



# EG Industries Berhad (222897-W)

Plot 102, Jalan 4, Bakar Arang Industrial Estate, 08000 Sg. Petani, Kedah D.A., Malaysia.

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## PRESS RELEASE

### EG Industries posts RM7.6 million net profit in 1Q18

- *Reports 1Q18 revenue of RM247.9 million on higher sales of consumer electronic and data storage products*
- *Commencement of International Procurement Hub in December 2017 to enable group obtain more competitive raw material prices*

Sungai Petani, Kedah, Malaysia, 28 November 2017 - Electronic Manufacturing Services (EMS) provider **EG Industries Berhad** (EG Industries; EG 工业; Bloomberg: EG:MK; Reuters: EGCM.KL) saw its net profit increase 6.8% to RM7.6 million in the first quarter ended 30 September 2017 (1Q18) on 5.6% higher revenue of RM247.9 million.

In comparison, the Group reported net profit of RM7.1 million in the previous year corresponding quarter on revenue of RM234.7 million.

The steady improvement in 1Q18 was achieved on back of higher sales volume for both consumer electronic and data storage products.

The mass-volume electronics segment of Printed Circuit Board Assembly (PCBA) made up 80.5% or RM199.5 million of 1Q18 group revenue, while the higher-value box-build segment contributed 19.5% or RM48.4 million to group revenue.

“We have certainly started off the financial year ending 30 June 2018 (FY2018) on the right foot. We believe we are poised for further growth in light of outstanding orders in hand, coupled with strong potential in both PCBA and box-build segments.

Meantime, we are also actively addressing cost pressures with the upcoming commencement of the International Procurement Hub in December 2017. The larger-scale procurement is expected to enable us obtain raw materials more competitively and enhance our overall margins.

Together with ongoing efforts to strengthen our product mix and achieve higher process efficiencies, we are well positioned to sustain our position for the rest of FY2018.”

**Mr. Alex Kang (“江邦健”)**  
**Group Chief Executive Officer and Executive Director**



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| Financial Highlights (Unaudited Consolidated Results) |                  |                  |        |
|-------------------------------------------------------|------------------|------------------|--------|
| RM'000                                                | 1Q18<br>30.09.17 | 1Q17<br>30.09.16 | Change |
| Revenue                                               | 247,914          | 234,706          | 5.6%   |
| Pre-tax Profit                                        | 7,686            | 7,547            | 1.8%   |
| Net Profit to Shareholders                            | 7,636            | 7,147            | 6.8%   |

## About EG Industries Berhad (“EG 工业”, [www.eg.com.my](http://www.eg.com.my))

EG Industries is a leading Electronic Manufacturing Services (EMS) and Vertical Integration provider for world-renowned brand names of electrical and electronic products for several industries including consumer electronics, ICT, medical, automotive and telecommunications.

Listed as one of the top 50 EMS players in the world, EG Industries provides services in original equipment manufacturing and original design manufacturing with full turnkey solutions for completed final products assembly (box-build), printed circuit board assembly and modular components assembly.

The Group has a workforce of more than 2,300 employees in its manufacturing plants in Kedah, Malaysia and Prachinburi, Thailand.

Issued for and on behalf of EG INDUSTRIES BERHAD by Aquilas Advisory (Malaysia) Sdn Bhd. For media enquiries, please contact:

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