

Press Release

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CRITICAL HOLDINGS BERHAD POSTS ROBUST GROWTH OF OVER 100% FROM PRIOR FINANCIAL YEAR

PENANG, 28 August 2024 – Critical Holdings Berhad (“Critical Holdings” or the “Company”) a mechanical, electrical and process utilities (“MEP”) design and engineering solutions provider for critical facilities, today announced its unaudited financial results for the fourth quarter ended 30 June 2024 (“Q4FY24”), recording a revenue of RM91.29 million and RM7.05 million in profit after tax (“PAT”). For the unaudited financial year ended 30 June 2024 (“FY24”), the Company has achieved total revenue and PAT of RM268.29 million and RM19.30 million respectively.

Segmental wise, Critical Holdings and its subsidiaries’ (the “Group”) MEP engineering solutions was the key revenue contributor for both the quarter and full year, representing 97.32% and 95.89% respectively. The MEP maintenance and services segment posted the remainder of the total revenue of 2.68% and 4.11% for the Q4FY24 and FY24 respectively. Of the MEP engineering solutions provided during the quarter under review, plantroom MEP projects made up a significant portion of revenue contributing to approximately 50.14% of total revenue for the quarter followed by cleanroom MEP projects with 37.49% and data centre MEP projects with 9.70%.

In terms of profitability, the Group recorded a gross profit of RM21.97 million or a gross margin of approximately 24.07% for the quarter under review. The Company’s higher margins in comparison to the prior quarter was mainly due to certain costs having been incurred for certain projects during the preceding quarter whereas the revenue only being recognised during the current quarter. Full year FY24 gross margins for the Group remained robust at 18.35%. PAT wise, the Group recorded RM7.05 million for the quarter under review whilst full year unaudited PAT came in at RM19.30 million. The FY24 PAT represents a growth of approximately 101.29% from the prior financial year ended 30 June 2023 of RM9.59 million. This is despite the Company recognising a RM7.99 million impairment loss on trade receivables based on the expected credit loss model.

Ir. Tan Si Lim, Critical Holdings’ Non-Independent Executive Director and Chief Executive Officer, said: “We are proud to announce our fourth quarter and full year results for our financial year ended 2024. We had set certain targets earlier in the financial year and prior to the IPO and are relatively pleased with being able to deliver such growth to our stakeholders whom have trusted us. Moving forward, we view the prospects of the industry particularly in semiconductors, electrical and electronics (E&E) and data centres quite positively and should bode well for the demand for MEP engineering services. In particular, the global semiconductor is showing signs of recovery as a result of factors such as trade diversion and the China Plus One Strategy. Closer to home, national initiatives such as the National Semiconductor Strategy and establishment of IC design parks will further see positive spillover

effects to the industry as a whole. Furthermore, our listing status has also brought visibility and credibility to the Group as we have received a noticeable amount of increased enquiries for our services.”

“To cater for this expected increase in demand within the industry, we intend to expand our electrical and mechanical engineering workforce in conjunction with starting up our regional office in central Peninsular Malaysia as we pursue further opportunities in both central and southern regions.” he added.

As of 30 June 2024, the Group’s order book remains robust at RM105 million.

ABOUT CRITICAL HOLDINGS BERHAD

Critical Holdings Berhad (“**Critical Holdings**” or the “**Company**”) is a mechanical, electrical and process utilities (“**MEP**”) design and engineering solutions firm with a core focus on design and build, project management, supply, installation, testing and commissioning of MEP systems for newly built critical facilities as well as redevelopment, refurbishment and upgrading of existing critical facilities.

To learn more, visit <https://critical-eng.com/>

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