



1H2021 Financial Review



Performance highlights: acceleration through 1H2021



Continued **Industry 4.0 acceleration** across our markets

Multi-year growth prospects are solid: COVID-19 has accelerated Industry 4.0 adoption, global semiconductor supercycle in full swing, US-China tensions continue to favour ISDN as an Asia-based supplier.



Revenue **up +29.9%**

Broad-based, diversified demand across industries (including semi, medical devices, electronics) for our industrial automation solutions.



Strong **productivity gains**

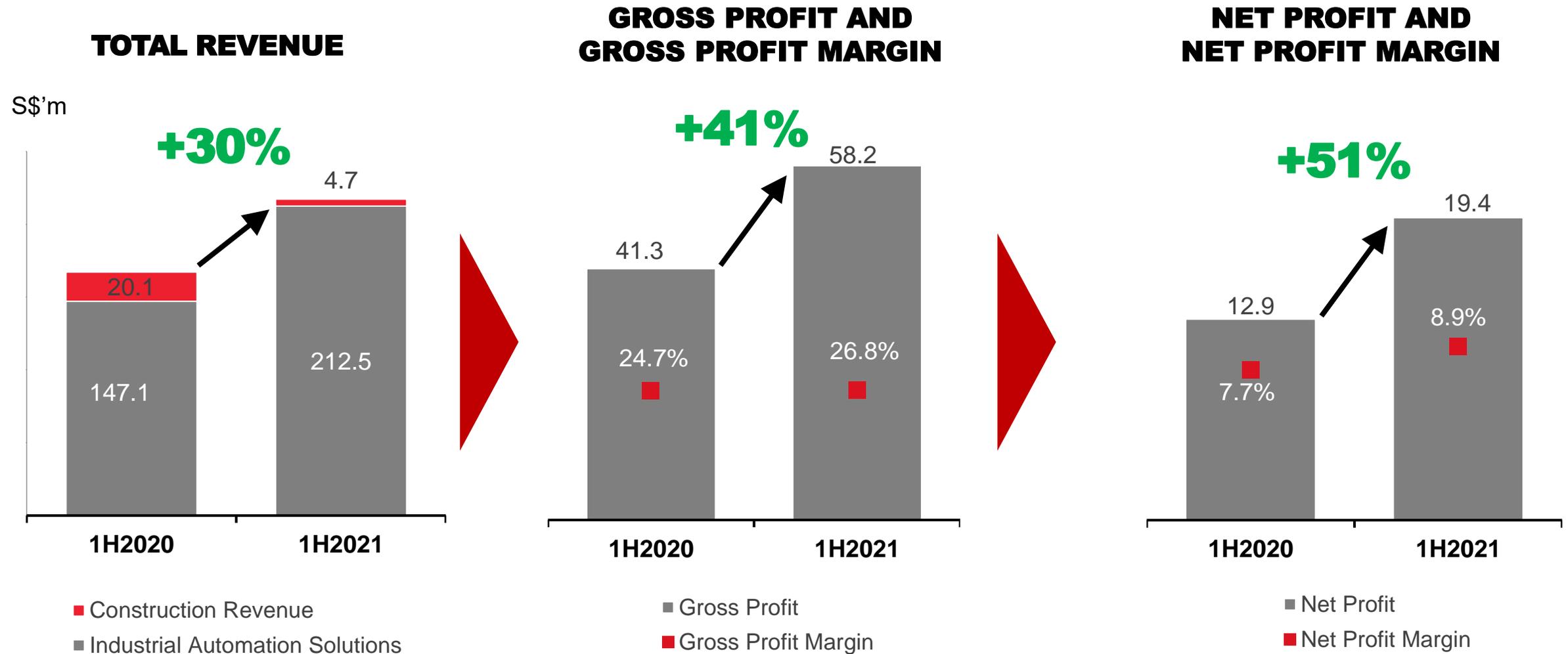
ISDN continues to realise productivity gains and scale economies, driving faster PBT growth than revenue growth.



PBT **up +56.7%**, net profit **up +50.5%**

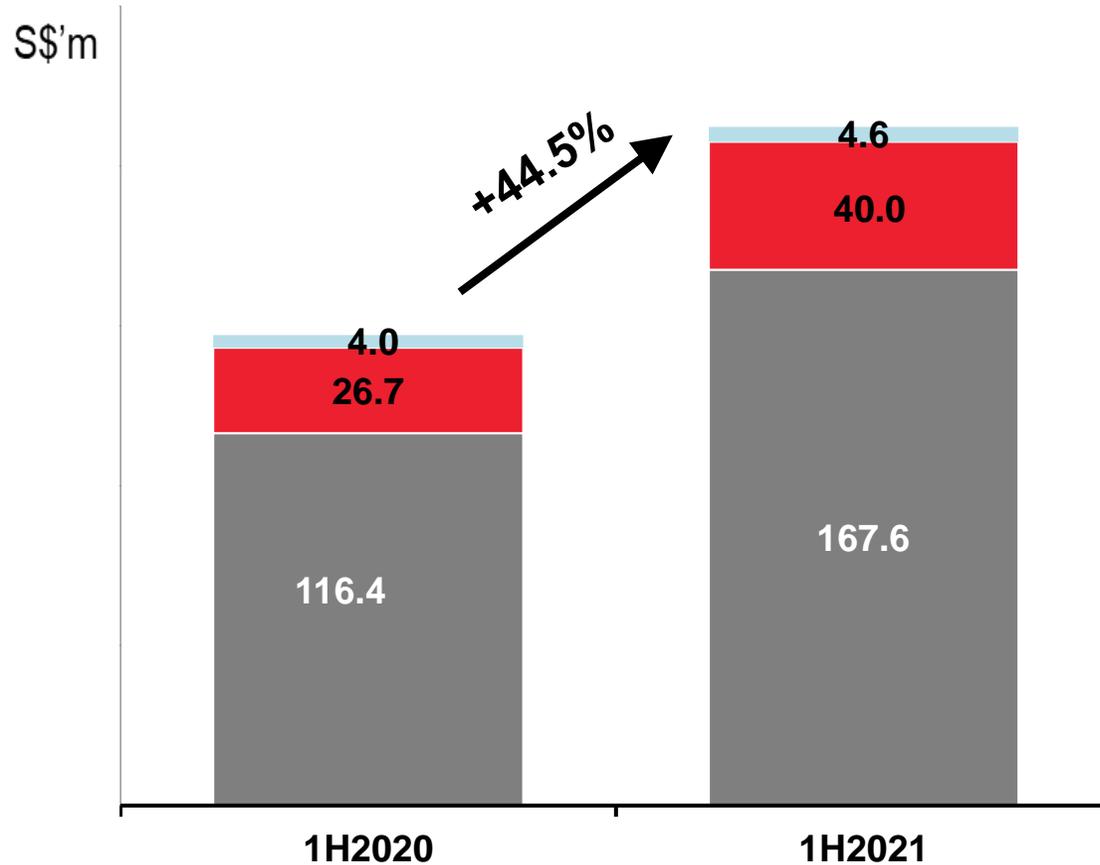
Solid profit growth built on clear market demand, good execution, continued growth in productivity.

Strong profit growth driven by sales growth x productivity gains



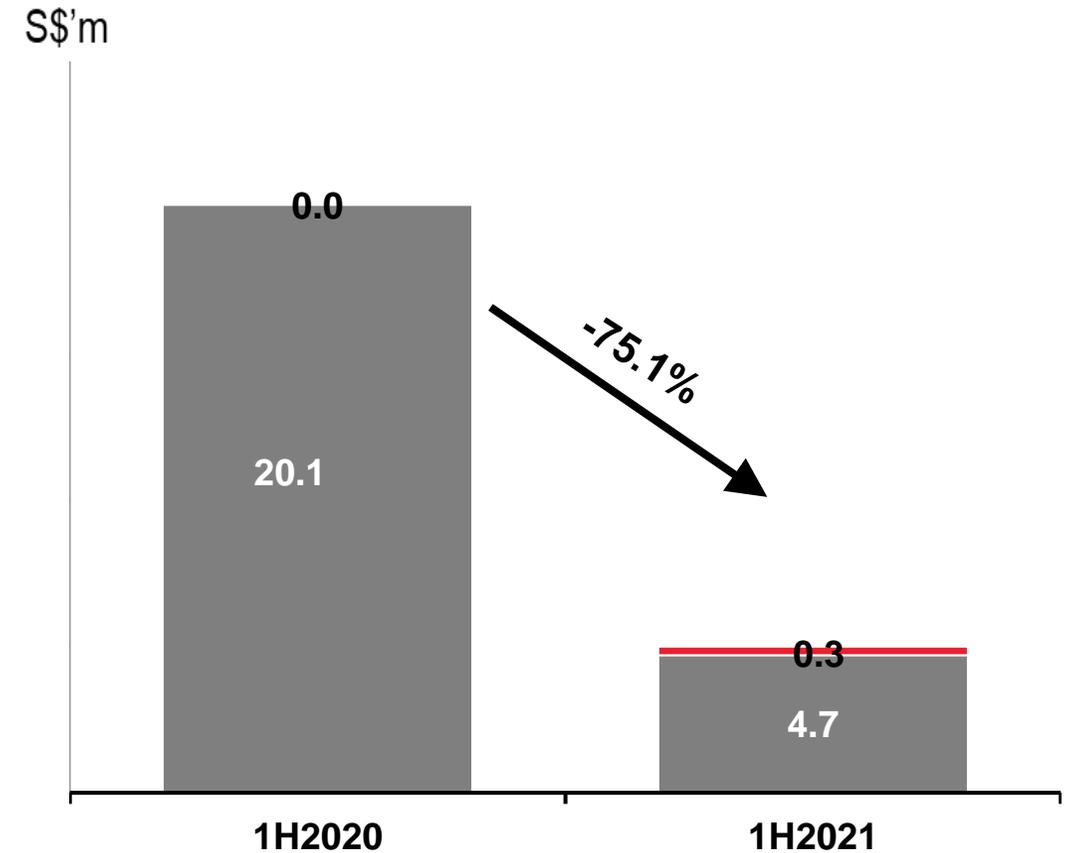
Strong revenue growth as demand for industrial automation continues

INDUSTRIAL AUTOMATION BUSINESS



- Industrial Computing
- Other Specialised Engineering Solutions
- Motion Control

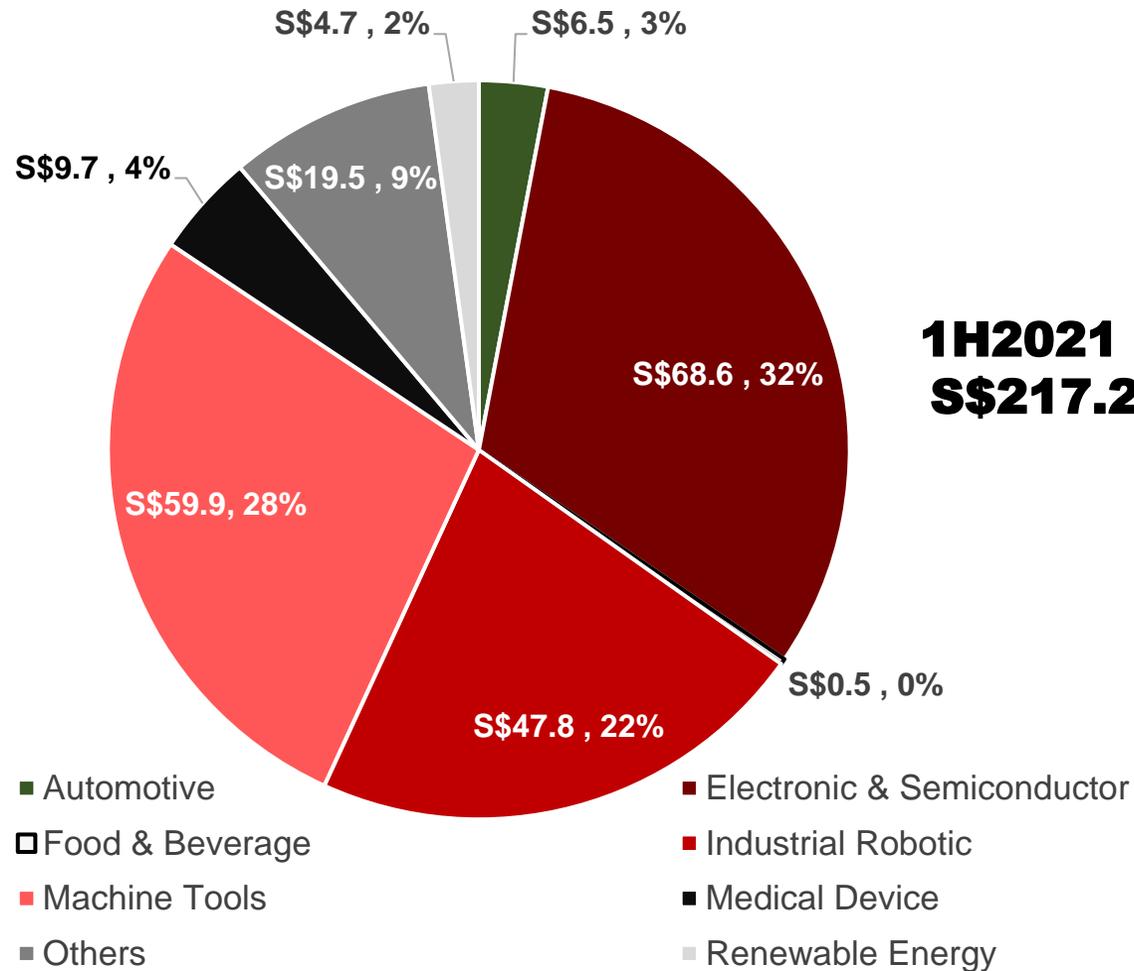
OTHERS



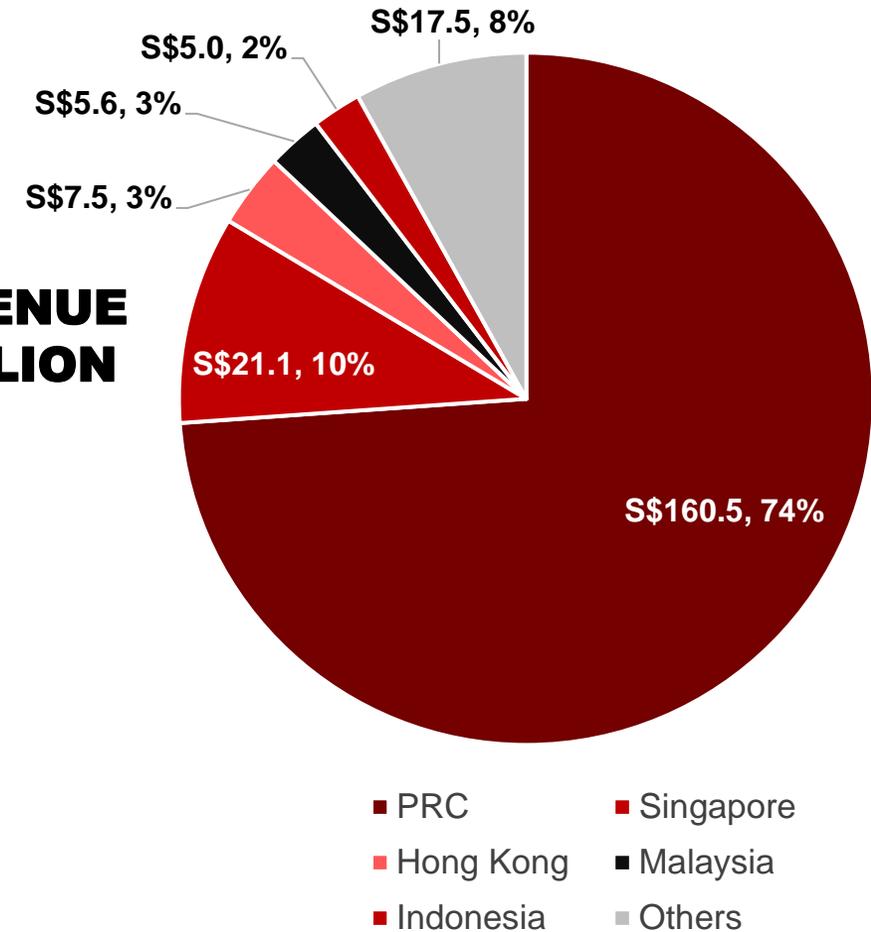
- Others
- Renewable Energy

Diversified growth foundation across industries and strategic geographies

BY END-INDUSTRIES

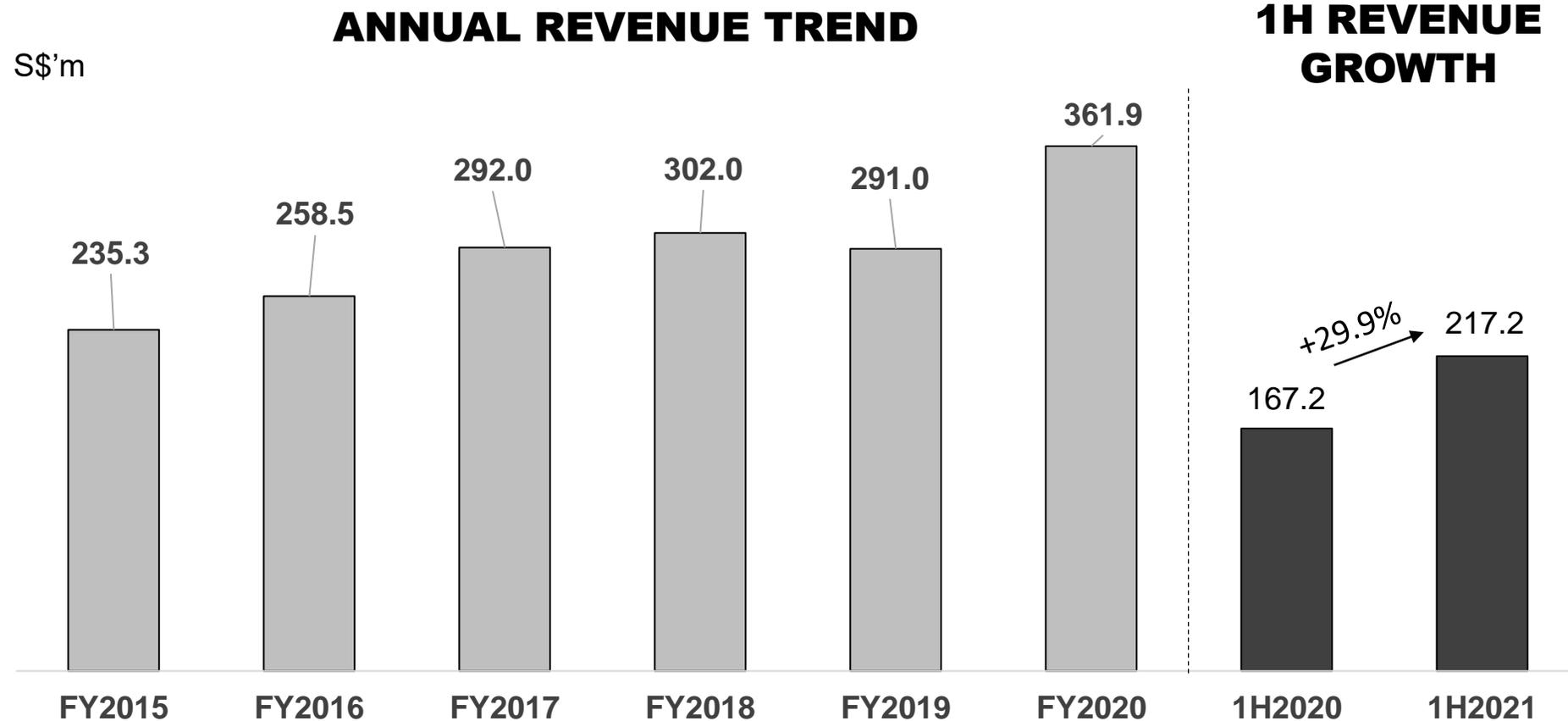


BY GEOGRAPHY



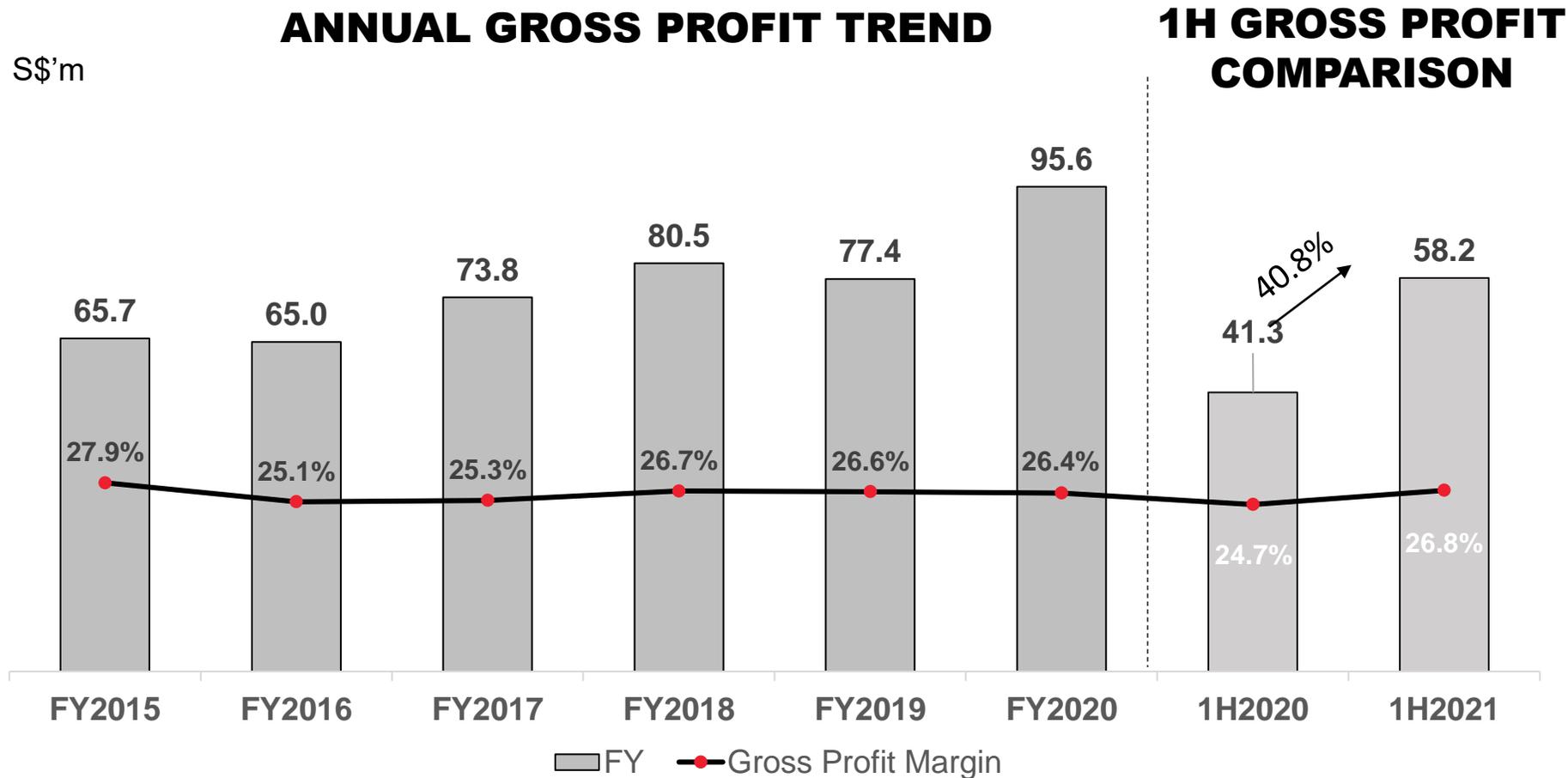
Through-cycle growth as Industry 4.0 adoption in Asia increases

Asia's acceleration towards Industry 4.0 continues to buoy demand across industry segments. ISDN's diversified customer base, end-industries, and geographies have helped cushion volatilities associated with the trade war and COVID-19.



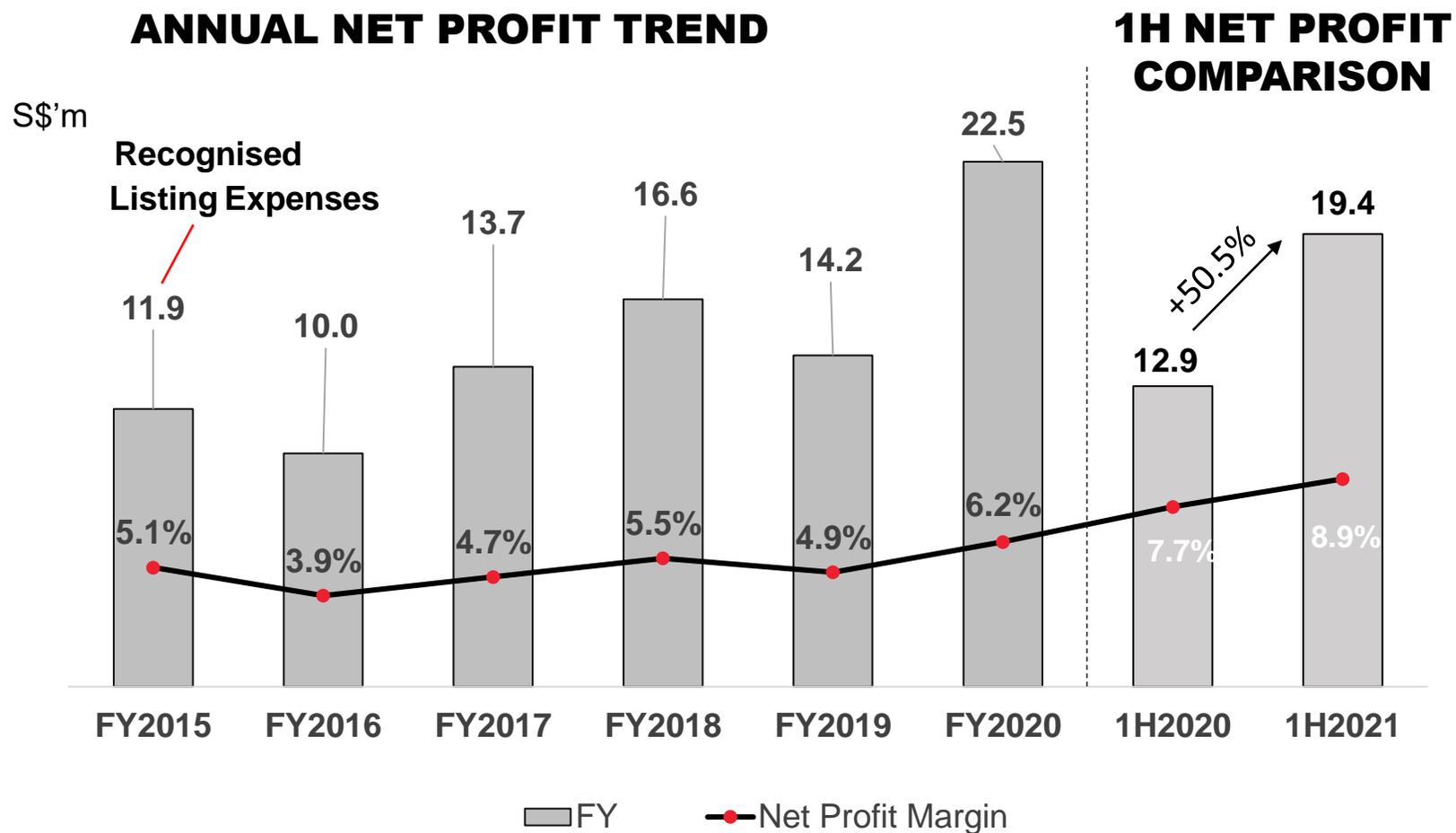
Stable gross profits as ISDN maintains edge in value-add

Annually, gross profit margin hovers between 24 – 28%. Gross margins expanded by +2.1% YoY to 26.8%, driving a +40.8% YoY increase in gross profit to S\$58.2 million.



Strong net profit growth with revenue growth + productivity gains

ISDN has been **profitable since listing in 2005**. Despite rising demand, the Group has remained disciplined on opex and margins, allowing it to sustain continued profitability levels.



Shareholder dividend trend

The Group's new dividend policy from FY2017 targets to provide shareholders an annual dividend payout of 25% of the net profit attributable to shareholders

Singapore cents per share

