



EG Industries net profit soars nearly 150% to RM5.1 million in 2Q21

- *Higher sales offset increase in COVID-19 operating expenses and foreign exchange losses; 2Q21 revenue grows 5.0% to RM299.0 million on higher sales for both data storage and consumer electronic products*
- *1H21 net profit rises 61.0% to RM9.5 million on 5.4% higher revenue of RM592.1 million*

Sungai Petani, Kedah, Malaysia, 25 February 2021 - Electronic Manufacturing Services (EMS) provider **EG Industries Berhad** (EG Industries; EG 工业; Bloomberg: EG:MK) reported today that its net profit soared 148.9% to RM5.1 million in the second quarter ended 31 December 2020 (2Q21) from RM2.0 million previously, with higher sales recorded offsetting an increase in operating expenses incurred due to compliance towards COVID-19 Standard Operating Procedures (SOPs), and higher foreign exchange losses.

The Group's topline grew 5.0% to RM299.0 million in 2Q21 from RM284.8 million in the previous year's corresponding quarter on higher sales of both data storage and consumer electronic products.

“Our strong second consecutive quarter shows that we have rebounded with full recommencement of manufacturing operations after the first Movement Control Order (MCO) ended in May 2020. With manufacturing sectors allowed to operate normally during the current MCO, we should be able to maintain a positive trajectory for the rest of the year.

While buoyed by the current momentum of sales orders, we are constantly on the lookout for new opportunities backed by our strong research and development capabilities and end-to-end expertise from printed circuit board assembly to box-build.

Going forward, our gradual upturn would be further boosted by technological advancement across multiple industries. Therefore, we are actively engaging with our multinational clientele as well as various other technology-driven organisations to explore new opportunities which could potentially spur our next phase of growth.”

Dato' Alex Kang (“江邦健”)

Group Chief Executive Officer and Executive Director of EG Industries Berhad



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Financial results for the first half ended 31 December 2020 (1H21)

The encouraging financial performance in 2Q21 catalysed EG Industries' 1H21 bottomline and topline improvements. The Group's revenue climbed 5.4% higher to RM592.1 million from RM561.8 million in last year's corresponding period, mainly attributed to higher sales of both data storage and consumer electronic products. Net profit rose 61.0% to RM9.5 million in 1H21 from RM5.9 million as the enlarged revenue base more than accounted for higher operating expenses incurred from compliance to COVID-19 SOPs, as well as unfavourable exchange rate movements of the US Dollar against Malaysian Ringgit.

About EG Industries Berhad (“EG 工业”, 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 3,500 employees in its manufacturing plants in Kedah, Malaysia and Prachinburi, Thailand.

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