

**MASTER TEC GROUP BERHAD**  
(Registration No. 202201040911 (1486608-P)) (Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2024**



**MASTER TEC GROUP BERHAD**  
(Registration No. 202201040911 (1486608-P))  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2024<sup>(1)(2)</sup>**

	Note	Unaudited			
		Individual Quarter		Cumulative Quarter	
		31.3.2024	31.3.2023	31.3.2024	31.3.2023
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	67,145	N/A	67,145	N/A
Cost of sales		(57,377)	N/A	(57,377)	N/A
Gross profit		9,768	N/A	9,768	N/A
Other income		855	N/A	855	N/A
Administrative expenses		(3,401)	N/A	(3,401)	N/A
Selling and distribution expenses		(1,120)	N/A	(1,120)	N/A
<b>Profit from operations</b>		<b>6,102</b>	<b>N/A</b>	<b>6,102</b>	<b>N/A</b>
Finance costs		(995)	N/A	(995)	N/A
<b>Profit before tax</b>	B13	<b>5,107</b>	<b>N/A</b>	<b>5,107</b>	<b>N/A</b>
Income tax expense	B5	(119)	N/A	(119)	N/A
<b>Profit after tax/Total comprehensive income</b>		<b>4,988</b>	<b>N/A</b>	<b>4,988</b>	<b>N/A</b>

**Profit after tax/Total comprehensive income attributable to:**

Owners of the Company	4,988	N/A	4,988	N/A
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**Earnings per share ("EPS")**

Basic/Diluted <sup>(3)</sup> (sen)	B12	0.49	N/A	0.49	N/A
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**Notes:**

(1) The basis of preparation of the above Unaudited condensed consolidated statements of profit or loss and other comprehensive income is disclosed in Note A1 and should be read in conjunction with audited financial statement for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial report.

(2) This is the third interim financial report announced in compliance with the ACE Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"). There are no comparative figures for the preceding corresponding quarter and year-to-date as the Company was listed on the ACE Market of Bursa Malaysia on 29 January 2024 and no interim financial report was prepared for the comparative financial period concerned.

(3) Basic EPS is calculated based on the Company's share capital of 1,020,000,000 ordinary shares upon completion of the acquisition of Master Tec Wire & Cable Sdn Bhd ("MTWC") and pursuant to the Company's initial public offering ("IPO"). The diluted EPS is equivalent to the basic EPS as the Company does not have any convertible options as at the end of the current quarter and financial year-to-date under review.

(4) N/A – not applicable.

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024<sup>(1)</sup>**

		<u>Unaudited</u>	<u>Audited</u>
		<u>As at 31.3.2024</u>	<u>As at 31.12.2023</u>
	Note	RM'000	RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		55,749	55,692
Right-of-use assets		512	512
Intangible asset		5,000	5,000
<b>Total non-current assets</b>		<b>61,261</b>	<b>61,204</b>
<b>Current assets</b>			
Inventories		31,369	29,983
Trade receivables		64,766	70,147
Other receivables, deposits and prepayments		19,176	9,268
Fixed deposits with licensed banks		72,208	12,058
Cash and bank balances		27,161	42,820
<b>Total current assets</b>		<b>214,680</b>	<b>164,276</b>
<b>Total assets</b>		<b>275,941</b>	<b>225,480</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		147,849	86,190
Retained profits		84,726	79,738
Merger deficits		(56,190)	(56,190)
<b>Total equity</b>		<b>176,385</b>	<b>109,738</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	B8	12,077	13,092
Deferred tax liabilities		5,766	6,017
Lease liabilities		376	376
<b>Total non-current liabilities</b>		<b>18,219</b>	<b>19,485</b>
<b>Current liabilities</b>			
Trade payables		17,414	16,763
Other payables and accruals		17,163	10,802
Loans and borrowings	B8	46,228	66,274
Lease liabilities		163	163
Current tax liabilities		369	2,255
<b>Total current liabilities</b>		<b>81,337</b>	<b>96,257</b>
<b>Total liabilities</b>		<b>99,556</b>	<b>115,742</b>
<b>Total equity and liabilities</b>		<b>275,941</b>	<b>225,480</b>
Net assets per ordinary share attributable to owners of the Company (sen) <sup>(2)</sup>		17.29	12.73

**Notes:**

(1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.

(2) Net assets per ordinary share attributable to owners of the Company is calculated based on the Company's share capital of 1,020,000,000 (31.12.2023: 891,000,000) ordinary shares upon completion of the acquisition of MTWC and pursuant to the Company's initial public offering ("IPO").

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2024<sup>(1)(2)</sup>**

	<b>Non-distributable</b>		<b>Distributable</b>	<b>Total Equity</b>
	<b>Share Capital</b>	<b>Merger Deficits</b>	<b>Retained Profits</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>As at 1 January 2024 (Audited)</b>	86,190	(56,190)	79,738	109,738
Issuance of shares <sup>(3)</sup>	61,659	-	-	61,659
Profit after tax/Total comprehensive income for the financial period	-	-	4,988	4,988
<b>As at 31 March 2024 (Unaudited)</b>	<b>147,849</b>	<b>(56,190)</b>	<b>84,726</b>	<b>176,385</b>

**Notes:**

(1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with audited financial statement for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial report.

(2) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

(3) Issuance of new shares pursuant to the Company's initial public offering ("IPO").

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2024<sup>(1)(2)</sup>**

	<b>Unaudited</b>	<b>Audited</b>
	<b>Current</b>	<b>Preceding</b>
	<b>Year-To-Date</b>	<b>Year-To-Date</b>
	<b>31.3.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	5,107	32,767
Adjustments for:-		
Depreciation of property, plant and equipment	820	3,575
Depreciation of right-of-use assets	-	168
Interest expenses	995	4,217
Interest income	(201)	(940)
Property, plant and equipment written off	-	2
<b>Operating income before working capital changes</b>	<b>6,721</b>	<b>39,789</b>
Changes in working capital:		
Increase in inventories	(1,385)	(2,793)
(Increase)/Decrease in trade and other receivables	(3,906)	8,826
Increase/(Decrease) in trade and other payables	7,011	(1,005)
<b>Cash generated from operations</b>	<b>8,441</b>	<b>44,817</b>
Income tax paid	(2,256)	(8,092)
Income tax refund	-	373
<b>Net cash from operating activities</b>	<b>6,185</b>	<b>37,098</b>
<b>CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES</b>		
Interest received	201	940
Purchase of property, plant and equipment	(877)	(3,658)
Deposits paid for purchase of property, plant and equipment	(621)	(6,561)
Issuance of additional shares pursuant to IPO	61,659	-
<b>Net cash from/(for) investing activities</b>	<b>60,362</b>	<b>(9,279)</b>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Net decrease in short-term borrowings	(19,359)	(1,507)
Dividend paid	-	(9,778)
Interest paid	(995)	(4,217)
Repayment of term loans	(1,688)	(6,236)
Repayment of lease liabilities	-	(155)
Repayment of hire purchase payable	(14)	(55)
(Placement of)/Withdrawal of fixed deposits pledged with licensed banks	(60,150)	1,732
<b>Net cash for financing activities</b>	<b>(82,206)</b>	<b>(20,215)</b>

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE**  
**PERIOD ENDED 31 MARCH 2024 (CONT'D)<sup>(1)(2)</sup>**

	<u>Unaudited</u> Current Year-To-Date <u>31.3.2024</u> RM'000	<u>Audited</u> Preceding Year-To-Date <u>31.12.2023</u> RM'000
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(15,659)</b>	<b>7,603</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD/YEAR</b>	<b>42,820</b>	<b>35,217</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD/YEAR</b>	<b>27,161</b>	<b>42,820</b>
<b>Cash and cash equivalents at the end of the period are represented by:</b>		
Fixed deposits with licensed banks	72,208	12,058
Cash and bank balances	27,161	42,820
	<u>99,369</u>	<u>54,878</u>
Less: Fixed deposits pledged to licensed banks	<u>(72,208)</u>	<u>(12,058)</u>
	<u><b>27,161</b></u>	<u><b>42,820</b></u>

**Notes:**

(1) The above Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with audited financial statement for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial report.

(2) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

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**A. NOTES TO THE INTERIM FINANCIAL REPORT**

**A1. Basis of Preparation**

This condensed consolidated interim financial report of Master Tec Group Berhad (“MTG” or “**Company**”) and its subsidiary (“**Group**”) are unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“**MFRS**”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“**MASB**”) and Rule 9.22 and Appendix 9B of Listing Requirements of Bursa Securities.

This is the Group’s third interim financial report on the unaudited condensed consolidated financial results for the financial period ended 31 March 2024 announced by the Group in compliance with the Listing Requirements of Bursa Securities and as such, there are no comparative figures for the preceding year’s corresponding period.

This interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 which were prepared under Malaysian Financial Reporting Standards (“**MFRS**”). These explanatory notes attached to the interim financial statements provide an explanation on events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

**A2. Significant Accounting Policies**

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in preparation of the annual audited financial statements for the financial year ended 31 December 2023, except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group.

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued but not yet effective for the Group:

**Amendments/improvements to MFRSs that have been issued, but yet to be effective**

	<b><u>Effective Date</u></b>
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendment to MFRS 101: Classification of Liabilities as Current or Non-Current	1 January 2024
Amendments to MFRS 101: Non-Current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the consolidated financial statements of the Group upon their initial application

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

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**A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)**

**A3. Auditors' Report on Preceding Annual Financial Statements**

There were no qualifications on the audited financial statements of the Group for the financial year ended 31 December 2023.

**A4. Seasonal or Cyclical Factors**

The Group's operation was not significantly affected by any unusual seasonal or cyclical factors in the current quarter and financial year-to-date under review.

**A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income, or cash flows in the current quarter and financial year-to-date under review.

**A6. Material Changes in Estimates**

There were no material changes in estimates in the current quarter and financial year-to-date under review.

**A7. Debt and Equity Securities**

Save as disclosed in A11, there were no issuances, cancellations, repurchases, resales or repayments of debt and equity securities in the current quarter and financial year-to-date under review.

**A8. Dividend Paid**

There were no dividends paid during the current quarter under review.



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**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)**

**A9. Segmental Information**

The Group's revenue is segmented as follows:

	Unaudited			
	Individual Quarter		Cumulative Quarter	
	31.3.2024	31.3.2023 <sup>(1)</sup>	31.3.2024	31.3.2023 <sup>(2)</sup>
	RM'000	RM'000	RM'000	RM'000
Manufacturing segment				
- low-voltage ("LV") power cables				
• copper-cored	29,559	N/A	29,559	N/A
• aluminium-cored	34,741	N/A	34,741	N/A
	<u>64,300</u>	<u>N/A</u>	<u>64,300</u>	<u>N/A</u>
-control and instrumentation cables	2,227	N/A	2,227	N/A
<b>Sub-total</b>	<b>66,527</b>	<b>N/A</b>	<b>66,527</b>	<b>N/A</b>
Trading segment	618	N/A	618	N/A
<b>Total</b>	<b>67,145</b>	<b>N/A</b>	<b>67,145</b>	<b>N/A</b>

**Notes:**

(1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.

(2) N/A – not applicable.

**A10. Valuation of Property, Plant and Equipment**

There were no valuations carried out on property, plant and equipment during the current financial quarter under review.

**A11. Material Events Subsequent to the End of the Reporting Period**

There were no material events subsequent to the end of the current financial quarter that have not been reflected in the financial statements for the said period as at the date of this report.

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

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**A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)**

**A12. Changes in the Composition of the Group**

On 5 December 2023, the Company completed the acquisition of the entire equity interest of MTWC for a purchase consideration of RM86,189,990 which was fully satisfied via the issuance of 861,899,900 new ordinary shares of the Company at an issue price of RM0.10 each.

Subsequently, upon the completion of the listing on 29 January 2024, the Company's shares capital had increased to 1,020,000,000 shares pursuant to the issuance of 158,100,000 shares in the public issue at an issue price of RM 0.39 per share. The shares when issued, shall rank pari passu in all respects with the existing shares except that it shall not be entitled to any dividend or other distribution declared or paid by reference to record date which is before the issuance of the shares.

Save as disclosed above, there were no changes in the composition of the Group during the current quarter under review.

**A13. Contingent Liabilities or Contingent Assets**

There were no contingent liabilities or contingent assets in the Group as at the date of this interim financial report.

**A14. Related Party Transaction Disclosures**

The related party transactions between the Group and related party are as follows:

	<b>Unaudited</b>	
	<u>Individual Quarter</u>	<u>Cumulative Quarter</u>
	<u>31.3.2024</u>	<u>31.3.2024</u>
	<u>RM'000</u>	<u>RM'000</u>
<b>Company in which a director of the Group has substantial financial interests</b>		
Sale of cables and wires	<u>1,227</u>	<u>1,227</u>

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

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**A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)**

**A15. Capital Commitments**

The capital commitments of the Group as at the financial quarter ended 31 March 2024 under review are as follows:

	<b>As at 31.3.2024</b>
	<b>RM'000</b>
<b>Approved and contracted for:</b>	
Purchase of new machineries and equipment	16,178
Construction of rooftop solar at MTWC's factory	2,485
	<u>18,663</u>
<b>Approved but not contracted for:</b>	
Purchase of new machineries and equipment	1,071
Construction of manufacturing plants at Lot 1297 and Lot 1304	16,123
	<u>17,194</u>
<b>Total</b>	<u><u>35,857</u></u>

Save for the construction of the rooftop solar at MTWC's factory which will be funded via the Group's internally generated funds, the other capital commitments above will be fully financed by the IPO proceeds.

Save as disclosed above, there were no other material capital commitments during the end of the interim financial period.

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS**

**B1. Review of Financial Performance**

	<b>Unaudited</b>			
	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31.3.2024</b>	<b>31.3.2023<sup>(1)</sup></b>	<b>31.3.2024</b>	<b>31.3.2023<sup>(1)</sup></b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	67,145	N/A	67,145	N/A
Gross profit	9,768	N/A	9,768	N/A
Profit before tax	5,107	N/A	5,107	N/A
Profit after tax/Total comprehensive income	4,988	N/A	4,988	N/A

**Notes:**

(1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. As such, there are no comparative figures for the preceding corresponding quarter and period-to-date available as no interim financial report was prepared for the comparative financial period concerned.

(2) N/A – not applicable.

The Group recorded revenue of approximately RM67.15 million for the current financial quarter under review mainly contributed from LV power cables which accounted for RM64.30 million, representing 95.76% of the total revenue.

For the current financial quarter under review, the Group registered gross profit of RM9.77 million with gross profit margin of 14.55%, profit before tax of RM5.11 million with profit before tax margin of 7.61% of which includes listing expenses of RM2.11 million and profit after tax of RM4.99 million with profit after tax margin of 7.43%.

There are no comparative figures for the corresponding preceding quarter's results as this is the third interim financial report being announced by the Company in compliance with the Listing Requirements.

**B2. Comparison with Immediate Preceding Quarter's Results**

There are no comparative figures for the immediate preceding quarter as this is the third interim financial report on the unaudited condensed consolidated financial results announced by the Company.

**B3. Prospects of the Group**

As disclosed in the Prospectus dated 28 December 2023, the ex-factory sales of wires and cables in Malaysia are expected to increase from RM9,610.00 million in 2022 to RM11,205.00 million in 2025, yielding a compound annual growth rate of 5.25%. The demand for power cables is closely related to industrialisation and infrastructure spending. In addition, under the Twelfth Malaysia Plan 2021-2025, investments in generation capacity and reinforcement of transmission and distribution networks will be continued to ensure the efficiency and reliability of electricity supply in Malaysia.

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B3. Prospects of the Group (Cont'd)**

The Group is principally involved in the manufacturing and distribution of a wide range of LV power cables, control and instrumentation cables, and other related products for the local and overseas customers. The Group's objective is to further grow the position as an established wires and cables solutions provider in the markets that the Group operates. The business and growth strategies of the Group include the following:

- (i) venture into the manufacturing of medium-voltage ("MV") power cables; and
- (ii) expand the market coverage through export sales.

**B4. Variance of Actual Profits from Profit Forecast**

The Group did not issue any profit forecast or profit guarantee during the current financial quarter under review.

**B5. Taxation**

	Unaudited			
	Individual Quarter		Cumulative Quarter	
	31.3.2024	31.3.2023 <sup>(1)</sup>	31.3.2024	31.3.2023 <sup>(1)</sup>
	RM'000	RM'000	RM'000	RM'000
Income tax expense				
- Current tax	369	N/A	369	N/A
- Deferred tax	(250)	N/A	(250)	N/A
<b>Total income tax expense</b>	<b>119</b>	<b>N/A</b>	<b>119</b>	<b>N/A</b>
Effective tax rate (%)	2.33	N/A	2.33	N/A
Statutory tax rate (%)	24.00	N/A	24.00	N/A

**Notes:**

- (1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.
- (2) The Group's effective tax rate for the quarter and year-to-date ended 31 March 2024 were lower than the statutory tax rate of 24.00% mainly due to tax incentives in respect of capital commitments.
- (3) N/A – Not applicable.

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B6. Status of Corporate Proposals**

Save for the IPO as disclosed in Note A7, there were no other corporate proposals pending completion as at the date of this interim financial report.

**B7. Utilisation of Proceeds from the Public Issue**

The gross proceeds of RM61.66 million to be raised from Public Issue is intended to be utilised in the following manner:

<b>Details of utilisation of proceeds</b>	<b>Proposed utilisation</b>	<b>Percentage of utilisation</b>	<b>Actual utilisation</b>	<b>Balance to be utilised</b>	<b>Estimated timeframe for utilisation<sup>(1)</sup></b>
	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>RM'000</b>	
Construction of new MV power cable manufacturing plants	16,783	27.22	659	16,124	Within 15 months
Purchase of new machineries and equipment	24,387	39.55	7,314	17,073	Within 15 months
General working capital	16,289	26.42	-	16,289	Within 15 months
Defray fees and expenses relating to Listing	4,200	6.81	4,200	-	Within 3 months
	<b>61,659</b>	<b>100.00</b>	<b>12,173</b>	<b>49,486</b>	

**Notes:**

- (1) From the date of Listing of the Company on 29 January 2024.
- (2) The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus dated 28 December 2023. As at the current quarter, the admission of the Company to the Official List of Bursa Securities and the listing of and quotation for the entire enlarged issued share capital of the Company comprising of 1,020,000,000 shares on the ACE Market of Bursa Securities upon the completion of IPO on 29 January 2024.

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**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

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**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B8. Group Borrowings and Debt Securities**

	<b>Unaudited</b>	<b>Audited</b>
	<b>31.3.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Non-current</b>		
Secured:		
Term loans	11,974	12,975
Hire purchase payable	103	117
	<u>12,077</u>	<u>13,092</u>
<b>Current</b>		
Secured:		
Term loans	4,946	5,633
Bankers' acceptances	41,226	60,585
Hire purchase payable	56	56
	<u>46,228</u>	<u>66,274</u>
<b>Total borrowings</b>	<u><b>58,305</b></u>	<u><b>79,366</b></u>

**B9. Derivative Financial Instruments**

There were no outstanding derivatives as at 31 March 2024.

**B10. Material Litigation**

There were no material litigations by or against the Group as at 31 March 2024.

**B11. Dividends**

The Board of Directors does not recommend any dividend for the current financial quarter under review.

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B12. Earnings Per Share**

The basic and diluted EPS for the current financial quarter under review and financial year-to-date are computed as follows:

	<b>Unaudited</b>			
	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>31.3.2024</b>	<b>31.3.2023<sup>(1)</sup></b>	<b>31.3.2024</b>	<b>31.3.2023<sup>(1)</sup></b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit attributable to owners of the Company	4,988	N/A	4,988	N/A
Number of ordinary shares in issue ('000)	1,020,000	N/A	1,020,000	N/A
Basic/Diluted EPS (sen) <sup>(2)</sup>	0.49	N/A	0.49	N/A

**Notes:**

- (1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.
- (2) Basic EPS is calculated based on the Company's share capital of 1,020,000,000 ordinary shares upon completion of the acquisition of MTWC. Subsequently, upon completion of IPO on 29 January 2024 with increase from the issuance of 158,100,000 shares, the entire enlarged issued share capital of the Company comprising of 1,020,000,000 shares.

The diluted EPS is equivalent to the basic EPS as the Company does not have any convertible options as at the end of the current quarter and financial year-to-date under review.

- (3) N/A – not applicable.



**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B13. Notes to the Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income**

The following items have been included in arriving the profit before tax for the current financial quarter and the profit before tax for the financial year-to-date:

	Unaudited			
	Individual Quarter		Cumulative Quarter	
	31.3.2024	31.3.2023 <sup>(1)</sup>	31.3.2024	31.3.2023 <sup>(1)</sup>
	RM'000	RM'000	RM'000	RM'000
<b>After charging:</b>				
Depreciation of property, plant and equipment	820	N/A	820	N/A
Depreciation of right-of-use assets	-	N/A	-	N/A
Interest expense	995	N/A	995	N/A
Listing expenses	2,112	N/A	2,112	N/A
<b>After crediting:</b>				
Interest income	201	N/A	201	N/A
Realised gain on foreign exchange	77	N/A	77	N/A

**Notes:**

- (1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.
- (2) N/A – not applicable.

**B14. Authorisation for Issue**

This interim financial report was authorised for issue by the board of directors of MTG on 20 May 2024.