



UMS INTEGRATION LIMITED
(formerly known as UMS Holdings Limited)

Company Registration No. 200100340R

UMS Integration Limited and its subsidiaries (fka UMS Holdings Limited)

Unaudited Condensed Interim Financial Statements
For the Three Months and Full Year Ended 31 December 2024

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

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UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Condensed interim consolidated income statement
For the three months and full year ended 31 December 2024**

	Group					
	4Q			12 Months Ended		
	31-Dec-24 S\$'000	31-Dec-23 S\$'000	Change %	31-Dec-24 S\$'000	31-Dec-23 S\$'000	Change %
Revenue (Note 4.1)	67,230	73,517	-9%	242,115	299,907	-19%
Changes in inventories	(3,733)	(8,878)	-58%	(1,589)	2,207	N.M
Raw material purchases and subcontractor charges	(32,152)	(25,809)	25%	(116,928)	(151,846)	-23%
Employee benefits expense	(9,390)	(9,926)	-5%	(35,797)	(38,417)	-7%
Depreciation expense	(5,636)	(3,538)	59%	(19,799)	(17,927)	10%
Amortisation of intangible asset	(75)	(75)	0%	(300)	(300)	0%
Other expenses (Note 6.2)	(6,687)	(5,615)	19%	(25,105)	(24,455)	3%
Other credits/(charges) (Note 6.3)	2,936	(2,486)	N.M	2,645	(884)	N.M
Finance income (Note 6.1)	364	301	21%	2,208	1,149	92%
Finance expense (Note 6.1)	(150)	(225)	-33%	(679)	(933)	-27%
Profit before income tax	12,707	17,266	-26%	46,771	68,501	-32%
Income tax expense (Note 7)	(895)	(1,429)	-37%	(5,195)	(7,314)	-29%
Net profit for the year	11,812	15,837	-25%	41,576	61,187	-32%
Profit attributable to:						
Owners of the parent	11,098	15,670	-29%	40,607	59,984	-32%
Non-controlling interests	714	167	328%	969	1,203	-19%
	11,812	15,837	-25%	41,576	61,187	-32%
Earnings per share attributable to owners of the Company (cents per share)						
Basic	1.46	2.34		5.74	8.95	
Diluted	1.46	2.34		5.74	8.95	

N.M - Not meaningful

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Condensed interim statement of comprehensive income
As at 31 December 2024**

	Group					
	4Q			12 Months Ended		
	31-Dec-24	31-Dec-23	Change	31-Dec-24	31-Dec-23	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Net profit for the year	11,812	15,837	-25%	41,576	61,187	-32%
Other comprehensive income/(loss), net of income tax						
<i>Items that may be classified subsequently to profit and loss:</i>						
Exchange differences on translation of foreign operations	1,363	(1,013)	N.M	8,036	(4,619)	N.M
Total comprehensive income for the year	13,175	14,824	-11%	49,612	56,568	-12%
Total comprehensive income attributable to:						
Equity holders of the Company	12,572	14,610	-14%	48,724	55,335	-12%
Non- controlling interests	603	214	182%	888	1,233	-28%
	13,175	14,824	-11%	49,612	56,568	-12%

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Condensed interim statement of financial position
As at 31 December 2024**

	Group		Company	
	31-Dec-2024 S\$'000	31-Dec-2023 S\$'000	31-Dec-2024 S\$'000	31-Dec-2023 S\$'000
ASSETS				
Current Assets				
Cash and bank balances	79,928	67,458	942	400
Trade receivables and other current assets	56,724	56,239	53,701	11,060
Financial assets through profit and loss	-	586	-	586
Loan to subsidiaries	-	-	7,930	5,467
Inventories	109,171	110,760	-	-
Total Current Assets	245,823	235,043	62,573	17,513
Non-Current Assets				
Investment in subsidiaries	-	-	270,724	266,556
Property, plant and equipment (Note 12)	165,986	152,719	-	-
Right-of-use assets	9,345	9,915	-	-
Investment property (Note 13)	-	1,368	-	-
Intangible assets (Note 11)	87,651	87,951	-	-
Loan to a subsidiary	-	-	9,882	-
Deferred tax assets	162	169	-	-
Total Non-Current Assets	263,144	252,122	280,606	266,556
Total Assets	508,967	487,165	343,179	284,069
LIABILITIES AND EQUITY				
Current Liabilities				
Bank borrowings (Note 14)	754	6,790	-	4,000
Trade and other payables	39,600	49,646	109,970	73,176
Lease liabilities	652	1,932	-	-
Income tax payable	4,475	7,580	253	146
Total Current Liabilities	45,481	65,948	110,223	77,322
Non-Current Liabilities				
Bank borrowings (Note 14)	-	15,751	-	-
Lease liabilities	9,296	7,999	-	-
Deferred tax liabilities	9,866	10,136	-	-
Long-term provision*	405	405	-	-
Total Non-Current Liabilities	19,567	34,291	-	-
Total Liabilities	65,048	100,239	110,223	77,322
Capital and Reserves				
Share Capital (Note 15)	186,541	136,623	186,541	136,623
Treasury shares (Note 15.1)	(145)	(145)	-	-
Reserves	(13,354)	(21,471)	-	-
Retained earnings	245,204	244,830	46,415	70,124
	418,246	359,837	232,956	206,747
Non-controlling interest	25,673	27,089	-	-
Total Equity	443,919	386,926	232,956	206,747
Total Liabilities and Equity	508,967	487,165	343,179	284,069

* Provision for reinstatement of leased premises.

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Condensed interim statements of changes in equity
For the three months and full year ended 31 December 2024**

	Attributable to owners of the Company						Total S\$'000
	Share Capital S\$'000	Treasury Shares S\$'000	Reserves S\$'000	Retained Earnings S\$'000	Total S\$'000	Non- controlling Interests S\$'000	
Group							
Balance at 1 January 2024	136,623	(145)	(21,471)	244,830	359,837	27,089	386,926
Changes in equity for first quarter							
Net profit for the period	-	-	-	9,802	9,802	228	10,030
Other comprehensive income/(loss) for the period- Exchange differences on translation of foreign operations	-	-	38	-	38	(191)	(153)
Total comprehensive income for the quarter	-	-	38	9,802	9,840	37	9,877
Consideration paid for acquisition of non-controlling interests	-	-	-	(289)	(289)	(375)	(664)
Issue of ordinary shares	51,600	-	-	-	51,600	-	51,600
Share issue costs	(1,682)	-	-	-	(1,682)	-	(1,682)
Balance at 31 March 2024	186,541	(145)	(21,433)	254,343	419,306	26,751	446,057
Changes in equity for second quarter							
Net profit for the period	-	-	-	9,318	9,318	139	9,457
Other comprehensive income for the period - Exchange differences on translation of foreign operations	-	-	451	-	451	23	474
Total comprehensive income for the quarter	-	-	451	9,318	9,769	162	9,931
Consideration paid for acquisition of non-controlling interests	-	-	-	(1,575)	(1,575)	(1,929)	(3,504)
Dividend paid	-	-	-	(15,632)	(15,632)	-	(15,632)
As at 30 June 2024	186,541	(145)	(20,982)	246,454	411,868	24,984	436,852
Changes in equity for third quarter							
Net profit/(loss) for the period	-	-	-	10,389	10,389	(112)	10,277
Other comprehensive income for the period- Exchange differences on translation of foreign operations	-	-	6,154	-	6,154	198	6,352
Total comprehensive income for the quarter	-	-	6,154	10,389	16,543	86	16,629
Dividend paid	-	-	-	(8,526)	(8,526)	-	(8,526)
As at 30 September 2024	186,541	(145)	(14,828)	248,317	419,885	25,070	444,955
Changes in equity for fourth quarter							
Net profit for the period	-	-	-	11,098	11,098	714	11,812
Other comprehensive income/(loss) for the period - Exchange differences on translation of foreign operations	-	-	1,474	-	1,474	(111)	1,363
Total comprehensive income for the quarter	-	-	1,474	11,098	12,572	603	13,175
Dividend paid	-	-	-	(14,211)	(14,211)	-	(14,211)
As at 31 December 2024	186,541	(145)	(13,354)	245,204	418,246	25,673	443,919

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Condensed interim statements of changes in equity
For the three months and full year ended 31 December 2024**

	Attributable to owners of the Company						Total S\$'000
	Share Capital S\$'000	Treasury Shares S\$'000	Reserves S\$'000	Retained Earnings S\$'000	Total S\$'000	Non- controlling Interests S\$'000	
Group							
Balance at 1 January 2023	136,623	(891)	(16,814)	221,552	340,470	27,898	368,368
Changes in equity for first quarter							
Net profit for the period	-	-	-	17,359	17,359	321	17,680
Other comprehensive (loss)/income for the period- Exchange differences on translation of foreign operations	-	-	(747)	-	(747)	8	(739)
Total comprehensive (loss)/ income for the quarter	-	-	(747)	17,359	16,612	329	16,941
Sale of treasury shares	-	746	-	1,146	1,892	-	1,892
Balance at 31 March 2023	136,623	(145)	(17,561)	240,057	358,974	28,227	387,201
Changes in equity for second quarter							
Net profit for the period	-	-	-	11,617	11,617	633	12,250
Other comprehensive loss for the period - Exchange differences on translation of foreign operations	-	-	(3,034)	-	(3,034)	(11)	(3,045)
Total comprehensive (loss)/ income for the quarter	-	-	(3,034)	11,617	8,583	622	9,205
Dividend paid	-	-	-	(13,411)	(13,411)	-	(13,411)
As at 30 June 2023	136,623	(145)	(20,595)	238,263	354,146	28,849	382,995
Changes in equity for third quarter							
Net profit for the period	-	-	-	15,338	15,338	82	15,420
Other comprehensive income/(loss) for the period- Exchange differences on translation of foreign operations	-	-	192	-	192	(14)	178
Total comprehensive income for the quarter	-	-	192	15,338	15,530	68	15,598
Dividend paid	-	-	-	(6,705)	(6,705)	-	(6,705)
Consideration paid for acquisition of non-controlling interests	-	-	-	(1,357)	(1,357)	(1,739)	(3,096)
As at 30 September 2023	136,623	(145)	(20,403)	245,539	361,614	27,178	388,792
Changes in equity for fourth quarter							
Net profit for the period	-	-	-	15,670	15,670	167	15,837
Other comprehensive (loss)/ income for the period - Exchange differences on translation of foreign operations	-	-	(1,068)	8	(1,060)	47	(1,013)
Total comprehensive (loss)/ income for the quarter	-	-	(1,068)	15,678	14,610	214	14,824
Dividend paid	-	-	-	(16,093)	(16,093)	-	(16,093)
Consideration paid for acquisition of non-controlling interests	-	-	-	(294)	(294)	(303)	(597)
As at 31 December 2023	136,623	(145)	(21,471)	244,830	359,837	27,089	386,926

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Condensed interim statements of changes in equity
For the three months and full year ended 31 December 2024**

	Attributable to owners of the Company		
	Share Capital S\$'000	Retained Earnings S\$'000	Total S\$'000
Company			
Balance at 1 January 2024	136,623	70,124	206,747
Changes in equity for first quarter			
Net loss for the period	-	(617)	(617)
Total comprehensive loss for the quarter	-	(617)	(617)
Issue of ordinary shares	51,600	-	51,600
Share issue costs	(1,682)	-	(1,682)
Balance at 31 March 2024	186,541	69,507	256,048
Changes in equity for second quarter			
Net profit for the period	-	7,615	7,615
Total comprehensive income for the quarter	-	7,615	7,615
Dividend paid	-	(15,632)	(15,632)
As at 30 June 2024	186,541	61,490	248,031
Changes in equity for third quarter			
Net loss for the period	-	(1,821)	(1,821)
Total comprehensive loss for the quarter	-	(1,821)	(1,821)
Dividend paid	-	(8,526)	(8,526)
As at 30 September 2024	186,541	51,143	237,684
Changes in equity for fourth quarter			
Net profit for the period	-	9,483	9,483
Total comprehensive income for the quarter	-	9,483	9,483
Dividend paid	-	(14,211)	(14,211)
As at 31 December 2024	186,541	46,415	232,956

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Condensed interim statements of changes in equity
For the three months and full year ended 31 December 2024**

	Attributable to owners of the Company			
	Share Capital S\$'000	Treasury Shares S\$'000	Retained Earnings S\$'000	Total S\$'000
Company				
Balance at 1 January 2023	136,623	(746)	89,973	225,850
Changes in equity for first quarter				
Net profit for the period	-	-	8,121	8,121
Total comprehensive income for the quarter	-	-	8,121	8,121
Sale of treasury shares	-	746	1,146	1,892
Balance at 31 March 2023	136,623	-	99,240	235,863
Changes in equity for second quarter				
Net loss for the period	-	-	(1,434)	(1,434)
Total comprehensive loss for the quarter	-	-	(1,434)	(1,434)
Dividend paid	-	-	(13,411)	(13,411)
As at 30 June 2023	136,623	-	84,395	221,018
Changes in equity for third quarter				
Net loss for the period	-	-	(910)	(910)
Total comprehensive loss for the quarter	-	-	(910)	(910)
Dividend paid	-	-	(6,705)	(6,705)
As at 30 September 2023	136,623	-	76,780	213,403
Changes in equity for fourth quarter				
Net profit for the period	-	-	9,437	9,437
Total comprehensive income for the quarter	-	-	9,437	9,437
Dividend paid	-	-	(16,093)	(16,093)
As at 31 December 2023	136,623	-	70,124	206,747

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Condensed interim consolidated cash flow statement
For the three months and full year ended 31 December 2024**

	Group			
	4Q		12 Months Ended	
	31-Dec-24 S\$'000	31-Dec-23 S\$'000	31-Dec-24 S\$'000	31-Dec-23 S\$'000
Cash flows from operating activities				
Profit before income tax	12,707	17,266	46,771	68,501
Adjustments for:				
Depreciation expense	5,636	3,538	19,799	17,927
Property, plant and equipment written off	31	-	32	3
Allowance for non-trade debts	1	6	1	6
Allowance for inventories obsolescence	814	191	1,684	328
Write back of allowance for project loss	-	(435)	-	(497)
Gain on disposal of property, plant and equipment	(342)	(72)	(220)	(691)
Interest income	(364)	(301)	(2,208)	(1,149)
Interest expense	150	225	679	933
Amortisation of intangible assets	75	75	300	300
Fair value loss on financial assets through profit and loss	-	252	-	252
Gain on disposal of financial assets through profit and loss	(40)	-	(726)	-
Fair value adjustment on inventories arising from acquisition of a subsidiary	-	586	-	586
Unrealised foreign exchange gain	-	(1)	-	(1)
Operating cash flows before working capital changes	18,668	21,330	66,112	86,498
Changes in working capital:				
Trade receivables and other current assets	3,242	611	9,834	15,105
Inventories	2,919	6,829	(95)	(510)
Trade and other payables	1,318	2,279	(11,173)	(10,169)
Cash generated from operations	26,147	31,049	64,678	90,924
Income tax (paid)/refund	(873)	140	(8,238)	(11,143)
Net cash generated from operating activities	25,274	31,189	56,440	79,781

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Condensed interim consolidated cash flow statement
For the three months and full year ended 31 December 2024**

	Group			
	4Q		12 Months Ended	
	31-Dec-24 S\$'000	31-Dec-23 S\$'000	31-Dec-24 S\$'000	31-Dec-23 S\$'000
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	498	255	1,124	985
Purchase of property, plant and equipment (Note A)	(9,671)	(7,631)	(33,459)	(29,681)
Proceeds from disposal of financial assets through profit and loss	1,312	-	1,312	129
Improvement to investment property	25	-	-	(32)
Interest received	364	301	2,208	1,149
Net cash used in investing activities	(7,472)	(7,075)	(28,815)	(27,450)
Cash flows from financing activities				
Proceeds from bank borrowings	-	4,000	-	4,000
Repayment of bank borrowings	(321)	(641)	(21,787)	(11,371)
Interest paid	-	(106)	(180)	(476)
	(321)	(747)	(21,967)	(11,847)
Repayment of lease liabilities	(456)	(175)	(1,118)	(880)
Interest paid	(150)	(121)	(499)	(446)
	(606)	(296)	(1,617)	(1,326)
Repayment of loan from related parties	-	-	-	(920)
Consideration paid for acquisition of non-controlling interests	-	(597)	(4,168)	(3,693)
Sale of treasury shares	-	-	-	1,892
Dividend paid	(14,211)	(16,093)	(38,369)	(36,209)
Proceeds from issues of ordinary shares	-	-	51,600	-
Payment for share issue costs	-	-	(1,682)	-
Net cash used in financing activities	(15,138)	(13,733)	(16,203)	(48,103)
Net increase in cash and cash equivalents	2,664	10,381	11,422	4,228
Net effect of exchange rate changes	3,148	1,299	1,048	1,558
Cash and cash equivalents at beginning of the period/year	74,116	55,778	67,458	61,672
Cash and cash equivalents at end of the period/year	79,928	67,458	79,928	67,458

The reconciliation of purchase of property, plant and equipment ("PPE") is presented below:

Note A	Group	
	31-Dec-24 S\$'000	31-Dec-23 S\$'000
Purchase of property, plant and equipment		
Total additions	25,878	37,947
Add: Movement in downpayment to suppliers of PPE	7,581	(8,266)
Net cash outflow	33,459	29,681

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

Notes to the condensed interim consolidated financial statements For the three months and full year ended 31 December 2024

1. Corporate information

UMS Integration Limited (the “Company”) is a public limited company incorporated and domiciled in Singapore, and is listed on the Mainboard of the Singapore Exchange Securities Trading Limited (“SGX-ST”). The controlling shareholder of the Company is Mr Luong Andy.

The principal activity of the Company is investment holding. The principal activities of the Group are:

- (a) Manufacture of precision machining components, assembly and integration of equipment modules for semiconductor equipment manufacturers;
- (b) Precision engineering works for parts used mainly in the aerospace, oil and gas industries, and other general engineering and machinery work; and
- (c) Manufacture of water disinfection systems, trading of non-ferrous metal alloys and cutting tools.

2. Basis of Preparation

The condensed financial statements for the three month and full year ended 31 December 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“SFRS(I)”) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the financial year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The financial statements, which are expressed in Singapore Dollar (“S\$”), are rounded to the nearest thousand dollar (S\$’000), except as otherwise indicated.

2.1 New and amended standards adopted by the Group

A number of amendments to standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.2 Use of judgements and estimates

In the application of the Group’s accounting policies, which are described in Note 3 to the consolidated financial statements (“Annual Report 2023”), management are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

Notes to the condensed interim consolidated financial statements For the three months and full year ended 31 December 2024

2. Basis of preparation (cont'd)

2.3 Use of judgements and estimates (cont'd)

(a) Key Sources of Estimation Uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of reporting period that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period.

Useful lives of property, plant and equipment and investment property

The Group determines the estimated useful lives and related depreciation charges for its property, plant and equipment and investment property. This estimate is based on the historical experience of the actual useful lives of property, plant and equipment and investment property of a similar nature and function. It could change significantly as a result of technical innovations and competitor actions. Management will increase the depreciation charge where the useful lives are less than previously estimated, or it will write-off or write-down technically obsolete assets that have been abandoned or sold.

There is no change in the estimated useful lives of property, plant and equipment and investment property during the financial year. The carrying amounts of property, plant and equipment and investment property of the Group as at 31 December 2024 amounted to S\$165,986,000 (Dec 2023: S\$152,719,000) and Nil (Dec 2023: S\$1,368,000) respectively.

Impairment of goodwill

The Group determines whether goodwill is impaired at least on an annual basis. This requires an estimation of the value in use of the cash-generating unit to which goodwill has been allocated. Estimating the value in use requires the Group to make an estimate of the expected future cash flows from the cash-generating unit and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

Impairment of loan and receivables

The Group measures the loss allowance for trade receivables at an amount equal to lifetime expected credit losses ("ECLs"). The ECLs on trade receivables are estimated using a provision matrix which involves grouping receivables according to historical loss patterns (e.g. customer rating or product or by geographical location) and applying a historic provision rate which is based on days past due for groupings of various customer segments that have similar loss patterns. In devising such a provision matrix, the Group uses its historical credit loss experience with forward-looking information (adjusted as necessary to reflect current conditions and forecast economic conditions) to estimate the lifetime expected credit losses on the trade receivables and contract assets. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

Notes to the condensed interim consolidated financial statements For the three months and full year ended 31 December 2024

2. Basis of preparation (cont'd)

2.3 Use of judgements and estimates (cont'd)

(b) Critical Judgements in applying Accounting Policies

In the process of applying the Group's accounting policies, the application of judgements that are expected to have a significant effect on the amounts recognised in the interim consolidated financial statements are discussed below.

Allowance for inventories obsolescence

Reviews are made periodically by management on inventories for excess inventories, obsolescence and decline in net realisable value below cost. The Group writes down the cost of inventories whenever the net realisable value of inventories becomes lower than cost due to damage, physical deterioration, obsolescence, changes in price levels or other causes. Allowances are recorded against the inventories based on historical obsolescence of slow-moving inventories.

3 Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4. Financial Information by Segments

The Group is organised into the following main **business segments**:

- (a) Semiconductor: Manufacture of precision machining components, assembly and integration of equipment modules for semiconductor equipment manufacturers;
- (b) Aerospace: Precision engineering works for parts used mainly in the aerospace, oil and gas industries, and other general engineering and machinery work; and
- (c) Others: Manufacture of water disinfection systems, trading of non-ferrous metal alloys and cutting tools.

Management monitors the operating results of its segments separately for the purpose of making decision about resource allocation and performance assessment. Segment performance is monitored based on revenue and gross profit. Selling expenses, administrative expenses, finance costs, assets and liabilities are managed on a legal entity basis.

The Group operates in five principal **geographical regions** - Singapore, Malaysia, Taiwan, the United States of America ("USA") and Others. Other key geographical areas include People's Republic of China and South Korea. Sales to external parties in the individual country grouped under "others" did not contribute more than 5% of the total sales of the Group.

In presenting information on the basis of geographical segments, segment revenue is based on the countries of domicile of the customers. Segment assets are based on the geographical location of the assets.

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

Notes to the condensed interim consolidated financial statements
For the three months and full year ended 31 December 2024

4.1 Revenue by Business Segments and Geographical Areas

Revenue

12 Months 2024 vs 2023

	Group		
	12 Months Ended		
	31-Dec-24	31-Dec-23	Change
	S\$'000	S\$'000	%
Business Segments			
Semiconductor (Semicon)	204,556	260,037	-21%
Aerospace	26,320	22,698	16%
Others	11,239	17,172	-35%
	242,115	299,907	-19%
Geographical Regions			
Singapore	163,060	210,750	-23%
United States of America ('USA')	32,618	34,841	-6%
Taiwan	16,541	25,952	-36%
Malaysia	17,457	8,858	97%
Others	12,439	19,506	-36%
	242,115	299,907	-19%

Revenue

4Q2024 vs 4Q2023

	Group		
	3 Months Ended		
	31-Dec-24	31-Dec-23	Change
	S\$'000	S\$'000	%
Business Segments			
Semiconductor (Semicon)	57,454	59,753	-4%
Aerospace	7,557	7,419	2%
Others	2,219	6,345	-65%
	67,230	73,517	-9%
Geographical Regions			
Singapore	43,399	49,084	-12%
United States of America ('USA')	9,022	10,076	-10%
Taiwan	3,734	5,221	-28%
Malaysia	7,902	1,980	299%
Others	3,173	7,156	-56%
	67,230	73,517	-9%

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

Notes to the condensed interim consolidated financial statements For the three months and full year ended 31 December 2024

4.2 Business Segments

	Semiconductor		Aerospace		Others		Total	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
12 Months Ended 31 December								
Group								
Sales to external parties	204,556	260,037	26,320	22,698	11,239	17,172	242,115	299,907
Segment results	43,287	64,337	2,600	907	884	3,257	46,771	68,501
Material non-cash items include:								
Depreciation expense	16,757	14,779	2,175	2,509	867	639	19,799	17,927
Allowance for non-trade debts	-	6	-	-	1	-	1	6
Write-back of allowance for project loss	-	-	-	-	-	(497)	-	(497)
Allowance for inventories obsolescence	1,664	310	-	-	20	18	1,684	328
Property, plant and equipment written off	32	3	-	-	-	-	32	3
Gain on disposal of property, plant and equipment	(30)	(497)	(180)	(187)	(10)	(7)	(220)	(691)
Fair value adjustment on inventories arising from acquisition of subsidiary	-	-	-	586	-	-	-	586
Disaggregation of revenue								
At a point in time - sales of goods	203,920	259,533	26,320	22,698	11,153	17,083	241,393	299,314
Over time - rental income	636	504	-	-	86	89	722	593
Total revenue	204,556	260,037	26,320	22,698	11,239	17,172	242,115	299,907

	Semiconductor		Aerospace		Others		Total	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Total assets	921,063	810,324	50,254	48,844	49,538	54,238	1,020,855	913,406
Total liabilities	346,806	262,760	14,633	14,580	12,629	17,309	374,068	294,649

	Group	
	31-Dec-24	31-Dec-23
	S\$'000	S\$'000
Total assets for reportable segments	1,020,855	913,406
Elimination of inter-segment assets	(511,888)	(426,241)
Total assets	508,967	487,165
Total liabilities for reportable segments	374,068	294,649
Elimination of inter-segment liabilities	(309,020)	(194,410)
Total liabilities	65,048	100,239

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Notes to the condensed interim consolidated financial statements
For the three months and full year ended 31 December 2024**

4.3 Geographical Segments

Group	Singapore		USA		Taiwan		Malaysia		Others		Total	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
12 Months Ended 31 December												
Group												
Sales to external parties	163,060	210,750	32,618	34,841	16,541	25,952	17,457	8,858	12,439	19,506	242,115	299,907
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Other geographical information:												
Non-current assets:												
Property, plant and equipment	77,638	77,956	71	76	-	-	88,277	74,687	-	-	165,986	152,719
Investment property	-	1,368	-	-	-	-	-	-	-	-	-	1,368
Intangible asset	1,300	1,600	-	-	-	-	-	-	-	-	1,300	1,600
Goodwill	85,427	85,427	-	-	-	-	924	924	-	-	86,351	86,351
Right-of-use assets	8,621	9,634	714	46	-	-	10	235	-	-	9,345	9,915

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Notes to the condensed interim consolidated financial statements
For the three months and full year ended 31 December 2024**

5. Financial Assets and Financial Liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2024 and 31 December 2023:

	Group		Company	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000
Group				
<u>Financial assets</u>				
Trade receivables and other current assets (excluding prepayments and advance to suppliers)	39,914	44,714	53,666	11,026
Financial assets through profit and loss	-	586	-	586
Loan to subsidiary	-	-	17,812	5,467
Cash and bank balances	79,928	67,458	942	400
	<u>119,842</u>	<u>112,758</u>	<u>72,420</u>	<u>17,479</u>
<u>Financial liabilities</u>				
Bank borrowings	754	22,541	-	4,000
Trade and other payables (excluding contract liabilities)	38,738	45,261	109,970	72,457
Lease liabilities	9,948	9,931	-	-
	<u>49,440</u>	<u>77,733</u>	<u>109,970</u>	<u>76,457</u>

6. Profit before tax

6.1 Net finance income / (expense)

	Group					
	4Q			12 Months Ended		
	31-Dec-24	31-Dec-23	Change	31-Dec-24	31-Dec-23	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Group						
<u>Interest income</u>						
- from cash and cash equivalents	364	301	21%	2,208	1,149	92%
<u>Interest expense</u>						
- on lease liabilities	(150)	(121)	24%	(499)	(446)	12%
- on bank borrowings	-	(104)	-100%	(180)	(476)	-62%
- on loans from related parties	-	-	0%	-	(11)	-100%
Net finance income/(expense)	<u>214</u>	<u>76</u>	<u>182%</u>	<u>1,529</u>	<u>216</u>	<u>608%</u>

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Notes to the condensed interim consolidated financial statements
For the three months and full year ended 31 December 2024**

6. Profit before tax (cont'd)

6.2 Other expenses:

	Group					
	4Q			12 Months Ended		
	31-Dec-24	31-Dec-23	Change	31-Dec-24	31-Dec-23	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Legal and professional fees	(1,356)	(744)	82%	(4,377)	(4,045)	8%
Utilities	(2,062)	(1,952)	6%	(7,917)	(8,440)	-6%
Freight charges	(417)	(420)	-1%	(1,441)	(1,866)	-23%
Insurance	(207)	(198)	5%	(828)	(783)	6%
Upkeep of properties and equipment	(597)	(579)	3%	(2,119)	(1,807)	17%
Upkeep of machinery	(923)	(744)	24%	(3,905)	(3,497)	12%
Others	(1,125)	(978)	15%	(4,518)	(4,017)	12%
	(6,687)	(5,615)	19%	(25,105)	(24,455)	3%

6.3 Other Credits/(Charges)

	Group					
	4Q			12 Months Ended		
	31-Dec-24	31-Dec-23	Change	31-Dec-24	31-Dec-23	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Foreign exchange gain/(loss) - net	3,217	(1,983)	N.M	3,020	(1,130)	N.M
Gain on disposal of property, plant and equipment	342	72	375%	220	691	-68%
Property, plant & equipment written off	(31)	-	N.M	(32)	(3)	967%
Allowance for non-trade debts	(1)	(6)	-83%	(1)	(6)	-83%
Write back of allowance for project loss	-	435	-100%	-	497	-100%
Allowance for inventories obsolescence	(814)	(191)	326%	(1,684)	(328)	413%
Fair value adjustment on inventories arising from acquisition of a subsidiary	-	(586)	-100%	-	(586)	-100%
Fair value loss on financial assets through profit and loss	-	(252)	-100%	-	(252)	-100%
Gain on disposal of financial assets through profit and loss	40	-	N.M	726	-	N.M
Others	183	25	632%	396	233	70%
	2,936	(2,486)	N.M	2,645	(884)	N.M

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

Notes to the condensed interim consolidated financial statements For the three months and full year ended 31 December 2024

6.4 Related Party Transactions

There are transactions and arrangements between the Group and related parties and the effects of these on the basis determined between the parties are reflected in these financial statements. In addition to the transactions and balances disclosed elsewhere in the consolidated financial statements, related party transactions include the following expenses:

	Group	
	31-Dec-24 S\$'000	31-Dec-23 S\$'000
<u>Transactions with related parties</u>		
Interest expenses	-	11
Consultancy services charges and commission	2,386	3,201
Total	2,386	3,212

Related parties comprise mainly companies which are controlled by the Group's key management personnel and their close family members.

7. Income Tax Expense

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group					
	4Q			12 Months Ended		
	31-Dec-24 S\$'000	31-Dec-23 S\$'000	Change %	31-Dec-24 S\$'000	31-Dec-23 S\$'000	Change %
Current income tax:						
- current year	(704)	(1,512)	-53%	(5,230)	(8,093)	-35%
- (under)/over provision in respect of prior years	(191)	83	N.M	(229)	232	N.M
Deferred taxation:						
- current year	-	-	N.M	264	(22)	N.M
- over provision in respect of prior years	-	-	N.M	-	569	N.M
	(895)	(1,429)	-37%	(5,195)	(7,314)	-29%

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Notes to the condensed interim consolidated financial statements
For the three months and full year ended 31 December 2024**

8. Dividends

	Group and Company	
	31-Dec-24	31-Dec-23
	S\$'000	S\$'000
<u>Declared and paid during the financial year</u>		
Dividends on ordinary shares:		
- Final exempt (one-tier) dividend for 2023: 2.2 cents (for 2022: 2.0 cents) per share	15,632	13,411
- Interim exempt (one-tier) dividend for 2024: 3.2 cents (for 2023: 3.4 cents) per share	22,737	22,798
	<u>38,369</u>	<u>36,209</u>
<u>Proposed but not recognised as a liability as at 31 December</u>		
Dividends on ordinary shares, subject to shareholders' approval at the Company's Annual General Meeting:		
- Final exempt (one-tier) dividend for 2024: 2.0 cents (for 2023: 2.2 cents) per share*	14,211	15,632
	<u>14,211</u>	<u>15,632</u>

* The final dividend for FY2023 is inclusive of amounts payable to shareholders of the 40,000,000 placement shares. The share placement was completed on 31 January 2024.

Tax consequences of proposed final dividend

The above-mentioned proposed final dividend to the shareholders by the Company have no income tax consequences.

9. Net Assets Value

	Group		Company	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
Net asset value per ordinary share based on total number of issued shares (excluding treasury shares)	58.88 cents	53.69 cents	32.79 cents	30.83 cents
Total number of issued shares (excluding treasury shares)	710,535,941	670,535,941	710,535,941	670,535,941

10 Fair value measurement

(i) Fair value of financial instruments

Fair value is defined as the amount at which the financial instruments could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced or liquidation sale. Fair values are obtained from quoted prices, discounted cash flow models and option pricing models as appropriate.

The Group presents financial assets measured at fair value and classified by level of the following fair value measurement hierarchy:

- a. Level 1: quoted prices (unadjusted) in active markets for identical assets and liabilities;
- b. Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is as prices) or indirectly (i.e. derived from prices); and
- c. Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

(ii) Fair Value of the Group's financial assets and financial liabilities that are not measured at fair value on a recurring basis

The carrying amounts of financial assets and financial liabilities with a maturity of less than one year (including cash and bank balances, trade and other receivables, loan to subsidiary, bank borrowings, trade and other payables, loans from related parties and lease liabilities) approximate their fair values due to the relatively short-term maturity of these financial instruments.

The carrying amounts of bank borrowings and lease liabilities approximate their fair values as they are subject to interest rates close to market rates of interest for similar arrangement with financial institutions

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Notes to the condensed interim consolidated financial statements
For the three months and full year ended 31 December 2024**

11. Intangible assets

	Goodwill	Group Customer Relationship	Total
	S\$'000	S\$'000	S\$'000
Cost:			
At 1 January 2023, 31 December 2023 and 31 December 2024	88,469	2,400	90,869
Accumulated amortisation			
At 1 January 2023	-	(500)	(500)
Amortisation for the year	-	(300)	(300)
At 1 January 2024	-	(800)	(800)
Amortisation for the year	-	(300)	(300)
At 31 December 2024	-	(1,100)	(1,100)
Accumulated impairment			
At 1 January 2023, 31 December 2023 and 31 December 2024	(2,118)	-	(2,118)
Net book value:			
At 31 December 2023	86,351	1,600	87,951
At 31 December 2024	86,351	1,300	87,651

The Group performed its annual impairment test in December and when circumstances indicated that the carrying value may be impaired. The Group's impairment test for goodwill with indefinite lives is based on value-in-use calculations. The key assumptions used to determine the recoverable amount for the different cash generating units will be disclosed in the annual consolidated financial statements for the year ended 31 December 2024.

The customer relationship arose from the acquisition of JEP Holdings Ltd and its subsidiary. The remaining amortisation period of the customer relationship is four years (2028 - 4 years). The amortisation of customer relationship will be included in the "amortisation of intangible asset" line item in the consolidated statement of profit or loss and other comprehensive income. In the opinion of the directors of the Group, there is no indication that the recorded book value cannot be recovered from the business operations in the future periods.

12. Property, plant and equipment

During the financial year, the Group acquired assets amounting to S\$25,878,000 (2023: S\$37,947,000). The Company did not acquire any assets during financial years ended 31 December 2024 and 31 December 2023.

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

Notes to the condensed interim consolidated financial statements
For the three months and full year ended 31 December 2024

13. Investment property

	Group	
	<u>31-Dec-24</u>	<u>31-Dec-23</u>
	S\$'000	S\$'000
<u>Cost</u>		
At the beginning of the year	4,130	4,098
Additions	25	32
Reclassification to property, plant and equipment	(4,155)	-
At the end of the year	<u>-</u>	<u>4,130</u>
<u>Accumulated depreciation</u>		
At the beginning of the year	2,762	2,601
Depreciation for the year	163	161
Reclassification to property, plant and equipment	(2,925)	-
At the end of the year	<u>-</u>	<u>2,762</u>
<u>Net book value</u>		
At the end of the year	<u>-</u>	<u>1,368</u>

The investment property was reclassified to property, plant and equipment during the current financial year as the Group determined a change in usage of the leasehold property during the current financial year.

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Notes to the condensed interim consolidated financial statements
For the three months and full year ended 31 December 2024**

14. Borrowings and Loan from Related Parties

	<u>Group</u>		<u>Company</u>	
	<u>31-Dec-24</u>	<u>31-Dec-23</u>	<u>31-Dec-24</u>	<u>31-Dec-23</u>
	S\$'000	S\$'000	S\$'000	S\$'000
Secured				
Term loans – non-current (a)	-	15,751	-	-
Term Loans – current (a)	754	2,790	-	-
	754	18,541	-	-
Unsecured				
Short term bank loan - current (b)	-	4,000	-	4,000
	754	22,541	-	4,000

- (a) Secured term loans amounting to S\$0.8 million are secured by the property, plant and equipment of subsidiaries. During the year, a subsidiary have entered into a loan agreement with the Company for S\$13.0 million which bears fixed interest at 3.70% per annum for first 12 months and a maturity period of 72 months. The loan drawdown from the Company was used to repay the secured term loan.
- (b) The unsecured bank loan carried fixed interest at 4.16% (2023: 4.16%) per annum and with a maturity period of less than three months in the previous year and has been fully repaid during the year.

UMS INTEGRATION LIMITED AND ITS SUBSIDIARIES (fka UMS HOLDINGS LIMITED)

**Notes to the condensed interim consolidated financial statements
For the three months and full year ended 31 December 2024**

15. Share Capital

	<u>31-Dec-24</u>		<u>31-Dec-23</u>	
	No. of ordinary shares	S\$'000	No. of ordinary shares	S\$'000
Group and Company				
Issued and fully paid:				
At the beginning of the year	670,535,941	136,623	670,535,941	136,623
Issue of ordinary shares during the year	40,000,000	51,600	-	-
Share issue costs	-	(1,682)	-	-
At the end of the year	<u>710,535,941</u>	<u>186,541</u>	<u>670,535,941</u>	<u>136,623</u>

15.1 Treasury shares

	<u>31-Dec-24</u>		<u>31-Dec-23</u>	
	No. of ordinary shares	S\$'000	No. of ordinary shares	S\$'000
Group				
At the beginning of the year	664,837	145	2,122,137	891
Sold during the year	-	-	(1,457,300)	(746)
At the end of the year	<u>664,837</u>	<u>145</u>	<u>664,837</u>	<u>145</u>

	<u>31-Dec-24</u>		<u>31-Dec-23</u>	
	No. of ordinary shares	S\$'000	No. of ordinary shares	S\$'000
Company				
At the beginning of the year	-	-	1,457,300	746
Sold during the year	-	-	(1,457,300)	(746)
At the end of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

16. Subsequent events

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

Other Information Required by Listing Rule
Appendix 7.2

Other information required by Listing Rule Appendix 7.2
For the three months and full year ended 31 December 2024

Other Information

1. Review

The interim condensed consolidated balance sheet of UMS Integration Limited (the “**Company**”) and its subsidiaries (collectively, the “**Group**”) as at 31 December 2024 and the related condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated cash flow statement for the twelve-month financial year ended and certain explanatory notes have not been audited or reviewed by the Company’s auditors.

2. Review of performance of the Group

Condensed Consolidated Statement of Profit or Loss and other comprehensive Income

Revenue

4QFY2024

Group revenue fell 9% Y-o-Y to S\$67.2 million in 4QFY2024 from S\$73.5 million in 4QFY2023, but improved 4% Q-o-Q from S\$64.9 million in 3QFY2024. Sales have resumed quarterly growth since 1QFY2024.

Compared to 4QFY2023, the Group’s semiconductor segment sales dipped 4% while revenue in Others slumped by 65% mainly due to the weaker material and tooling distribution business affected by the general business slowdown. The lower sales in the Semiconductor segment was due to a decline in Semiconductor Integrated System (“IS”) sales which fell 22% from S\$32.0 million in 4QFY2023 to S\$25.1 million in 4QFY2024. This was offset by higher component sales which increased 17% from S\$27.8 million to S\$32.4 million during the period under review.

Aerospace sales, which benefitted from the global aviation rebound, increased by 2% during the same period.

However, both the Group’s Semiconductor and Aerospace reported higher sales compared to 3QFY2024.

Revenue in the Semiconductor segment grew 4% while Others eased 6%. Under the Semiconductor segment, Integrated System sales eased 7.5% while component sales rose about 16% on a Q-o-Q basis.

Compared to 3QFY2024, Aerospace sales also edged up by 1%.

Geographically, all the Group’s key markets - except Malaysia - posted lower revenue in 4QFY2024 compared to the same period last year.

Revenue in Malaysia jumped 299% as the Group continued to ramp up production of semiconductor components for its new major customer.

Compared to 4QFY2023, revenue in Singapore fell 12% mainly due to lower overall semiconductor sales, while sales in the US and Taiwan decreased 10% and 28% respectively due to lower component sales in the US and lower component spares sales in Taiwan.

Sales in the Others segment plunged 56% Y-o-Y due to weaker demand in its material and tooling distribution business.

However compared to 3QFY2024, all the Group’s key geographies except Singapore reported improved Q-o-Q sales. Malaysia’s revenue rose 72%, US sales edged up 2%, while Taiwan and Others rose 0.8% and 2.3% respectively. Singapore sales eased 2.9%.

2. Review of the performance of the Group (cont'd)

Condensed Consolidated Statement of Profit or Loss and other comprehensive Income (cont'd)

Revenue (cont'd)

FY2024

Revenue in FY2024 fell 19% to S\$242.1 million from S\$299.9 million in FY2023 as sales in the Group's Semiconductor segment and Others segment decreased 21% and 35% respectively. The drop was moderated by a 16% rise in Aerospace sales during the period under review.

Semiconductor Integrated System sales decreased 33% to S\$94.4 million in FY2024 from S\$140.0 million in FY2023. Revenue from component sales fell 8% to S\$110.2 from S\$120.0 million during the same period.

Apart from Malaysia, sales declined in all the Group's key geographical markets.

Compared to FY2023, revenue in Malaysia surged 97% in FY2024 as orders from the new customer increased while sales in Singapore and US fell 23% and 6% respectively. Both Taiwan and Others reported sales decline of 36%.

Profitability

4QFY2024

The Group's gross material margin declined to 47% in 4QFY2024 from 53% of 4QFY2023. This is mainly due to unfavourable exchange rate movements during the quarter caused by a weaker US dollar (USD) and a stronger Malaysian Ringgit. However, the situation turned around near year end as USD strengthened against SGD and the Group recorded a foreign exchange gain at the end of the year.

Compared to 4QFY2023, Group profit before tax fell 26% to S\$12.7 million while net profit declined 25% to \$11.8 million from \$15.8million in 4QFY2023. Group net profit attributable to UMS shareholders decreased 29% to \$11.1 million from \$15.7 million in 4QFY2023.

While the Group trimmed its personnel costs by 5%, its depreciation costs leapt 59% mainly due to commencement of depreciation of the new production machinery.

The Group's other expenses also rose 19% over last year as a result of higher professional fees incurred for its secondary listing in Malaysia and higher machinery maintenance costs.

The Group's bottom line however benefitted from higher exchange gain, higher gain on disposal of fixed assets partially offset by an increase in inventory provision.

Income tax expenses also dropped 37% due to lower profits.

However, compared to 3QFY2024, Group profitability improved. Net profit and net attributable profit both grew 14.9% to S\$11.8 million and 6.6% to S\$11.1 million respectively while pre-tax profit jumped 6.5% to S\$12.7 million in 4QFY2024.

2. Review of the performance of the Group (cont'd)

Condensed Consolidated Statement of Profit or Loss and other comprehensive Income (cont'd)

Profitability (cont'd)

FY2024

The Group posted lower profit in FY2024.

Net profit before tax declined 32% to S\$46.8 million in FY2024 from S\$68.5 million in FY2023 while net profit and net attributable profit also fell 32% to S\$41.6 million from S\$61.2 million and S\$40.6 million from S\$60.0 million respectively.

The decrease in profit was due to lower revenue as well as higher expenses. Depreciation expenses increased 10% mainly due to fixed asset additions. Other expenses also rose 3% as a result of higher professional fees for the Group's secondary listing in Malaysia, as well as higher property and machinery maintenance costs.

The Group also recorded a reversal from an other charges of \$0.9 million to a credit of \$2.6 million. Its bottom line benefitted from higher foreign exchange gain as well as gain on disposal of quoted investments, partially offset by lower gain on disposal of fixed assets and higher inventory provision.

Gross material margin in FY2024 improved to 51.0% from 50.1% in FY2023.

Condensed Consolidated Balance Sheet

Cash and Bank Balances / Bank borrowings

The net increase in cash and cash equivalents by S\$34.3 million (after netting-off bank borrowings) was mainly due to proceeds from the Group's share placement in 1Q2024 which raised net cash of \$49.9 million and net cash generated from operating activities partially offset by purchase of property, plant and equipment and payment of dividends during the period.

Trade and other receivables

Trade receivables and other current assets increased slightly by S\$0.5 million mainly due to higher advance payment to suppliers offset by lower sales in the current year.

Inventories

The decrease in inventories by S\$1.6 million was mainly due to lower material purchases as compared to prior year.

Trade and other payables

Trade and other payables decreased by S\$10.0 million mainly due to lower purchases as compared to prior year.

2. Review of the performance of the Group (cont'd)

Condensed Consolidated Cash Flow Statement

4QFY2024

The Group's financial position remains healthy, generating positive net cash of S\$25.3 million from operating activities and free cashflow of S\$16.1 million in 4QFY2024.

The 19% decline in net cash from operations compared to 4QFY2023 was due to the lower profit reported in 4QFY2024.

Net cash increased by \$34.3 million from \$44.9 million to S\$79.2 million at the end of 31 December 2024 - even after paying out S\$14.2 million in dividends during the last quarter of the year.

The Group's cash and cash equivalents grew to S\$79.9 million from S\$67.5 million at the end of 4QFY2024.

FY2024

The Group continued to generate positive net cash from operating activities in FY2024 although its net cash from operating activities eased to S\$56.4 million from S\$79.8 million in FY2023 due to lower profits. Free cash flow also fell to S\$24.1 million down from S\$51.1 million in FY2023 - attributed mainly to increased investment in capex to cater to the needs of its new major customer in FY2024.

During the year, the Group also raised net cash of S\$49.9 million via a share placement exercise. The Group also repaid \$22.0 million of bank borrowings and paid out \$38.4 million in dividends during the period.

3. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

The current announced results are in line with the general prospect commentary previously disclosed to shareholders in the previous announcement made.

4. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months

The Group delivered a commendable performance in FY2024 - despite persistent inflationary pressures, intensifying geopolitical tensions and market uncertainties.

The Group remained profitable and continued to generate positive operating cash flow and free cashflow.

The Group's performance also demonstrates the success of its diversification strategy - as its Aerospace business continued to report robust growth, moderating the slowdown of its semiconductor business segment.

The Group's new production facilities in Penang are largely completed and operational. It has commenced volume production for its new customer, and expects significant improvement in delivery supported by strong order flow as production ramps up.

The Group is also working on several NPI (new product introductions) from its new customer as new product families are forecast to rise in the coming months.

Both the Group's two major global semiconductor customers have given positive outlook guidance for 2025 riding on the acceleration of AI investment and demand worldwide.

The semiconductor industry is expected to start 18 new fab construction projects in 2025, according to SEMI's latest quarterly World Fab Forecast report. The new projects include three 200mm and fifteen 300mm facilities, the majority of which are expected to begin operations from 2026 to 2027.¹

According to the Semiconductor Industry Association (SIA), the global semiconductor market experienced its highest-ever sales year in 2024, topping \$600 billion in annual sales for the first time, and double-digit market growth is projected for 2025. It also added that as semiconductors enable virtually all modern technologies – including medical devices, communications, defense applications, AI, advanced transportation, and countless others, the long-term industry outlook is "incredibly strong."²

The aviation industry is also flying high on the wings of the global boom in air travel.

According to IATA, global air passenger demand reached a record high in 2024. The number of air travellers around the world is expected to surpass five billion for the first time in 2025 as travel becomes increasingly affordable. Total revenues in the industry are set to exceed US\$1 trillion for the first time this year, at US\$1.007 trillion.³

Looking ahead, the Group will remain prudent in managing market volatility and business risks as well as global uncertainties while leveraging on its strong fundamentals and financial position to capitalize on these upbeat industry trends to deliver positive returns to shareholders.

The Group remains optimistic of its growth prospects, and will continue to make investments across its key business segments to support its long-term growth plans.

In view of the Group's robust performance in FY2024, the Board has decided to reward shareholders with a final dividend of 2.0 cents.

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

**Other information required by Listing Rule Appendix 7.2
For the three months and full year ended 31 December 2024**

4. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months (cont'd)**

Sources :

¹ Source : <https://www.semi.org/en/semi-press-release/eighteen-new-semiconductor-fabs-to-start-construction-in-2025-semi-reports>

² Source : <https://www.semiconductors.org/global-semiconductor-sales-increase-19-1-in-2024-double-digit-growth-projected-in-2025/>

³ Source : <https://www.straitstimes.com/world/number-of-air-travellers-to-cross-5-billion-for-first-time-in-2025-average-fares-to-drop-IATA>

5. **Dividend information**

a. Current Financial Period Reported on

Any dividend declared for the current financial period reported on? **Yes**

Name of Dividend	Proposed Final Dividend
Dividend Type	Cash
Dividend Amount (SGD)	2.0 cents per ordinary share, (tax exempt one-tier)
Tax rate	Not applicable

b. Corresponding period of the immediately preceding financial year.

Any dividend declared for the corresponding period of the immediately preceding financial year? **Yes**

Name of Dividend	Proposed Final Dividend
Dividend Type	Cash
Dividend Amount (SGD)	2.2 cents per ordinary share, (tax exempt one-tier)
Tax rate	Not applicable

c. Date payable

The Proposed Final Dividend, if approved at the forthcoming Annual General Meeting of the Company, will be paid on 23 May 2025.

d. Record date

NOTICE IS HEREBY GIVEN THAT the Share Transfer Books and Register of Members of the Company will be closed on 9 May 2025, for the purpose of determining members' entitlements to the Proposed Final Dividend of 2.0 cents per ordinary share (tax-exempt one-tier) for the financial year ended 31 December 2024.

Duly completed registrable transfers received by the Company's Share Registrar, In.Corp Corporate Services Pte. Ltd., 36 Robinson Road #20-01 City House Singapore 068877 up to the close of business at 5.00 p.m. on 8 May 2025 will be registered before entitlement to the Proposed Final Dividend is determined. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 8 May 2025 will be entitled to the Proposed Final Dividend.

**Other information required by Listing Rule Appendix 7.2
For the three months and full year ended 31 December 2024**

6. Interested person transactions

The Group does not have a general mandate for interested person transactions. The aggregate value of the interested person transactions conducted during the twelve-month financial year ended 31 December 2024 is disclosed below

		12 Months Period Ended 31 December 2024
Name of interested person	Nature of Relationship	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual) S\$'000
<p>Sure Achieve Consultant Pte Ltd</p> <p>Consultancy Services charges and commission</p>	<p>Transaction above is with Sure Achieve Consultant Pte Ltd in which Mrs. Sylvia SY Lee Luong is a director and shareholder. She is the wife of the CEO of the Group, Mr. Luong Andy.</p> <p>The aggregate value of IPT entered into between the Group and Sure Achieve Consultant Pte Ltd amounted to S\$2,386,000 which represents approximately 0.80% of the Group's latest audited net tangible assets as at 31 December 2023.</p>	<p>2,386</p>

**Other information required by Listing Rule Appendix 7.2
For the three months and full year ended 31 December 2024**

7. Negative confirmation pursuant to Rule 705 (5)

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the 4Q2024 and the year ended 31 December 2024 financial results to be false or misleading in any material respect.

8. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

9. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13). If there are no such persons, the issuer must make an appropriate negative statement.

Pursuant to Rule 704(13), the Company confirms that there is no person occupying managerial positions in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

10. Use of proceeds

The Company raised net proceeds of approximately S\$49,918,000 from the placement of 40,000,000 shares pursuant to Proposed Subscription. The Proposed Subscription was completed on 31 January 2024. As at the date of this announcement, the net proceeds have not been utilized and the balance as follows:

	Allocation of net proceeds	Amount utilised	Balance
	S\$'000	S\$'000	S\$'000
Capital expenditure for the growth of the Group's business	29,950	(29,950)	-
General working capital purposes (including meeting general overheads and other operating expenses of the Group)	9,984	(9,984)	-
Future business developments through potential investments, acquisitions, joint ventures and collaborations	9,984	-	9,984
Total	49,918	(39,934)	9,984

BY ORDER OF THE BOARD

Luong Andy
Chief Executive Officer

28 February 2025