

**MASTER TEC GROUP BERHAD**  
(Registration No. 202201040911 (1486608-P))  
(Incorporated in Malaysia)  
**INTERIM FINANCIAL REPORT**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2024**



**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024<sup>(1)(2)</sup>**

	Note	Unaudited			
		Individual Quarter		Cumulative Quarter	
		30.6.2024	30.6.2023	30.6.2024	30.6.2023
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	72,845	N/A	139,990	N/A
Cost of sales		(64,376)	N/A	(121,753)	N/A
<b>Gross profit</b>		<b>8,469</b>	<b>N/A</b>	<b>18,237</b>	<b>N/A</b>
Other income		2,322	N/A	3,177	N/A
Administrative expenses		(38)	N/A	(3,438)	N/A
Selling and distribution expenses		(1,392)	N/A	(2,512)	N/A
<b>Profit from operations</b>		<b>9,361</b>	<b>N/A</b>	<b>15,464</b>	<b>N/A</b>
Finance costs		(600)	N/A	(1,595)	N/A
<b>Profit before tax</b>	B13	<b>8,761</b>	<b>N/A</b>	<b>13,869</b>	<b>N/A</b>
Income tax expense	B5	(58)	N/A	(177)	N/A
<b>Profit after tax/Total comprehensive income for the period</b>		<b>8,703</b>	<b>N/A</b>	<b>13,692</b>	<b>N/A</b>

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

Owners of the Company		8,703	N/A	13,692	N/A
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**Earnings per share ("EPS")**

Basic/Diluted <sup>(3)</sup> (sen)	B12	0.94	N/A	1.48	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 this interim financial report.
- (2) This is the fourth 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 period-to-date as the Company was listed on the ACE Market of Bursa Securities on 29 January 2024 and no interim financial report was prepared for the comparative financial period concerned.
- (3) Basic EPS is calculated based on weighted average number of ordinary shares of the Company of 928,172,000 as at 30 June 2024. 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 period-to-date under review.
- (4) N/A – not applicable.

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024<sup>(1)</sup>**

	<u>Unaudited</u>	<u>Audited</u>
	<u>As at</u>	<u>As at</u>
Note	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment property	1,024	-
Property, plant and equipment	58,294	55,692
Right-of-use assets	466	512
Intangible asset	5,000	5,000
<b>Total non-current assets</b>	<b>64,784</b>	<b>61,204</b>
<b>Current assets</b>		
Inventories	38,452	29,983
Trade receivables	71,852	70,147
Other receivables, deposits and prepayments	19,415	9,268
Fixed deposits with licensed banks	52,258	12,058
Tax recoverable	365	-
Cash and bank balances	14,467	42,820
<b>Total current assets</b>	<b>196,809</b>	<b>164,276</b>
<b>Total assets</b>	<b>261,593</b>	<b>225,480</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	146,004	86,190
Retained profits	86,249	79,738
Merger deficits	(56,190)	(56,190)
<b>Total equity</b>	<b>176,063</b>	<b>109,738</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Loans and borrowings	B8 11,196	13,092
Deferred tax liabilities	5,424	6,017
Lease liabilities	323	376
<b>Total non-current liabilities</b>	<b>16,943</b>	<b>19,485</b>
<b>Current liabilities</b>		
Trade payables	24,573	16,763
Other payables and accruals	10,857	10,802
Loans and borrowings	B8 32,983	66,274
Lease liabilities	174	163
Current tax liabilities	-	2,255
<b>Total current liabilities</b>	<b>68,587</b>	<b>96,257</b>
<b>Total liabilities</b>	<b>85,530</b>	<b>115,742</b>
<b>Total equity and liabilities</b>	<b>261,593</b>	<b>225,480</b>
Net assets per ordinary share attributable to owners of the Company (sen) <sup>(2)</sup>	17.26	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 this interim financial statements.
- (2) Net assets per ordinary share attributable to owners of the Company is calculated based on 1,020,000,000 shares of the Company after the Public Issue for the financial period ended 30 June 2024 and 861,900,000 shares of the Company before the Public Issue for the financial year ended 31 December 2023.

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024<sup>(1)(2)</sup>**

	Non-distributable		Distributable	Total Equity
	Share Capital	Merger Deficits	Retained Profits	
	RM'000	RM'000	RM'000	RM'000
<b>As at 1 January 2024 (Audited)</b>	86,190	(56,190)	79,738	109,738
Contributions by and distributions to owners of the Company :-				
Issuance of shares <sup>(3)</sup>	61,659	-	-	61,659
Listing expenses	(1,845)	-	-	(1,845)
Dividends	-	-	(7,181)	(7,181)
Total transactions with owners of the Company	59,814	-	(7,181)	52,633
Profit after tax/Total comprehensive income for the financial period	-	-	13,692	13,692
<b>As at 30 June 2024 (Unaudited)</b>	<u>146,004</u>	<u>(56,190)</u>	<u>86,249</u>	<u>176,063</u>

**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 this interim financial report.*
- (2) *This is the fourth interim financial report announced in compliance with the Listing Requirements of Bursa Securities. 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.*
- (3) *Issuance of new shares pursuant to the Company's IPO.*

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE  
FINANCIAL PERIOD ENDED 30 JUNE 2024<sup>(1)(2)</sup>

	Unaudited Current Period -To-Date 30.6.2024 RM'000	Unaudited Preceding Period-To-Date 30.6.2023 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	13,869	N/A
Adjustments for:-		
Depreciation of property, plant and equipment	1,654	N/A
Depreciation of right-of-use assets	88	N/A
Interest expenses	1,595	N/A
Interest income	(1,041)	N/A
<b>Operating income before working capital changes</b>	<b>16,165</b>	<b>N/A</b>
Changes in working capital:		
Increase in inventories	(8,469)	N/A
Increase in trade and other receivables	(2,943)	N/A
Increase in trade and other payables	7,865	N/A
<b>Cash generated from operations</b>	<b>12,618</b>	<b>N/A</b>
Income tax paid	(3,388)	N/A
<b>Net cash from operating activities</b>	<b>9,230</b>	<b>N/A</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest received	1,041	N/A
Purchase of property, plant and equipment	(4,256)	N/A
Addition to right-of-use assets	(42)	N/A
Deposits paid for purchase of property, plant and equipment	(9,934)	N/A
Placement of fixed deposits pledged with licensed banks	(40,200)	N/A
<b>Net cash for investing activities</b>	<b>(53,391)</b>	<b>N/A</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net decrease in short-term borrowings	(31,912)	N/A
Dividend paid	(7,181)	N/A
Interest paid	(1,595)	N/A
Repayment of term loans	(3,247)	N/A
Repayment of lease liabilities	(53)	N/A
Repayment of hire purchase payable	(18)	N/A
Proceeds from issuance of ordinary shares	61,659	N/A
Payment of share issuance expenses	(1,845)	N/A
<b>Net cash from financing activities</b>	<b>15,808</b>	<b>N/A</b>

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024  


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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE  
FINANCIAL PERIOD ENDED 30 JUNE 2024<sup>(1)(2)</sup>

	<u>Unaudited</u> Current Period-To-Date <u>30.6.2024</u> RM'000	<u>Unaudited</u> Preceding Period-To-Date <u>30.6.2023</u> RM'000
NET DECREASE IN CASH AND CASH EQUIVALENTS	(28,353)	N/A
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	42,820	N/A
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>14,467</u>	<u>N/A</u>
<b>Cash and cash equivalents at the end of the period are represented by:</b>		
Fixed deposits with licensed banks	52,258	N/A
Cash and bank balances	14,467	N/A
	<u>66,725</u>	<u>N/A</u>
Less: Fixed deposits pledged to licensed banks	(52,258)	N/A
	<u>14,467</u>	<u>N/A</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 fourth interim financial report announced in compliance with the Listing Requirements of Bursa Securities. 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.*

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 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 (collectively, the “**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 the ACE Market Listing Requirements (“**Listing Requirements**”) of Bursa Malaysia Securities Berhad (“**Bursa Securities**”).

This is the Group’s interim financial report on the unaudited condensed consolidated financial results for the financial period ended 30 June 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 since the Company was listed on the ACE Market of Bursa Securities on 29 January 2024.

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 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>
MFRS 18: Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19: Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments 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

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 SECOND QUARTER ENDED 30 JUNE 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 period-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 period-to-date under review.

**A6. Material Changes in Estimates**

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

**A7. Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resales or repayments of debt and equity securities in the current quarter and financial period-to-date under review.

**A8. Dividend Paid**

On 21 February 2024, the Company declared a final single-tier dividend of 0.704 sen per ordinary shares in respect of the financial year ended 31 December 2023 on 1,020,000,000 ordinary shares amounting to RM7,180,949 and was paid on 29 April 2024.



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

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**

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

**A9. Segmental Information**

The Group's revenue is segmented as follows:

	<b>Unaudited</b>			
	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>30.6.2024</b>	<b>30.6.2023<sup>(1)</sup></b>	<b>30.6.2024</b>	<b>30.6.2023<sup>(1)</sup></b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Manufacturing segment				
- low-voltage ("LV") power cables				
• copper-cored	46,148	N/A	75,707	N/A
• aluminium-cored	22,861	N/A	57,602	N/A
	<u>69,009</u>	<u>N/A</u>	<u>133,309</u>	<u>N/A</u>
-control and instrumentation cables	2,740	N/A	4,967	N/A
<b>Sub-total</b>	<b><u>71,749</u></b>	<b><u>N/A</u></b>	<b><u>138,276</u></b>	<b><u>N/A</u></b>
Trading segment	1,096	N/A	1,714	N/A
<b>Total</b>	<b><u>72,845</u></b>	<b><u>N/A</u></b>	<b><u>139,990</u></b>	<b><u>N/A</u></b>

**Notes:**

(1) This is the interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding and period-to-date available as the Company was listed on the ACE Market of Bursa Securities on 29 January 2024 and 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 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 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 SECOND QUARTER ENDED 30 JUNE 2024**

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

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

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>30.6.2024</u>	<u>30.6.2024</u>
	<u>RM'000</u>	<u>RM'000</u>
<b>A company owned substantially by a director of the Group</b>		
Sale of goods	<u>3,420</u>	<u>4,647</u>

**A15. Capital Commitments**

The capital commitments of the Group as at the quarter ended 30 June 2024 under review are as follows:

	<b>As at</b>
	<b>30.6.2024</b>
	<b>RM'000</b>
<b>Approved and contracted for:</b>	
Purchase of new machineries and equipment	6,744
Construction of rooftop solar at MTWC's factory	2,485
Construction of manufacturing plants at Lot 1297 and Lot 1304	<u>14,660</u>
	<u>23,889</u>
<b>Approved but not contracted for:</b>	
Purchase of new machineries and equipment	<u>1,066</u>
	<u>1,066</u>
<b>Total</b>	<b><u>24,955</u></b>

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 SECOND QUARTER ENDED 30 JUNE 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>30.6.2024</b>	<b>30.6.2023<sup>(1)</sup></b>	<b>30.6.2024</b>	<b>30.6.2023<sup>(1)</sup></b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	72,845	N/A	139,990	N/A
Gross profit	8,469	N/A	18,237	N/A
Profit before tax ("PBT")	8,761	N/A	13,869	N/A
Profit after tax/Total comprehensive income	8,703	N/A	13,692	N/A

Notes:

(1) This is the 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 as the Company was listed on the ACE Market of Bursa Securities on 29 January 2024 and no interim financial report was prepared for the comparative financial period concerned.

(2) N/A – not applicable.

The Group achieved revenue of approximately RM72.85 million for the current quarter under review mainly contributed from LV power cables which amounted to RM69.01 million, representing 94.73% of the total revenue.

For the current quarter under review, the Group recognised gross profit of RM8.47 million with gross profit margin of 11.63%, PBT of RM8.76 million with PBT margin of 12.03% and profit after tax of RM8.70 million with profit after tax margin of 11.95%.

For the 6-month financial period ended 30 June 2024, the Group recorded revenue of RM139.99 million, gross profit of RM 18.24 million with gross profit margin of 13.03%, PBT of RM13.87 million with PBT margin of 9.91%. The PBT is arrived at after charging non-recurring listing expenses of RM0.57 million.

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**

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

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

	<u>CURRENT</u> <u>QUARTER</u> <b>30.6.2024</b> <b>RM'000</b>	<u>IMMEDIATE</u> <u>PRECEDING</u> <u>QUARTER</u> <b>31.3.2024</b> <b>RM'000</b>	<b>Changes %</b>
Revenue	72,845	67,145	8.5%
Profit before tax	8,761	5,107	71.5%
Profit after tax/Total comprehensive income	8,703	4,988	74.5%

The Group's revenue for the current financial quarter increased by RM5.70 million or 8.5% to RM 72.85 million as compared with the immediate preceding quarter of RM67.15 million, which was mainly attributable to higher revenue contribution from LV power cables.

The Group recorded a PBT of RM8.76 million for the current quarter representing an increase of RM3.65 million as compared to the preceding quarter mainly due to lower administrative expenses incurred in the current quarter. The higher administrative expenses incurred in the immediate preceding quarter was primarily attributable to the IPO expenses.

**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.

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.

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**

**B5. Taxation**

	Unaudited			
	Individual Quarter		Cumulative Quarter	
	30.6.2024	30.6.2023 <sup>(1)</sup>	30.6.2024	30.6.2023 <sup>(1)</sup>
	RM'000	RM'000	RM'000	RM'000
Income tax expense:				
- Current tax	399	N/A	769	N/A
- Deferred tax	(341)	N/A	(592)	N/A
<b>Total income tax expense</b>	<b>58</b>	<b>N/A</b>	<b>177</b>	<b>N/A</b>
Effective tax rate (%)	0.66	N/A	1.28	N/A
Statutory tax rate (%)	24.00	N/A	24.00	N/A

**Notes:**

- (1) This is the 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 as the Company was listed on the ACE Market of Bursa Securities on 29 January 2024 and 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 30 June 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.

**B6. Status of Corporate Proposals**

There were no other corporate proposals pending completion as at the date of this interim financial report.

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**

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

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

The status of utilisation of gross proceeds of RM 61.66 million from Public Issue are as follows:

<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	2,122	14,661	Within 15 months
Purchase of new machineries and equipment	24,387	39.55	17,517	6,870	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>23,839</b>	<b>37,820</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.

**B8. Group Borrowings and Debt Securities**

	<b>Unaudited</b>	<b>Audited</b>
	<b>30.6.2024</b>	<b>31.12.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Non-current:</b>		
Term loans	11,107	12,975
Hire purchase payable	89	117
	<u>11,196</u>	<u>13,092</u>
<b>Current:</b>		
Term loans	4,254	5,633
Bankers' acceptances	28,673	60,585
Hire purchase payable	56	56
	<u>32,983</u>	<u>66,274</u>
<b>Total borrowings</b>	<b><u>44,179</u></b>	<b><u>79,366</u></b>

**B9. Derivative Financial Instruments**

There were no outstanding derivatives as at 30 June 2024.

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024**

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

**B10. Material Litigation**

There were no material litigations by or against the Group as at 30 June 2024.

**B11. Dividends**

The board of directors declares interim single-tier dividend of 0.390 sen per ordinary share for the financial year ending 31 December 2024.

The entitlement date and payment date for the interim dividend shall be on 13 September 2024 and 27 September 2024 respectively.

**B12. Earnings Per Share**

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

	<b>Unaudited</b>			
	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>30.6.2024</b>	<b>30.6.2023<sup>(1)</sup></b>	<b>30.6.2024</b>	<b>30.6.2023<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	8,703	N/A	13,692	N/A
Weighted average number of ordinary shares in issue ('000)	928,172	N/A	928,172	N/A
Basic/Diluted EPS (sen) <sup>(2)</sup>	0.94	N/A	1.48	N/A

**Notes:**

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

(2) Basic EPS is calculated based on weighted average number of ordinary shares of the Company of 928,172,000 as at 30 June 2024. 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 period-to-date under review.

(3) N/A – not applicable.

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 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 quarter and the profit before tax for the financial period-to-date:

	Unaudited			
	Individual Quarter		Cumulative Quarter	
	30.6.2024	30.6.2023 <sup>(1)</sup>	30.6.2024	30.6.2023 <sup>(1)</sup>
	RM'000	RM'000	RM'000	RM'000
<b>After charging:</b>				
Depreciation of property, plant and equipment	834	N/A	1,654	N/A
Depreciation of right-of-use assets	88	N/A	88	N/A
Impairment losses on trade receivables	105	N/A	105	N/A
Write off of trade receivables	48	N/A	48	N/A
Interest expense	600	N/A	1,595	N/A
Listing expenses	(1,541)	N/A	572	N/A
<b>After crediting:</b>				
Interest income	840	N/A	1,041	N/A
Other income	1,400	N/A	1,978	N/A
Realised gain on foreign exchange	81	N/A	158	N/A

Save as disclosed above, the other disclosure items pursuant to Paragraph 16, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

**Notes:**

(1) This is the interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter and period-to-date as the Company was listed on the ACE Market of Bursa Securities on 29 January 2024 and 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 19 August 2024.