



News Release

Unisem Reports Revenue of RM354.7 million (approx. US\$86.6 million) and Net Profit of RM35.0 million (approx. US\$8.5 million) for Third Quarter 2018

Kuala Lumpur, 1 November 2018 – Unisem (M) Berhad today announced results for the third quarter ended 30 September 2018 (**3Q18**).

Unisem recorded a consolidated revenue of RM354.705 million (approx. US\$86.6 million) and net profit of RM35.006 million (approx. US\$8.5 million) for 3Q18, representing a decline in revenue of 7.2 percent and decline in net profit of 14.5 percent against the corresponding quarter ended 30 September 2017 (**3Q17**).

For the nine months period ended 30 September 2018 (**9m18**), the Group recorded revenue and net profit of RM1.019 billion (approx. US\$255.4 million) and RM72.4 million (approx. US\$18.1 million) respectively. These represent decrease of 8.0 percent in revenue and 43.8 percent decline in net profit as compared to the same period a year ago (**9m17**).

The decrease in revenue and net profit for both current quarter and financial period to date was primarily attributable to the depreciation of USD/MYR exchange rates as compared to the prevailing rates a year ago. The decline in net profits for the current quarter and financial period to date was further impacted by the lower profit margins arising from change in product mix but was partly mitigated by the gain on foreign exchange as opposed to the foreign exchange losses incurred previously.

Group's earnings before interest, tax, depreciation and amortization (EBITDA) for 3Q18 came in at about RM80.147 million (approx. US\$19.6 million), EBITDA margin was about 22.6 percent. Equipment capacity utilization averaged at about 65 percent for the Group in 3Q18. Group's capital expenditure incurred in 3Q18 was about RM43.2 million (approx. US\$10.5 million), principally for purchase of equipment for advanced packaging activities.

Commenting on the outlook of the Group, Mr. John Chia Sin Tet, the group managing director said, "We expect the performance of the Group to remain satisfactory for the remaining period to the end of the financial year."

About Unisem

Unisem is a global provider of semiconductor assembly and test (OSAT) services for many of the world's most successful electronics companies. We offer an integrated suite of packaging and test services such as wafer bumping, wafer probing, wafer grinding; a wide range of leadframe and substrate IC packaging; wafer level CSP; and RF, analog, digital, and mixed signal test. Our turnkey services include design, assembly, test, failure analysis, and electrical, mechanical, and thermal characterization and modeling. Unisem is an established MEMS OSAT with several years of experience in volume consumer and automotive production, in addition to a broad package portfolio covering multiple applications. The company has factory locations in Ipoh, Malaysia; Chengdu, People's Republic of China; and in Batam, Indonesia. Unisem is headquartered in Kuala Lumpur, Malaysia. For more information about the company, its products and services, please visit its website at www.unisemgroup.com