NEWS RELEASE

Fu Yu Secures Contracts Worth Over S$20.0 Million; Manufacturing Revenue Rises 10.4% to S$60.5 Million in 1H25

- The Group has been awarded eight significant contracts, consisting of seven tooling and moulding projects in Malaysia and China, and one export tooling project in Singapore, worth over S$20.0 million, reflecting success of the Group's strategies
- 1H25 revenue from continuing operations grew 10.4% to S$60.5 million, propelled by stronger performance from its Singapore operations
- Fu Yu is consolidating its manufacturing footprint in China, winding down its facility in Zhuhai; expecting long-term operational cost savings starting from 2H2025
- On the outlook, the Group is actively assessing its cost structure to reduce operating costs and improve margins while continuing its strong momentum in securing new customers and winning additional projects

Continuing Operations (S$'000)	1H'25	1H'24	Change %
Revenue	60,452	54,750	10.4
Gross Profit	6,845	7,045	(2.8)
Gross Profit Margin (%)	11.3	12.9	(1.6) ppt*
Tax Credit / (Expense)	104	(101)	NM^
Net Profit / (Loss)	(9,805)	(366)	NM
EBITDA exclude Forex and one-off costs**	2,337	2,957	(21.0)
Loss Per Share (Singapore cents)	(1.28)	(0.05)	NM

*ppt denotes percentage points

** One-off professional fee, provision of bad debts and provision of closure cost of Fu Yu Zhuhai

^NM denotes Not Meaningful

Singapore, 8 August 2025 – SGX Mainboard-listed Fu Yu Corporation Limited ("**Fu Yu**" or the "**Group**") said today it was awarded over S$20.0 million worth of new manufacturing projects for the six months ended 30 June 2025 ("**1H25**"), even as revenue grew 10.4% to S$60.5 million from S$54.8 million in 1H24 during the period.

New Projects Awarded; Business Update

The vertically integrated precision plastic components manufacturer said it would begin recognising revenue from these new projects from 2H25, when mass production commences. The projects reflect the success of the Group's strategies to enhance manufacturing capabilities and broaden its customer base, as outlined in its Corporate and Business Update ("**CBU**") announced in November 2023.

In 1H25, the Group secured seven new tooling and moulding projects across Malaysia and China, totaling an expected annual revenue of S$14.2 million. Fu Yu will provide tooling fabrication, plastic and injection moulding services for customers ranging from the consumer, medical devices and fast-moving consumer goods segments.

During the period under review, the Group's Singapore operations were awarded an export tooling project for a customer in high-precision drug delivery devices, with more such projects in the pipeline, underscoring the Group's efforts to establish export tooling as a separate revenue stream.

Since the CBU, the Group has recorded six new customers in the medical space including several leading multinational corporations. Meanwhile, the Group's New Production Introduction ("**NPI**") team has paved the way for early-stage engagement and project wins from start-ups, allowing Fu Yu to grow alongside emerging companies.

1H25 Financial Performance

1H25 revenue from continuing manufacturing operations increased mainly due to higher contributions from the Singapore operations, driven by greater demand in the consumer segment. The increase was partially offset by lower contributions from Malaysia and China.

Sales from the Singapore operations rose 33.3% to S$28.0 million in 1H25 from S$21.0 million a year ago, driven by higher demand from the consumer segment. Meanwhile, 1H25 revenue from Malaysia decreased to S$17.2 million (1H24: S$17.8 million), mainly due to softer demand in the consumer, medical and power tools segments, while revenue from China declined to S$15.3 million in 1H25 (1H24: S$16.0 million), amid slower business activities due to a lower-than-expected recovery in the domestic economy.

Gross profit from continuing manufacturing operations decreased 2.8% to S$6.8 million in 1H25 from S$7.0 million in 1H24, translating to a lower gross profit margin of 11.3% in 1H25 (1H24: 12.9%). The decline

was mainly due to changes in product mix and upfront tooling expenses, as several new projects progress towards production.

During the period under review, Fu Yu decided to wind down its manufacturing facility in Zhuhai, China, as part of its efforts to lower the Group's cost structure, streamline its footprint and improve operational efficiency. Over 90% of revenue will be shifted from Zhuhai to the Group's Dongguan facility, minimising disruptions while recognising long-term operational cost savings starting from 2H2025.

The Group recorded net loss from continuing operations of S$9.8 million in 1H25, mainly attributable to one-off costs of S$3.0 million for the closure of the Zhuhai facility, foreign exchange ("**forex**") losses of S$3.2 million, and one-off professional fees of S$1.6 million.

Excluding forex losses and one-off professional fees, Earnings Before Interest, Taxation, Depreciation and Amortisation ("EBITDA") for 1H25 stood at S$2.3 million, compared to S$3.0 million in 1H24.

Loss per ordinary share from continuing operations stood at 1.28 cents in 1H25 (1H24: 0.05 cents). Shareholders' equity as at 30 June 2025 stood at S$125.0 million, equivalent to net asset value of 16.4 cents per share, which included net cash of S$46.1 million (6.0 cents per share).

Outlook

While the broader manufacturing industry continues to face headwinds such as ever-evolving tariffs announced by the US government, the Group remains vigilant and adaptable, backed by a strong balance sheet and net cash.

Looking ahead, the Group is focused on business development and growing its project pipeline, while actively assessing its cost structures to reduce operating costs and improve margins, such as mitigating future forex losses through a mix of operational strategies and financial instruments to hedge risk. It also expects professional fees to decline from 2H25.

Mr David Seow, Group Chief Executive Officer of Fu Yu, said, "While our 1H25 financial performance was impacted by several one-off costs and upfront investments, these measures should be seen under the lens of our ongoing transformation. The consolidation of our manufacturing footprint in China will lead to long-term cost savings, while our investment in tooling reflects our success in securing new projects, which are scheduled to contribute revenue from 2H25.

Fu Yu's manufacturing operations continue to show top-line improvement and new customers. We remain committed to our ongoing transformation strategy, and will focus on cost discipline, operational optimisation, and securing higher-margin projects, paving the way for financial recovery and long-term growth."

This news release is to be read in conjunction with the Group's announcement posted on the SGX website on 8 August 2025.

About Fu Yu Corporation Limited

Established in 1978, Fu Yu is Singapore's oldest and one of Asia's largest manufacturers of high-end precision plastic and metal components, and products.

Backed by more than 45 years of operating knowledge, Fu Yu provides vertically-integrated manufacturing services to a diversified and loyal customer base across segments and geographies. We operate 6 strategic manufacturing sites across Singapore, Malaysia, and China, and have more than 1.5 million square feet of production floor capacity.

For further information on Fu Yu, please visit the Group's website at: http://www.fuyucorp.com/

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