cash distribution by the Company of S\$0.025 for each share held by the shareholders ("**Cash Distribution**"). Given the Company's strong reserves, please provide the rationale for the Cash Distribution.
Shareholder

Answer 7: The Directors are of the view that the Capital Reduction is in the best interests of the Company as the Cash Distribution comprises the paid-up capital in excess of the immediate requirements of the Company. The Capital Reduction and Cash Distribution, if effected, would result in the Company having a more efficient capital structure, thereby also improving shareholders' return on equity.
Chia Soon Loi
Non-Executive and Non-Independent Chairman

In determining the level of capital to be returned to the shareholders, the Company has ensured that it retains sufficient capital for its business and operational needs.

The Group's cash and cash equivalents as at 31 December 2024 were USD17.3 million. Due to the nature of its business, the Group could only purchase a limited number of machines, each costing approximately USD1.6 million to USD1.8 million. As there were no such suitable investment opportunities for the Company, the Directors had recommended the Capital Reduction to return cash in excess of its immediate requirements to the shareholders whilst maintaining sufficient flexibility of its cash reserves to position itself to take advantage of business opportunities which may arise in the near or medium term and to adequately cater for its growth and investment needs. The Company would continue to review any suitable investment opportunities which may arise from time to time. As and when any such suitable investment opportunities arise, the Company would fund such new investments by way of internal resources, or if required, by external sources of funding, such as through the proceeds from equity and/or debt financing.

Question 8: As the Company is cash-rich, does the Group consider diversifying into other businesses or investments to mitigate volatility?
Shareholder

Answer 8: The Group would evaluate suitable opportunities, if any, to diversify within its main business segment into emerging application areas that could drive demand for chips with higher processing power and chip testing services.
Chia Soon Loi
Non-Executive and Non-Independent Chairman

Question 9: With respect to the treasury shares of the Company, please advise if there is any intention to cancel them.
Shareholder

Answer 9: Yes, the Company intends to cancel its treasury shares to enhance shareholders' value.
Chia Soon Loi
Non-Executive and Non-Independent Chairman

Question 10: Please advise if the Company has any intention to continue purchasing or acquiring its shares from the open market.
Shareholder

Answer 10: The renewal of the Share Purchase Mandate will give the Directors the flexibility to purchase or acquire shares if and when circumstances permit. Share purchases or acquisitions provide the Company and its Directors with an easy mechanism to facilitate the return of surplus cash over and above its ordinary capital requirements in an expedient and cost-efficient manner. The purchase or acquisition of shares may, depending on market conditions and funding arrangements, lead to an enhancement of the earnings per share and/or net tangible asset per share.
Chia Soon Loi
Non-Executive and Non-Independent Chairman

Share purchases or acquisitions also allow the Directors to exercise control over the Company's share capital structure with a view to enhance the earnings per share and/or net tangible asset per Share.

The Share Purchase Mandate will further give the Company the opportunity to purchase or acquire shares when such shares are undervalued and help to buffer short-term share price volatility and offset the effects of share price speculation, thereby boosting shareholders' confidence and employees' morale

Question 11: The Group had cash and cash equivalents of USD17.3 million and investments in financial assets of USD3 million. Please provide more information on its capital expenditure ("CAPEX") plans for the next 1 to 2 years, specifying its approach towards opting for leasing or acquiring/purchasing new machines.
Shareholder

Answer 11: The Group's CAPEX plan is dependent on its capacity and capability in relation to its customer requirements. Nonetheless, the Board reviews the Group's CAPEX budget annually and regularly monitors its CAPEX plan and utilisation at its quarterly Board meetings. To maintain operational flexibility, the Group acquires and leases machines based on its capacity and capability requirements.
Ambrose Law
Lead Independent Director

Answer 11:
Chia Soon Loi
Non-Executive and Non-Independent Chairman

Although leasing machines might be costly, it provides the Group with greater flexibility, as it allows the Group to return machines when excess capacity is not needed based on its orders. As such, the Group is very prudent with purchasing or leasing machines to manage its CAPEX and capacity.

Question 12:
Shareholder

The Group's cash position increased significantly from approximately USD11.0 million as at 31 December 2023 to USD17.3 million as at 31 December 2024. Does the Group has any investment plan?

Answer 12:
George Wang, Tsai-Wei
Chief Financial Officer

The Group's cash position at 31 December 2024 remained similar to 31 December 2023 at approximately USD20 million as it comprised (i) cash and cash equivalents and (ii) investments in financial assets. The investments in financial assets were in relation to time deposits in USD for a tenor of approximately twelve months.

As such, the Group's cash position was USD20.3 million as at 31 December 2024 and USD20.0 million as at 31 December 2023.

Answer 12:
Chia Soon Loi
Non-Executive and Non-Independent Chairman

The Group is very prudent at managing its cash flow. Its CAPEX budget was capped at approximately USD7 million for the purpose of maintaining and purchasing machines.

Question 13:
Shareholder

Please advise the Group's competitive edge in the industry, given that other market players can also lease machines. Please advise if Taiwan Semiconductor Manufacturing Company ("TSMC") is a customer of the Group and where is the customer base of the Group.

Answer 13:
Ambrose Law
Lead Independent Director

The Group's competitive edge is based on its professional expertise, reputation, proven quality performance in specialised testing and a combination of other factors.

Answer 13:
Hu I-Lung
Acting Chief Executive Officer

The Group primarily provides testing services such as wafer sorting and final testing to the semiconductor industry, focusing on logic and mixed signal semiconductors used in consumer electronics and communication devices. As part of its testing services, the Group provides test program development, conversion and optimisation services, load board and probe card design, and leases its testers to its customers for trial and pilot testing purposes on an ad hoc basis.

The Group does not engage in selling testing machines to customers. Instead, the Group leases testers to its customers for trial and pilot testing purposes on an ad hoc basis. The Group has its unique strengths, specialised expertise and professional in-house capabilities to serve its customers with specific and customised requirements.

TSMC is not a customer of the Group. Instead, The Group provides services to integrated circuit ("IC") design companies that specialise in designing semiconductor chips while outsourcing the manufacturing process to dedicated foundries. They are not only the customers of the Group but also of TSMC.

Answer 13 (continued): The Group's customers are spread out across Japan, Taiwan and USA as well as other markets.
Hu I-Lung
Acting Chief Executive Officer

Question 14: What are the number of testers of the Group in 2025?
Shareholder

Answer 14: The Group expected to have a capacity of up to 250 sets of testing equipment and continued to increase its capability in line with the latest technology and meet customers' requirements.
Hu I-Lung
Acting Chief Executive Officer

Question 15: What is the Group's expected total utilisation rate of its machines in 2025?
Shareholder

Answer 15: The expected total utilisation rate of the Group's machines is 80%, which is considered almost full utilisation in the semiconductor industry.
Hu I-Lung
Acting Chief Executive Officer
The Group still has pipelines for automotive IC and wafer testing, and the automotive sector remains robust.

Question 16: Was there any increase in testing prices?
Shareholder

Answer 16: The Group adjusts its prices based on customers' testing requirements where it would be more costly for stricter and more complicated testing requirements.
Hu I-Lung
Acting Chief Executive Officer

Question 17: What were the Group's earnings per share (basic and diluted) as at 31 December 2024?
Shareholder

Answer 17: The Group's earnings per share (basic and diluted) as at 31 December 2024 were USD0.1496.
Ambrose Law
Lead Independent Director

Question 18: What is the book value of the Group's property as at 31 December 2024?
Shareholder

Answer 18: The present value of the Group's property as at 31 December 2024 was USD26.6 million.
George Wang, Tsai-Wei
Chief Financial Officer