



**MICRO-MECHANICS®**  
*perfect parts and tools, on time, every time*

## NEWS RELEASE

### **Micro-Mechanics Posts Net Profit of S\$9.8M on Revenue of S\$67.0M for FY2023**

- Proposing final dividend of 3 cents per share; brings total dividend payout for FY2023 to 9 cents per share
- Financial position remains healthy with cash of S\$14.3 million and no bank borrowings
- Group working to turn each of its worldwide manufacturing facilities into a *Five-Star Factory*

**Singapore, 28 August 2023** – Micro-Mechanics (Holdings) Ltd. (“Micro-Mechanics” or the “Group”), a manufacturer of high precision tools and parts used in process-critical applications for the semiconductor industry, today reported its financial results for the 12 months ended 30 June 2023 (“FY2023”).

Reflecting the cyclical slowdown in the global semiconductor industry which started during the second half of 2022, the Group’s net profit declined 50.7% to S\$9.8 million on lower revenue of 18.7% to S\$67.0 million in FY2023.

Based on data from the World Semiconductor Trade Statistics, worldwide semiconductor sales for the 12 months from 1 July 2022 to 30 June 2023 totaled US\$511.1 billion, which was a decline of 14.8% compared to US\$600.2 billion in the same 12-month period a year ago.

CEO of Micro-Mechanics, Mr Chris Borch said, “The sudden and sharp slowdown in the global semiconductor industry, together with rising costs for everything from materials to manpower and energy, exerted significant pressure on the Group’s top and bottom line performance in FY2023.

Looking ahead to FY2024, we will continue our strategy to grow the Group’s core businesses by maintaining a strong and unrelenting focus on the value we bring to our customers, while building sustainable, competitive advantages through repeatable, scalable and cost-effective manufacturing processes.”

Micro-Mechanics is presently working on implementing a number of key initiatives to streamline labour-intensive work areas, better digitalise processes and build a stronger, more flexible team of people across the Group’s five factories worldwide.

“In the future, we believe there may only be a handful of suppliers capable of meeting the increasingly stringent manufacturing demands of the semiconductor industry. Our aim is for each facility to master the fundamentals of excellence for stringent and complex manufacturing and become a *Five-Star Factory*.

In keeping with its practice of rewarding shareholders, Micro-Mechanics has proposed the payment of a final dividend of 3 cents per share. Together with the interim dividend of 6 cents per share, this will bring its total dividend payout for FY2023 to 9 cents per share. This translates to a dividend payout ratio of 128% based on the Group’s earnings per share of 7.03 cents for FY2023.

As at 30 June 2023, the Group maintained a healthy balance sheet with total assets of S\$58.2 million, shareholders’ equity of S\$46.4 million, cash and cash equivalents of S\$14.3 million and no bank borrowings.

*This news release should be read in conjunction with the Group’s financial statements posted on the SGX website on 28 August 2023.*

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### **About Micro-Mechanics**

Micro-Mechanics designs, manufactures and markets high precision tools and parts used in process-critical applications for the wafer-fabrication and assembly processes of the semiconductor industry.

The Group serves a worldwide base of customers from five manufacturing facilities located in Singapore, Malaysia, China, the Philippines and the USA. Micro-Mechanics' strategy is to relentlessly pursue product and operational improvements while providing fast, effective and local support to its customers worldwide.

In addition to designing and manufacturing a market-leading range of consumable tools and parts used in the assembly and testing of semiconductors, the Group also engages in the contract manufacturing of precision parts and tools used in process-critical applications for the semiconductor wafer-fabrication industry.

Since listing on the Singapore Exchange in June 2003, Micro-Mechanics has won over 30 awards in recognition of its high standards of corporate governance, quality of disclosure, transparency and investor relations.

For more information, please visit the Group's website at [www.micro-mechanics.com](http://www.micro-mechanics.com)