UMS GROUP

Company Registration No.: 200100340R

UMS' NET ATTRIBUTABLE PROFIT GROWS 4% TO S$30.5 MILLION ON HIGHER REVENUE OF S$184.3 MILLION FOR THE FIRST NINE MONTHS OF FY2025

- Gross profit margins continue to improve Q-o-Q lifting the Group's bottom line
- Proposed 1-for-4 bonus issue and third interim dividend of 1.0 cent per share to reward shareholders
- Group remains well-poised to benefit from the AI-driven global chip sector rebound and the sustained aviation boom
- Successful secondary listing on Bursa Malaysia boosts share price and market capitalisation to hit above S$1 billion

Singapore, 7 November 2025:

Shareholders of SGX Mainboard-listed UMS Integration Limited ("UMS" or "The Group") will receive a 1-for-4 bonus issue and third interim dividend of 1.0 cent per share as the Group posted a stronger performance for the first nine months of this financial year.

The Group reported higher sales and profits despite geopolitical tensions and unprecedented market challenges triggered by steep US trade tariffs since the start of the year.

Compared to 9MFY2024, Group net attributable profit in 9MFY2025 grew 4% to S$30.5 million as sales climbed 5% to S$184.3 million. On a quarterly basis, Group net attributable profit improved 1% to S$10.5 million on the back of a 9% sales dip to S$59.3 million in 3QFY2025.

The Group's financial position remains healthy as it continues to generate positive net cash from operating activities.

Earnings per share (EPS) for 3QFY2025 rose to 1.47 cents from 1.46 cents in the same period last year. For the nine months, EPS improved to 4.30 cents from 4.18 cents last year.

Net Asset Value (NAV) per share also went up to 60.25 cents as at 30 September 2025 from 58.88 cents as at 31 December 2024.

Group Revenue

3QFY2025

Group revenue eased 9% Y-o-Y to S$59.3 million in 3QFY2025 from S$64.9 million in 3QFY2024 as sales in both the Group's Semiconductor segment and Aerospace segment softened by 8% and 16% respectively. However, revenue in Others rose by 5%.

The revenue decline in the Semiconductor segment was caused mainly by lower Semiconductor Integrated System sales during the period under review.

Semiconductor Integrated System sales declined 24% Y-o-Y from S$27.1 million to S$20.7 million in 3QFY2025. Revenue from component sales however increased 6% from S$28.0 million to S$29.8 million during the same period.

Compared to 2Q2025, Semiconductor segment sales decreased 14% in 3QFY2025 while Aerospace segment sales jumped 17%. Revenue in Others fell by 21%.

Geographically, the Group's key markets delivered a mixed performance in 3QFY2025. Malaysia, Taiwan and Others recorded higher sales while the US and Singapore posted lower sales.

Revenue in Singapore fell 21% Y-o-Y in 3QFY2025 mainly due to lower overall semiconductor sales while revenue in the US plunged 33% on the back of lower semiconductor component sales.

Sales in Malaysia surged 71% vs 3QFY2024 as the Group commenced business with its new major customer while revenue in Others jumped 99% as shipments were made to the new major customer’s plant in Korea.

Higher component spares sales helped to lift Taiwan's sales performance which edged up 4% compared to 3QFY2024.

9MFY2025

On a nine-month basis, Group revenue improved 5% Y-o-Y to S$184.3 million from S$174.9 million in 9MFY2024.

Semiconductor segment sales rose 7% on the back of higher component sales which grew 15% Y-o-Y from S$77,8 million to S$89.3 million in the same period last year. Semiconductor Integrated System sales remained relatively stable, easing 1% to S$68.6 million from S$69.3 million in the same period last year.

Revenue in the aerospace and Others segments dipped 5% and 6% respectively.

All of the Group's key geographic markets, except for Malaysia and Others, reported lower sales.

Compared to 9MFY2024, revenue in Singapore dipped 5% in 9MFY2025, while sales in the US fell 13%. Taiwan sales remained unchanged.

New customer orders boosted sales in Malaysia and Others by 164% and 26% respectively during the period under review.

Group Profitability

3QFY2025

The Group grew its gross material margin to 58.2% from 51.7% of 3QFY2024 mainly due to changes in product mix and productivity improvements.

The Group's bottom line improved despite higher expenses and income tax.

On a Y-o-Y basis, the Group posted a 11% increase in both net profit and pre-tax profit. Net profit rose to S$11.4 million from S$10.3 million while pre-tax profit grew to S$13.2 million from S$11.9 million during the period under review.

Net attributable profit edged up 1% to S$10.5 million from S$10.4 million in 3QFY2024.

The Group benefitted from a 17% decline in personnel costs (due mainly to lower bonus provision made) and a decrease in Other charges from $1.3m to $0.6m resulting from foreign exchange gain (vs a forex loss in the same period last year), partially offset by higher inventory provision.

Depreciation expenses jumped 22% due to more machineries while other expenses increased 4% over last year - mainly due to higher legal and professional fees and utilities partially offset by lower costs for the upkeep of property and freight charges.

Income tax expenses rose by 11% due to the Group's higher profits.

On a Q-o-Q basis, the Group's profitability also improved. Compared to 2QFY2025, net attributable profit grew to S$10.5 million from S$10.3 million while net profit increased 10.4% to S$11.4 million from S$10.5 million and pre-tax profit climbed 10% to S$13.2 million from S$12 million.

9MFY2025

For 9MFY2025, the Group continued to grow its bottom line as gross material margins increased to 56.1% from 52.8% in 9MFY2024 mainly due to a change in its product mix and increased productivity.

Group pre-tax profit went up 8% to S$36.7million from S$34.1 million in 9MFY2024 while Group net profit and net attributable profit also increased 7% to S$32 million from $29.8 million and 4% to S$30.5 million from $29.5 million respectively during the period under review.

The Group's expenses mostly increased in the period under review. While personnel costs edged up 1%, depreciation expenses jumped 30% due to additional machineries. Other charges also ballooned from $0.3m to $3.4m on the back of higher exchange loss and higher inventory provision, partially offset by gains on disposal of fixed assets.

Its income tax expenses also went up in line with the Group's higher profits.

The Group also earned less finance income from its lower cash balances.

Healthy Cashflow

The Group's financial position remained healthy.

The Group registered S$1.7 million (vs S$15.9 million in 3QFY2024) positive net cash from operating activities and negative S$10.8 million (vs positive S$7.9 million in 3QFY2024) free cash flow in 3QFY2025. The lower net cash from operating activities was mainly attributed to higher inventories. The Group's continued investment in its new Penang plant also reduced its free cash flow in the quarter under review.

On a nine-month basis, the Group registered S$16.9 million (vs S$30.3 million in 9MFY2024) positive net cash from operating activities. Its free cash flow decreased to a negative S$17.4 million from a positive S$7.1 million in 9MFY2024.

During the first nine months of this year, the Group invested S$35.4 million in capex to drive its expansion plans in Malaysia and reduced bank borrowings. The Group also rewarded shareholders with a total dividend payout of $21.3 million during the period.

Positive Prospects

Commenting on the Group's performance, Mr Andy Luong, UMS' CEO said, "Our performance in the first nine months of the year is another testimony of the Group's resilience and strength in the face of mounting challenges in the global economy. We did better this year compared to the same period last year despite unprecedented uncertainties brought about by US trade tariffs and intensifying geopolitical tensions.

We continued to do what we do best - that is delivering high-quality and high-value products, especially critical components and complex systems - to support the increasingly intricate requirements and rigorous demands of key customers in developing advanced semiconductors.

Our deep commitment to invest in strengthening our production capabilities and facilities has sharpened our competitive edge in securing several new product introductions (NPI). Our new product introductions (NPIs) for our new major customer are progressing well. Production output for this new customer has improved and we expect to speed up shipments to the customer in the coming months."

The robust recovery in the global semiconductor industry and the sustained aviation boom worldwide will continue to propel the Group's performance forward.

According to SEMI, worldwide spending on 300mm wafer fab equipment is set to exceed $100 billion for the first time in 2025, rising 7% to $107 billion. Meanwhile, investment in 300mm wafer fab equipment is projected to total US$374 billion from 2026 to 2028,

SEMI also highlighted that the chip industry is driven by surging AI demand and a growing push for regional manufacturing. The global rollout of 300mm fabs will be crucial in supporting the growth of data centres, edge computing devices, and the broader digital economy.

Another major growth driver will be investment in logic and microchips, fuelled by 2-nanometer-class and smaller nodes, along with cutting-edge technologies like gate-all-around transistors and backside power delivery. The industry body also forecasts that 1.4-nanometer chip production could kick off between 2028 and 2029.

SEMI also notes the memory segment is set to rank second in spending over the next three years, with a total of $136 billion, signalling the start of a new growth cycle. According to SEMI, DRAM-related equipment investment is expected to surpass $79 billion from 2026 to 2028, while 3D NAND spending is projected to reach $56 billion during the same period.

Regionally, China is set to lead spending at US$94 billion from 2026 to 2028, followed by South Korea with US$86 billion and Taiwan at US$75 billion. The U.S. is projected to invest US$60 billion over the same period.[1]

The aerospace industry remains robust driven by strong air travel demand and increased defence spending, with the global market projected to grow significantly. Key challenges include persistent supply chain constraints, labour shortages and geopolitical issues.

Despite these challenges, the industry is focused on long-term resilience and innovation in areas like sustainable aviation and AI.

According to IATA, airlines' revenues will hit a record of close to US$1 trillion in 2025 with a stable net profit of US$36 billion despite uncertainties caused by US-China trade tensions.

Total air traveller numbers will increase 4 - 5% while total air cargo volume is expected to tick upwards by 0.6% to 69 million tonnes.

Total demand for air travel is expected to grow by 5.8 % year on year.

The Asia-Pacific is still expected to lead the world in industry growth at 9% year on year, and will contribute 52 % of the industry's RPK (revenue passenger kilometres) growth in 2025, a result of its continued economic growth and reduced visa requirements in several countries including China, Vietnam, Malaysia and Thailand.[2]

Mr Luong added, "The Group's recent successful secondary listing in Bursa Malaysia has helped unlock value for shareholders and lifted our share price and market capitalisation - to hit above S$1 billion.

UMS Integration is also recently listed as one of companies on the SGX iEdge Singapore Next 50 Index which aims to track the performance of the next 50 largest companies listed on the SGX Mainboard, beyond the 30 largest companies by market capitalization.

While market uncertainties persist, we will remain prudent and focused on growing our strengths to stay competitive and to deliver better long-term value to our shareholders. In view of the Group's commendable performance, the Board has proposed more rewards for shareholders this quarter - a third interim dividend of 1.0 cent per share, and a 1-for-4 bonus issue. Going forward, we will accelerate our efforts to lift our performance as we move forward to capture the enormous AI-driven growth opportunities ahead."

Barring unforeseen circumstances, the Group expects to remain profitable in FY2025.

Sources:

1. Source: https://www.trendforce.com/news/2025/10/14/news-2nm-race-drives-300mm-fab-spending-to-107b-in-2025-semi-forecasts-374b-through-2028/

2. Source: https://www.businesstimes.com.sg/international/global/airline-revenues-hit-near-us1-trillion-record-2025-even-trade-tensions-bite-iata

About UMS Integration Limited

Incorporated in Singapore on 17 January 2001, UMS Integration Limited ("UMS") is a one-stop strategic integration partner providing equipment manufacturing and engineering services to Original Equipment Manufacturers of semiconductors and related products. The Group has three core business segments - Semiconductors, Aerospace and Others (mainly Materials Distribution).

The Group's semiconductor business is focused on front-end semiconductor equipment contract manufacturing. It is also involved in complex electromechanical assembly and final testing devices. The products we offer include modular and integration systems for original semiconductor equipment manufacturing.

Through our key subsidiaries - Catalist-listed JEP Holdings Limited and Starke Singapore Pte Ltd, UMS is also in the business of manufacturing high precision aircraft parts for the fast-growing aerospace industry and materials distribution of high-quality metals and solutions for a variety of demanding industrial applications.

Headquartered in Singapore, the Group has production facilities in Singapore, Malaysia and California, USA.

UMS was named in the Forbes Best under a Billion list for two consecutive years - 2022 and 2023 - as one of the top-performing public companies with less than US$1 billion (S$1.38 billion) in yearly sales in the Asia-Pacific region. On 7 October 2022, UMS was also named Runner-Up of the Most Transparent Company Award 2022, Technology Category in the SIAS' Investors Choice Awards 2022.

UMS was also named winner of the prestigious Centurion Club Award 2023.

UMS was added to the MSCI Global Small Cap Index in February 2023.

UMS is a constituent of FTSE ST Singapore Shariah Index since 2018.

UMS is also ranked as one of the top-10 constituents of the MSCI Singapore Investable Market (IMI) Islamic Index in 2025.

UMS is also listed in September 2025 as one of companies on the SGX iEdge Singapore Next 50 Index which aims to track the performance of the next 50 largest companies listed on the SGX Mainboard, beyond the 30 largest companies by market capitalization.

The Group changed its name from UMS Holdings Limited to UMS Integration Limited on 5 September 2024 to better reflect the identity and status of the Group following its Secondary Listing on Bursa Malaysia, and to distinguish it from similarly named companies in Malaysia. The name change will also strengthen the Group's profile as an integrated comprehensive service provider for global chip companies.

Issued on behalf of UMS Integration Limited

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