

Company Name : Frontken Corporation Berhad
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Frontken Posts 3% Increase In 1Q Profit, Explores Onshoring Partnerships



KUALA LUMPUR (May 5): Frontken Corp Bhd (KL:FRONTKN), which posted a 3.37% increase in net profit for the first quarter, said it is exploring potential collaborations with strategic partners to expand its footprint, as more countries seek to onshore their semiconductor capabilities.

Geopolitical tensions, including the ongoing trade war and evolving tariff policies, continue to pose uncertainties, the group told Bursa Malaysia on Monday.

Nonetheless, it remains confident towards strengthening collaborations across the supply chain.

“Amid these dynamic conditions, we continue to place strong emphasis on enhancing operational efficiency and maintaining effective cost control,” it said.

Frontken’s net profit for the first quarter ended March 31, 2025 (1QFY2025) rose to RM31.07 million from RM30.05 million a year earlier, mainly driven by higher profit from its semiconductor business and lower surtax.

Revenue, however, fell 5.66% to RM132.56 million from RM140.52 million in 1QFY2024, due to lower contributions from the oil and gas segment.

The group attributed the decline to the Lunar New Year and Ramadan periods, which temporarily affected operations and service schedules.

Frontken did not declare any dividend for the quarter under review.

Looking ahead, Frontken said it remains encouraged by the outlook shared by its key customers, with global demand expected to rise in the coming years.

“The rapid advancement and adoption of transformative technologies, particularly in artificial intelligence (AI) and generative AI, are key drivers of this momentum.

“We believe these innovations will further stimulate demand for semiconductor products, creating more opportunities and reinforcing our position in the value chain,” the group added.

At Monday’s noon break, shares of Frontken settled 14 sen or 3.73% lower at RM3.61, giving it a market capitalisation of RM5.94 billion.