



AEROSPACE

The Aerospace Division is a Tier-1 engine component manufacturer for Rolls-Royce and an active contributor to the growth of Malaysia's aerospace industry.

The Aerospace business was carved out of the Manufacturing & Engineering Division to be its own standalone Strategic Business Unit (SBU) in 2021. The Aerospace segment also contributes to the nation by helping to enhance its aerospace capabilities and capacity, in line with the Aerospace Blueprint 2030, which aims to make Malaysia the ASEAN aerospace hub and will be aided by the high-impact projects announced under the 12th Malaysia Plan.



KEY PERFORMANCE HIGHLIGHTS

REVENUE (RM million)

147.6



(LOSS)/PROFIT BEFORE TAX (RM million)

(33.8)



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www.umw.com.my/web/guest/aerospace

OUR PERFORMANCE



KEY INITIATIVES IN 2021



AEROSPACE

Following two (2) consecutive years of profits, the Aerospace segment's financial performance declined in 2021, with lower delivery of fan cases, as the impact of global travel restrictions on airlines cascaded across the aerospace ecosystem and supply chain. In 2020, manufacturers of aerospace parts were buoyed by orders locked-in prior to the pandemic. In that same year, cancellations for new commercial aircraft outpaced new orders, leading to lower demand for fan cases in the year under review.

We are of the view that our efforts in ensuring operational excellence and our reputation as a high-performing supplier put us in a strong position to benefit from the expected gradual recovery of the industry in 2022 and beyond.

The Aerospace segment achieved a significant milestone through its induction into the 2021 Cohort of Rolls-Royce's High Performing Supplier Group (HPSG). The HPSG represents the top 5% of all Rolls-Royce suppliers, and we are proud to be the only company in ASEAN to be selected for this honour within the Complex Machining category. The criteria for admission into this select group include quality, cost, delivery and management. By being in the top 5%, we will be afforded more opportunities to engage with top management of Rolls-Royce and will also be prioritised for new projects.

OUR PERFORMANCE

ACHIEVEMENTS

Recognised as a member of Rolls-Royce's High Performance Supplier Group

Recognised as a Top 5% Supplier for R-R in the Complex Machining Category

Achievement of 2,000 Days Without Industrial Accidents (ZERO LTI)

OUTLOOK AND PROSPECTS

Going forward, the Aerospace segment will continue delivering its top-quality fan cases to meet the needs of the aviation industry, which will be in a U-shaped recovery during the next two (2) or three (3) years. The Group also remains a strong supporter of Malaysia's aspirations to become the Best Cost Country for the aerospace industry. We will contribute by helping to enhance the capabilities and capacity of the nation, in line with the Aerospace Blueprint 2030, which aims to make Malaysia the ASEAN aerospace hub of the aerospace industry, and as promoted by the high-impact project in the 12th Malaysia Plan.