SERIAL SYSTEM LTD

FY2025 & 2H2025 Results Presentation

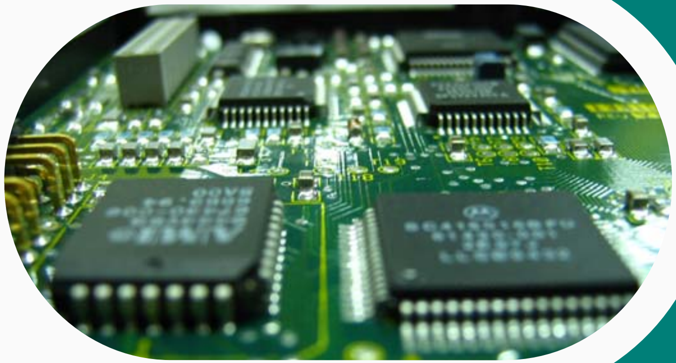
Wednesday, 25 February 2026

SERIAL 新暉集團

By moving forward and thinking forward, Serial System helps its partners to be more competitive in the marketplace, today and in the future

AGENDA

- FINANCIAL RESULTS
- CORPORATE OVERVIEW
- OUTLOOK



FINANCIAL RESULTS

Snapshot Of FY2025 And 2H2025 Performance

US$'000	2H2025	2H2024	Change (%)	FY2025	FY2024	Change (%)
Sales	467,804	413,947	13	860,468	788,663	9
Gross Profit	33,814	30,633	10	66,423	58,493	14
Gross Profit Margin (%)	7.2	7.4	-0.2 ppt	7.7	7.4	0.3 ppt
Net Profit After Tax (Attributable to equity holders of the Company)	1,483	5,696	-74	2,293	516	344
EPS - fully diluted (US cents)(1)	0.16	0.63	-75	0.25	0.06	317
NAV per share (US cents)(2)	31/12/2025: 14.69			31/12/2024: 14.07		

(1) Earnings per ordinary share ("EPS") on a fully diluted basis are computed based on the weighted average number of shares in issue during the six months and full year ended 31 December 2025 of 904,841,914 respectively (the six months and full year ended 31 December 2024 of 904,841,914 respectively).

(2) Net assets value ("NAV") per ordinary share as at 31 December 2025 and 31 December 2024 are calculated based on the net assets value attributable to the equity holders of the Company as at the end of the respective year and the respective aggregate number of ordinary shares of 904,841,914.

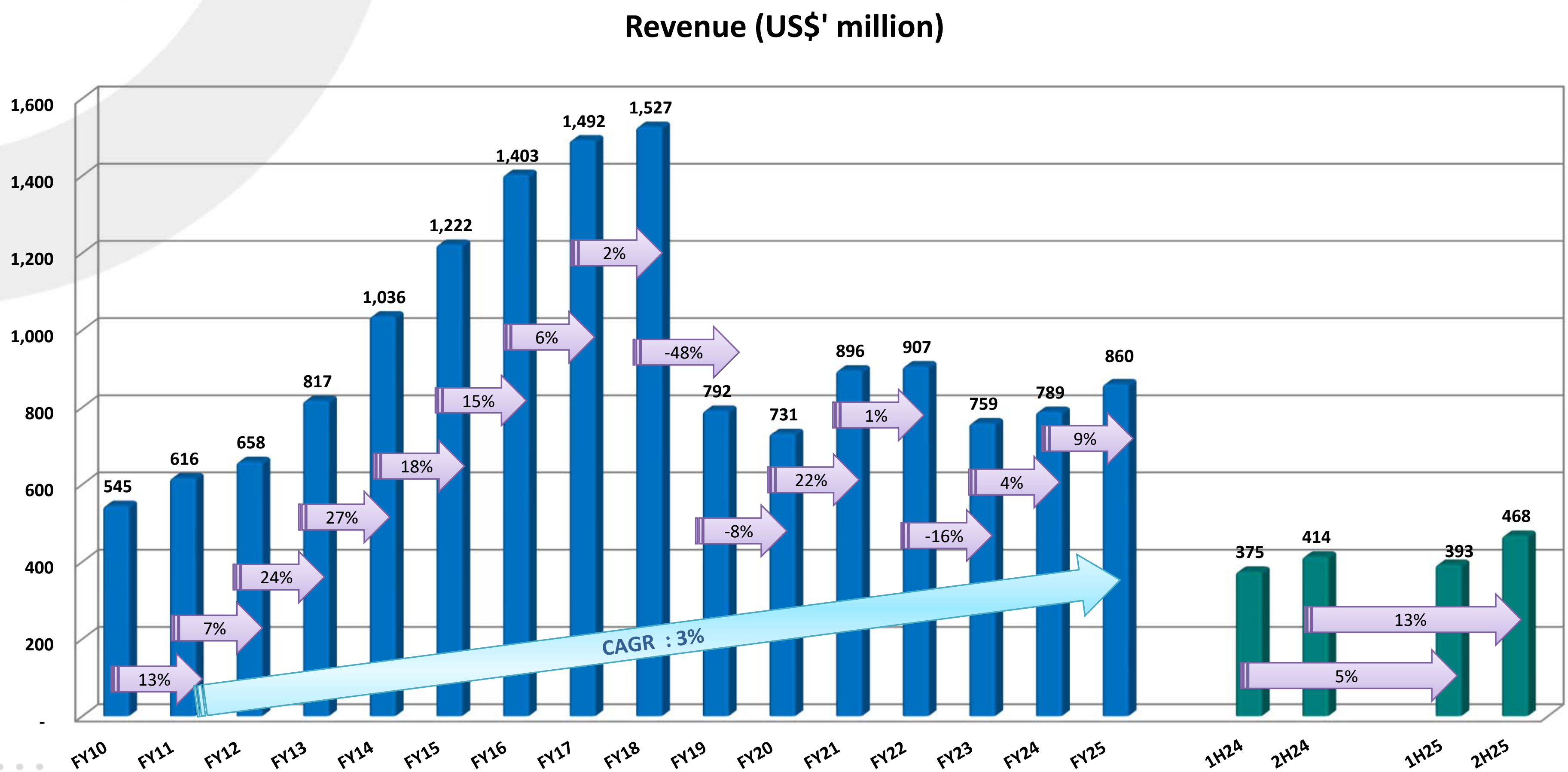
FY2025 Highlights

- **Revenue in FY2025 increased 9% year-on-year to US$860.5M from US$788.7M in FY2024**
  - Turnover for the electronic components distribution business increased by 10% to US$741.7 million in FY2025, due to higher sales from the mobile, household appliances, automotive and computing sectors, benefiting from the Chinese government's economic stimulus program as well as increase in demand for AI-related products in Hong Kong and China. Growth in South Korea's automotive segment further contributed to the improvement. These increases were partially offset by lower sales in Southeast Asia and India, primarily due to the end-of-life of a supplier's product and reduction in sales to a customer affected by financial and restructuring challenges faced by our supplier. Taiwan recorded marginally lower sales amid keen competition in the semiconductor sector
  - Turnover for the consumer products distribution business increased by 3% to US$110.2 million in FY2025, driven by stronger sales in Thailand and Japan following the expanded range of computer peripherals, and continued robust demand in Malaysia for gaming, notebooks, data centre and AI-related products. The growth was largely offset by the cessation of business of a 55%-owned Singapore subsidiary, Achieva Tech Allianz Pte. Ltd. in FY2025 which contributed US$13.0 million in the fourth quarter of FY2024 and lower sales of 3D printers and accessories recorded by a Singapore subsidiary, due to intense market competition for its 3D printers
  - Turnover for other businesses increased by 26% to US$8.5 million in FY2025 due to higher sales from the hospitality and healthcare solutions and medical devices assembly and distribution businesses
- **Gross profit margin increased by 0.3 percentage point to 7.7% in FY2025**
  - Higher margin achieved by the electronic components distribution business, as the Group focused its sales efforts on higher-margin products and customers
  - Higher margin from the consumer products distribution business in Malaysia and Thailand, from strong demand in the gaming, computing, data centre and AI-related segments
- **Net profit of US$2.3M in FY2025, compared to US$0.5M in FY2024**
  - Better performance from improved gross margin and increased sales, net foreign exchange gain of US$3.9 million and lower finance expenses of US$1.0 million, partially offset by higher loss allowance on trade and non-trade receivables of US$1.6 million and lower write-back of allowances for inventory obsolescence of US$3.6 million

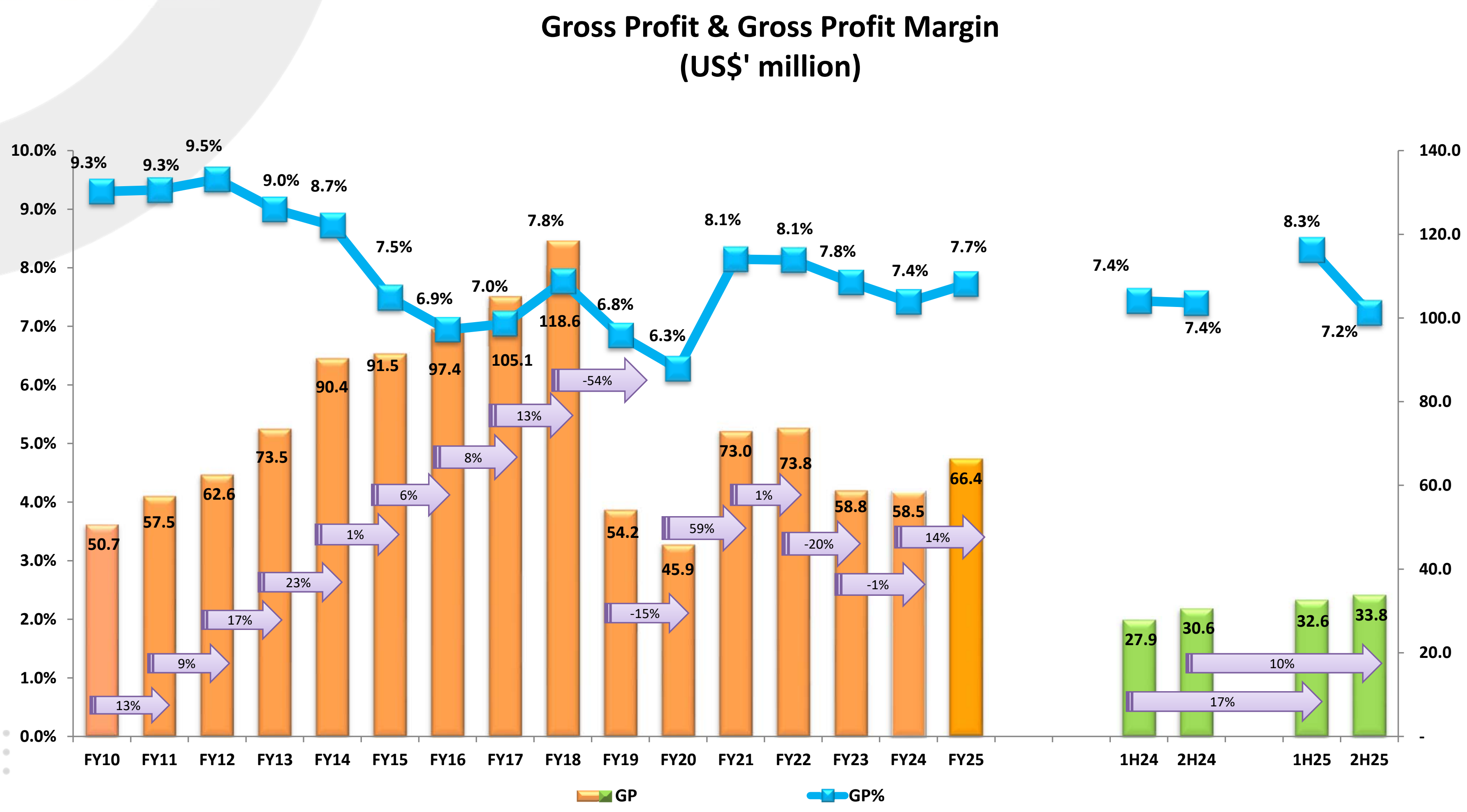
2H2025 Highlights

- **Revenue in 2H2025 increased 13% to US$467.8M from US$413.9M in 2H2024**
  - Turnover for the electronic components distribution business increased by 20% to US$409.7 million in 2H2025, with all regions recording growth amid improved demand in the semiconductor industry, particularly in AI-related space. Hong Kong and China led the increase, driven by strong sales in mobile, automotive, household appliances sectors and AI-related products
  - Turnover for the consumer products distribution business decreased by 20% to US$53.8 million in 2H2025, primarily due to the cessation of business of a 55%-owned Singapore subsidiary, Achieva Tech Allianz Pte. Ltd. in FY2025 which contributed US$13.0 million in the fourth quarter of FY2024. The decline was further impacted by lower sales in Malaysia arising from supplier inventory shortages and reduced 3D printer sales in Singapore amid intense market competition. These decreases were partially offset by higher sales in Thailand and Japan, supported by an expanded range of computer peripherals
  - Turnover for other businesses increased by 17% to US$4.3 million in 2H2025, due to higher sales from the hospitality and healthcare solutions and medical devices assembly and distribution businesses
- **Gross profit margin declined by 0.2 percentage point to 7.2% in 2H2025**
  - Lower margin recorded by the Group's Hong Kong and China, South Korea and Taiwan electronic components distribution subsidiaries and the Group's consumer products distribution subsidiaries, amid keen market competition
  - Partially offset by improved margin achieved by the Group's Singapore electronic components distribution subsidiary from increase in sales of higher-margin products and customers
- **Net profit of US$1.5M in 2H2025, compared to US$5.7M in 2H2024**
  - Mainly due to lower net fair value gain on financial assets, at fair value through profit or loss of US$7.3 million, lower write-back of allowances for inventory obsolescence of US$4.4 million, and higher loss allowance on trade and non-trade receivables of US$1.5 million,
  - Partially offset by higher net foreign exchange gain of US$1.5 million and the absence of a one-off fair value accounting loss on the reverse takeover of 77.64-owned Serial Achieva Limited of US$3.4 million recorded in 2H2024

Revenue Trend



Profitability



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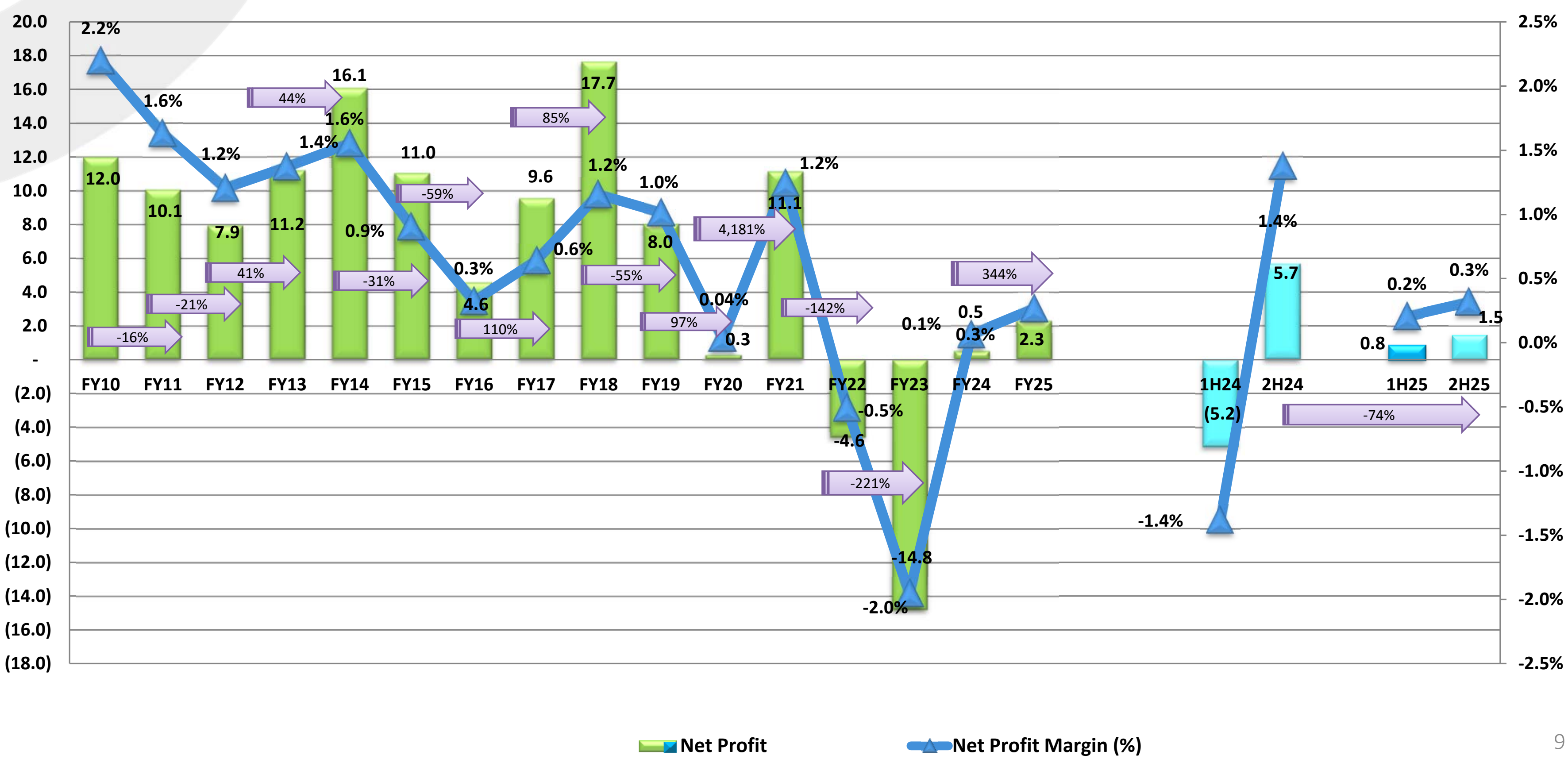

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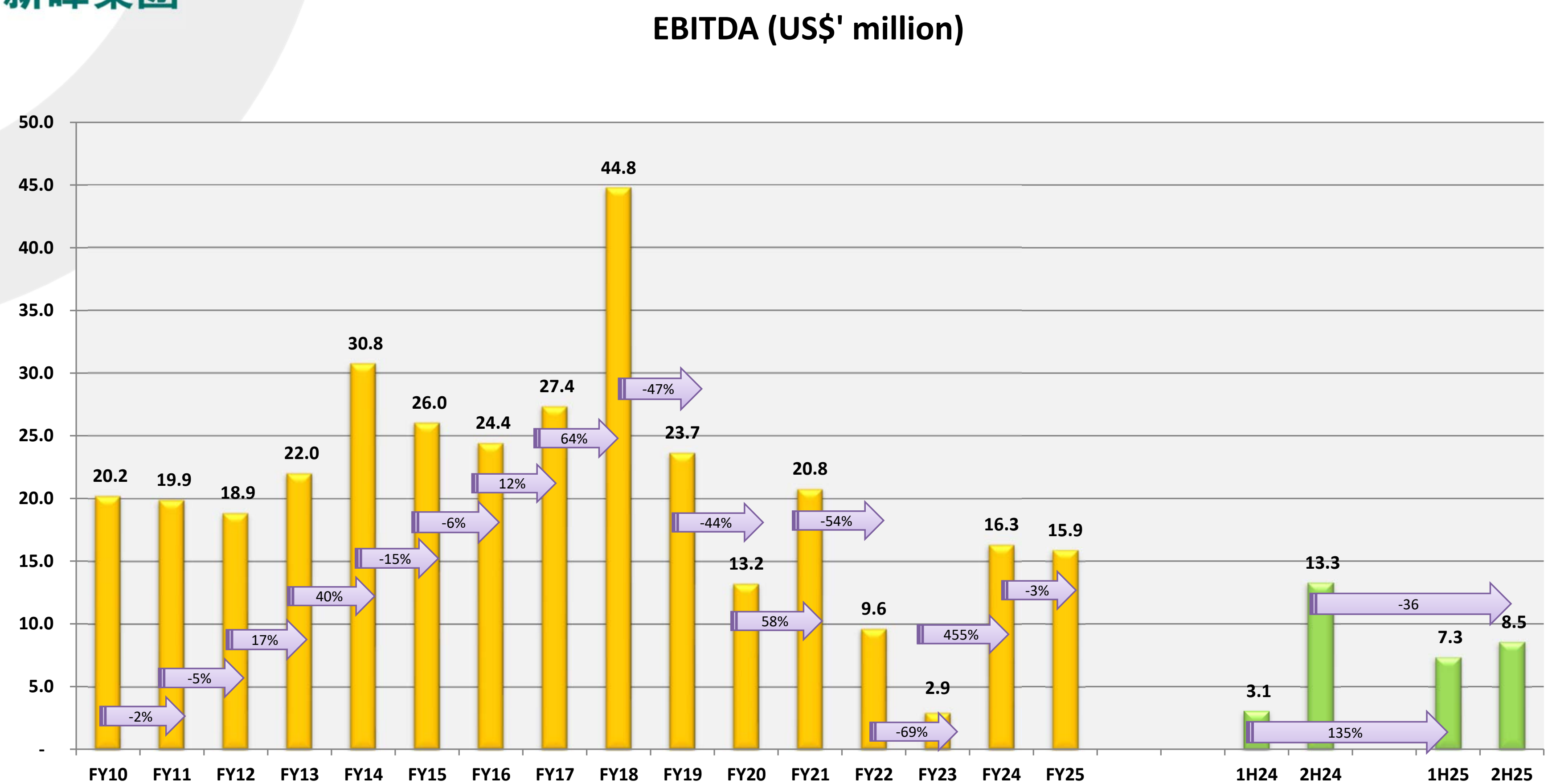

Financial Position

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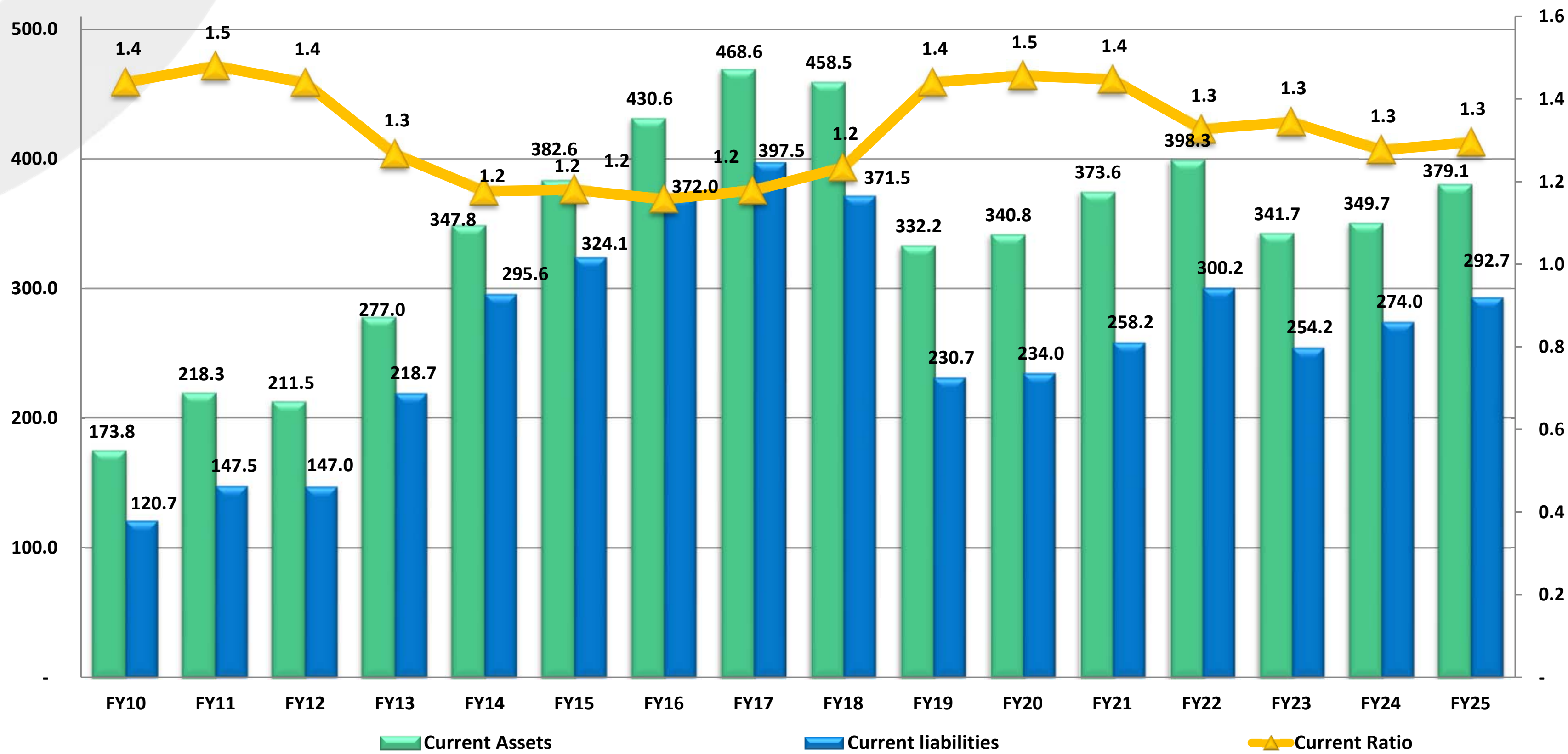
Maintaining Healthy Current Ratio



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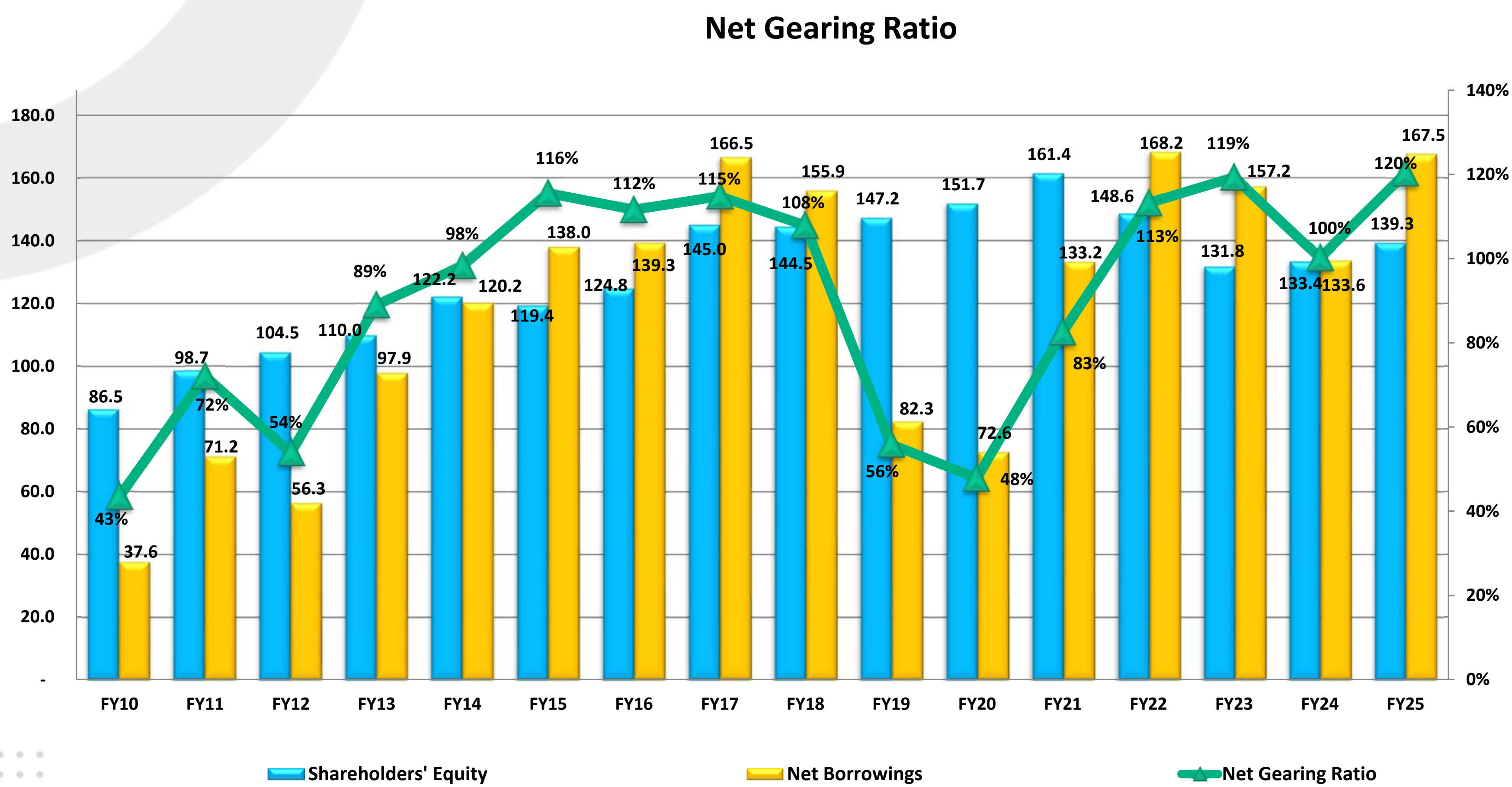

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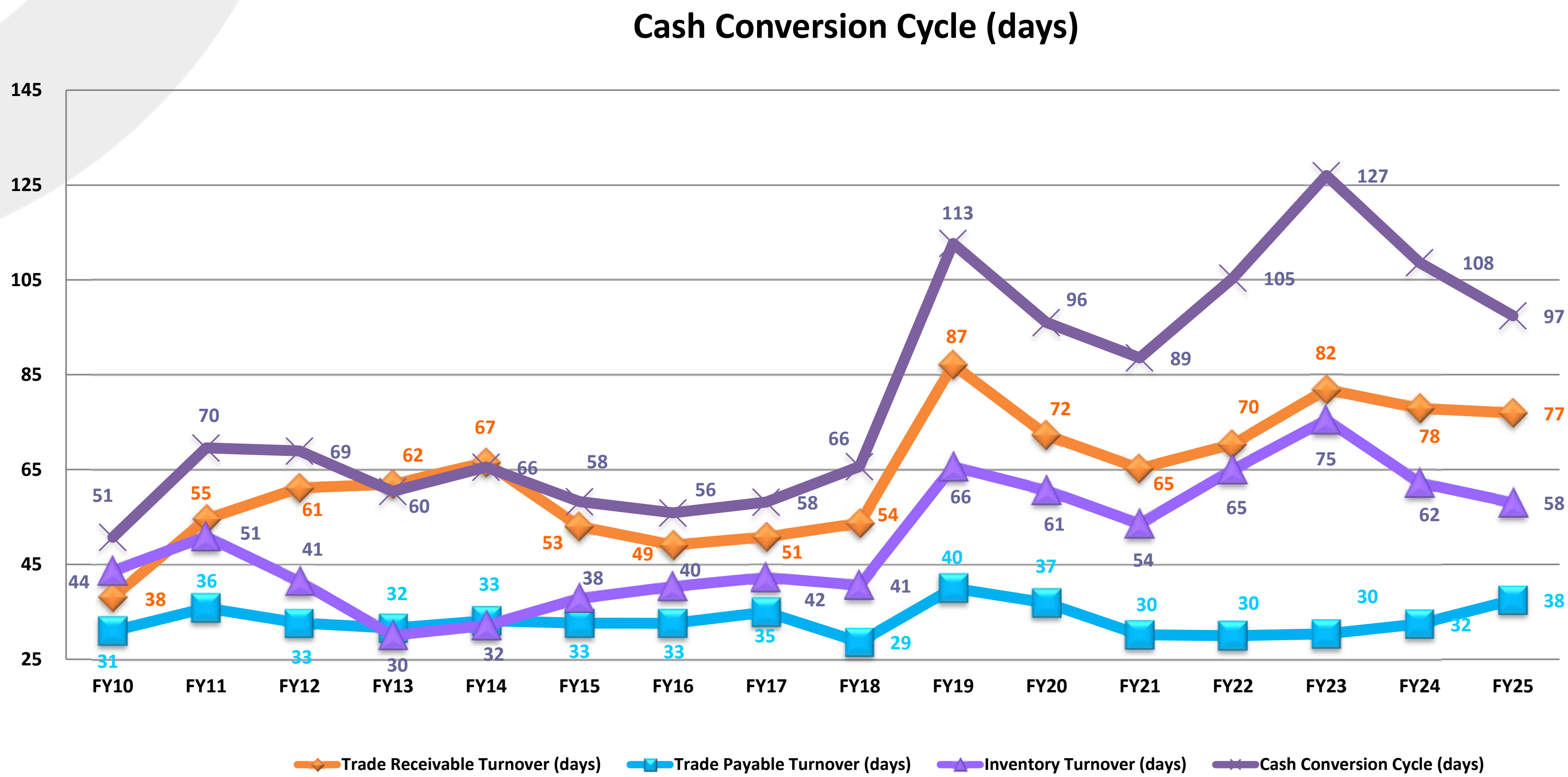
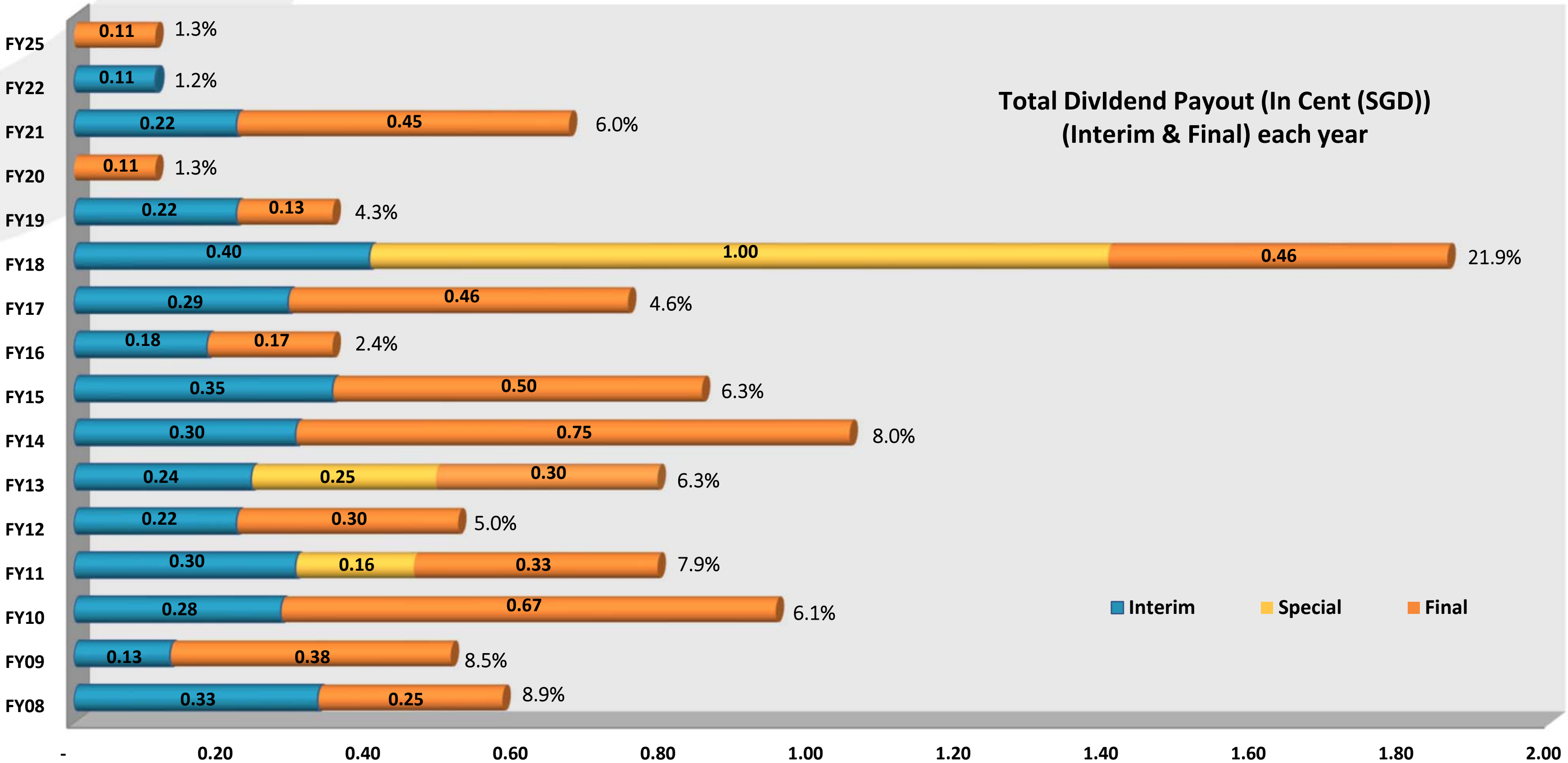
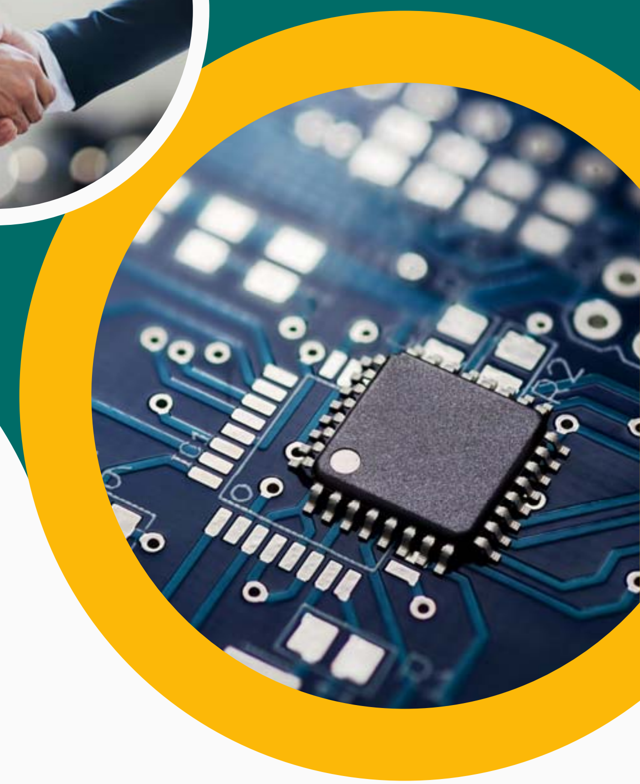


Dividend Yield



CORPORATE OVERVIEW



Serial System At A Glance

One of Asia Pacific's largest electronic distribution networks

Total Shares: 905 million
Free Float: 38%

One of the largest electronic components distributor listed on SGX

Wide product range and diversified customer portfolio

SERIAL SYSTEM listed in Singapore in 1997

Electronic Components*
FY2025 : 86%
FY2024 : 85%

	FY2025	FY2024
Hong Kong	50%	50%
China	25%	21%
Southeast Asia & India	14%	18%
South Korea	7%	6%
Taiwan	4%	5%

Consumer Products*
FY2025 : 13%
FY2024 : 14%

	FY2025	FY2024
Southeast Asia & India	91%	94%
Japan	9%	6%

* Group Revenue

OUTLOOK

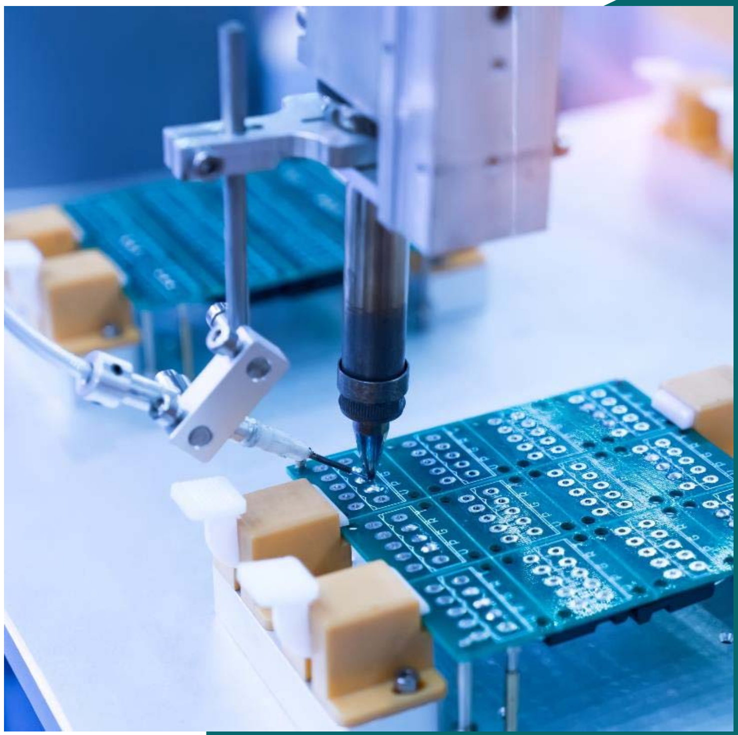
Industry Outlook

Bright Spots

- Structural demand drivers in artificial intelligence and related applications, cloud computing, electric vehicles, renewable energy and other advanced technology applications are expected to continue supporting semiconductor consumption in 2026
- China's ongoing efforts to strengthen domestic semiconductor capabilities may present further partnership and business expansion opportunities with Chinese semiconductor suppliers

Challenges and Uncertainties

- Uncertain macroeconomic and geopolitical landscape
- Trade restrictions, tariffs and export controls on advanced semiconductor technologies remain key sources of uncertainty, particularly in relation to China, the Group's largest market
- Inflationary pressures, elevated interest rates and currency volatility are expected to persist, potentially affecting customer demand, inventory management and working capital requirements which will impact the Group's performance
- The Group's consumer products distribution business is expected to operate in a competitive environment in 2026, shaped by cautious consumer sentiment and potential pricing pressures from memory shortages



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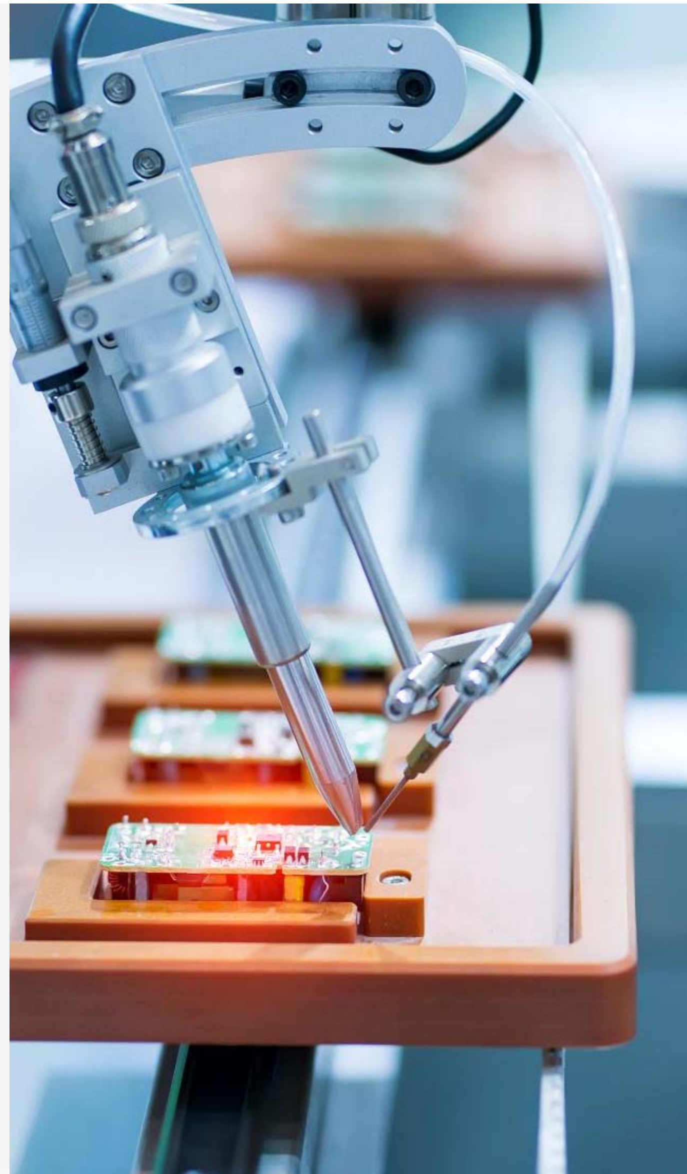
Group Outlook

- The Group's electronic components distribution business remains focused on broadening its product portfolio and strengthening its capabilities in growth segments
- The Group's consumer products distribution business is expected to operate in a competitive environment in 2026, shaped by cautious consumer sentiment and potential pricing pressures from memory shortages
- Serial Achieva Limited will continue to enhance its product offerings in higher-growth segments like gaming, cloud storage and AI solutions
- Serial Achieva Limited also intends to further diversify its geographic footprint in Southeast Asia and explore growth opportunities through strategic partnerships and acquisitions to reduce market concentration risks and build long-term resilience
- The Group will continue to exercise discipline in managing its operations and balance sheet. Our key priorities include maintaining operational efficiency, prudent inventory and credit management, as well as disciplined cash flow planning to deliver a sustainable performance in 2026



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Thank You

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