

# **CE TECHNOLOGY BERHAD**

(Incorporated in Malaysia)

Registration No.200201018747 (586410-P)

**Unaudited financial statements for the  
2nd half of financial year ended 31 July 2023**

**CHARACTERISTICS OF THE LEAP MARKET OF BURSA MALAYSIA SECURITIES BERHAD  
("BURSA SECURITIES")**

**THE LEAP MARKET HAS BEEN POSITIONED AS A MARKET DESIGNED TO ACCOMMODATE CORPORATIONS TO WHICH A HIGHER INVESTMENT RISK MAY BE ATTACHED THAN OTHER CORPORATIONS LISTED ON THE ACE MARKET OR MAIN MARKET OF BURSA SECURITIES. IT IS A QUALIFIED MARKET WHICH IS MEANT MAINLY FOR SOPHISTICATED INVESTORS ONLY. ONLY EXISTING SECURITIES HOLDERS AND SOPHISTICATED INVESTORS ARE ALLOWED TO PARTICIPATE IN CORPORATE EXERCISES UNDERTAKEN BY CE TECHNOLOGY BERHAD ("CET" OR THE "COMPANY"). SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN SUCH CORPORATIONS AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.**

**CE TECHNOLOGY BERHAD**  
**(Registration No. 200201018747 (586410-P))**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS<sup>(1)</sup>**

	INDIVIDUAL 6 MONTHS		CUMULATIVE PERIOD	
	Current Year 6 Months	Preceding Year Corresponding 6 Months	Current Year To-Date	Preceding Year Corresponding Period
	31.07.2023 RM'000	31.07.2022 RM'000	31.07.2023 RM'000	31.07.2022 RM'000
Revenue	25,584	53,893	66,748	107,943
Cost of sales	(21,136)	(37,205)	(53,642)	(72,867)
Gross profit	4,448	16,688	13,106	35,076
Other income	313	1,548	2,136	1,980
Administrative expenses	(8,991)	(4,227)	(15,651)	(8,598)
Finance costs	(1,409)	(861)	(2,817)	(1,433)
(Loss)/Profit before tax	(5,639)	13,148	(3,226)	27,025
Income tax expense	705	(1,659)	686	(3,027)
<b>Total comprehensive income for the period</b>	-	-	-	-
Total comprehensive (loss)/income attributable to owners of the Company	(4,934)	11,489	(2,540)	23,998
Basic / Diluted earnings per share attributable to owners of the Company (sen) <sup>(2)</sup> :	(1.43)	3.32	(0.73)	6.93

**Notes:**

- (1) The basis of preparation of the Condensed Statements of Profit or Loss are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 July 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) Earnings per share for the 6-month financial period ended ("FPE") 31 July 2023 is computed based on the Company's issued shares as at the end of the respective reporting period. Diluted earnings per share equals basic earnings per ordinary share as there is no dilutive potential shares outstanding during the financial period.

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**CE TECHNOLOGY BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME<sup>(1)</sup>**

	INDIVIDUAL 6 MONTHS		CUMULATIVE PERIOD	
	Current Year	Preceding Year	Current Year	Preceding Year
	6 Months	Corresponding	To-Date	Corresponding
	31.07.2023	31.07.2022	31.07.2023	31.07.2022
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit after taxation for the period	(4,934)	11,489	(2,540)	23,998
Other comprehensive expenses	-	-	-	-
- Foreign currency translation difference				
Total comprehensive (loss)/income for the period	(4,934)	11,489	(2,540)	23,998

**Note:**

- (1) The basis of preparation of the Condensed Statements of Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 July 2022 and the accompanying explanatory notes attached to this interim financial report.

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**CE TECHNOLOGY BERHAD**  
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**CONDENSED STATEMENT OF FINANCIAL POSITION<sup>(1)</sup>**

	<b>Unaudited As at 31.07.2023</b>	<b>Audited As at 31.07.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	121,138	94,098
Right-of-use assets	20,384	21,339
Intangible assets	89	149
	<u>141,611</u>	<u>115,586</u>
<b>Current assets</b>		
Inventories	13,075	15,169
Trade receivables	7,664	17,837
Other receivables, deposits and prepayments	4,410	4,503
Current tax assets	1,735	709
Cash and bank balances	17,147	30,972
	<u>44,031</u>	<u>69,190</u>
<b>TOTAL ASSETS</b>	<b><u>185,642</u></b>	<b><u>184,776</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	27,186	27,186
Retained profits	80,787	83,915
<b>Total equity attributable to owners of the Company</b>	<b><u>107,973</u></b>	<b><u>111,101</u></b>
<b>Non-current liabilities</b>		
Others Payable	2,722	-
Borrowings	20,975	17,782
Government grant	302	317
Lease liabilities	15,203	11,574
Deferred tax liabilities	5,214	6,054
	<u>44,416</u>	<u>35,727</u>
<b>Current liabilities</b>		
Trade payables	1,180	3,824
Other payables and accruals	17,602	19,115
Borrowings	9,626	10,810
Government grant	14	14
Lease liabilities	4,831	4,185
	<u>33,253</u>	<u>37,948</u>
<b>TOTAL LIABILITIES</b>	<b><u>77,669</u></b>	<b><u>73,675</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>185,642</u></b>	<b><u>184,776</u></b>
Net assets per share <sup>(2)</sup> (RM)	0.31	0.32

**Notes:**

- (1) The basis of preparation of the Condensed Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 July 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is computed based on the Company's total number of issued shares as at the end of the respective financial reporting period.

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**CE TECHNOLOGY BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY<sup>(1)</sup>**

	<b>Non- distributable Share Capital RM'000</b>	<b>Distributable Retained Profits RM'000</b>	<b>Total Equity RM'000</b>
<b><u>Unaudited financial year ended 31 July 2023</u></b>			
Opening balance as at 01.08.2022	27,186	83,915	111,101
Loss after taxation as at 31.07.2023	-	(2,540)	(2,540)
Dividend paid	-	(588)	(588)
<b>Closing balance as at 31.07.2023</b>	<b>27,186</b>	<b>80,787</b>	<b>107,973</b>
<b><u>Audited financial year ended 31 July 2022</u></b>			
Opening balance as at 01.08.2021	27,186	61,647	88,833
Profit after taxation as at 31.07.2022	-	23,998	23,998
Dividend paid	-	(1,730)	(1,730)
<b>Closing balance as at 31.07.2022</b>	<b>27,186</b>	<b>83,915</b>	<b>111,101</b>

**Note:**

(1) The basis of preparation of the Condensed Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 July 2022 and the accompanying explanatory notes attached to this interim financial report.

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**CE TECHNOLOGY BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS<sup>(1)</sup>**

	<b>CUMULATIVE PERIOD</b>	
	<b>Current Year</b>	<b>Comparative</b>
	<b>Ended</b>	<b>Year Ended</b>
	<b>31.07.2023</b>	<b>31.07.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before tax	(3,226)	27,025
Adjustments for:		
Depreciation of property, plant and equipment	5,098	4,346
Depreciation of right-of-use assets	2,035	1,042
Amortisation of government grant	(14)	(14)
Amortisation of intangible assets	59	59
Interest expense	2,817	1,433
Interest income	(717)	(129)
Inventories written off	290	41
Property, plant and equipment written off	2	11
Unrealised gain on foreign exchange	(987)	(1,483)
Loss on disposal of property, plant and equipment	51	-
Fair value gain on other payables	(127)	-
Gain on reassessment and modification of leases	(1)	(1)
Operating profit before working capital changes	5,280	32,330
Decrease in inventories	1,804	2,413
Decrease/(Increase) in trade and other receivables	10,162	(5,881)
(Decrease)/Increase in trade and other payables	(11,768)	1,537
Cash generated from operations	5,478	30,399
Tax paid	(1,180)	(5,884)
Net cash from operating activities	4,298	24,515
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	717	129
Placement of deposit pledged to a licensed bank	(40)	(1,400)
Purchase of property, plant and equipment	(12,529)	(15,943)
Purchase of right-of-use assets	(198)	(1,363)
Proceed from disposal of property, plant and equipment	155	-
Net cash used in investing activities	(11,895)	(18,577)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayments of bankers' acceptance	(5,111)	(5,061)
Repayments of term loans	(945)	(801)
Repayments of fixed loans	(292)	(163)
Drawdown of bank overdraft	3,964	-
Payments of lease liabilities	(2,757)	(2,993)
Dividends paid	(588)	(1,730)
Interest paid	(1,609)	(988)
Net cash used in financing activities	(7,338)	(11,736)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(14,935)	(5,798)
Effects of exchange rate changes on cash and cash equivalents	1,070	1,363
Cash and cash equivalents at beginning of the financial period	29,572	34,007
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>	<b>15,707</b>	<b>29,572</b>

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**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS (CONTINUED)<sup>(1)</sup>**

	<b>CUMULATIVE PERIOD</b>	
	<b>Current Year Ended 31.07.2023</b>	<b>Comparative Year Ended 31.07.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash and cash equivalents at end of the year comprised:</b>		
Deposits with a licensed bank	1,492	1,416
Cash and bank balances	15,655	29,556
Less : Placement of deposit pledged to a licensed bank	(1,440)	(1,400)
	<b>15,707</b>	<b>29,572</b>

**Note:**

(1) The basis of preparation of the Condensed Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2022 and the accompanying explanatory notes attached to this interim financial report.

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**PART A – EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 6-MONTH FPE 31 JULY 2023**

**A1 Basis of Preparation**

The interim condensed financial statements of CE Technology Berhad (“CET” or the “Company”) are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134 - Interim Financial Reporting as issued by the Malaysian Accounting Standards Board (“MASB”).

The interim financial report should be read in conjunction with the Audited Financial Statements of the Company for the financial year ended 31 July 2022.

**A2 Adoption of New MFRSs and Amendments to MFRSs**

**New MFRSs adopted during the financial year**

The Company adopted the following Standards of the MFRS Framework that were issued by the MASB during the financial year:

<b>Title</b>	<b>Effective Date</b>
<i>Annual Improvements to MFRS Standards 2018 - 2020</i>	1 January 2022
<i>Amendments to MFRS 3 Reference to the Conceptual Framework</i>	1 January 2022
<i>Amendments to MFRS 116 Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
<i>Amendments to MFRS 137 Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022

The adoption of the above Standards and Amendments did not have any material effect on the financial performance or position of the Company.

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**PART A – EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 6-MONTH FPE 31 JULY 2023 (CONTINUED)**

**A2 Adoption of New MFRSs and Amendments to MFRSs (CONTINUED)**

**New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2023**

<b>Title</b>	<b>Effective Date</b>
<i>MFRS 17 Insurance Contracts</i>	1 January 2023
<i>Initial Application of MFRS 17 and MFRS 9 - Comparative Information (Amendments to MFRS 17 Insurance Contract)</i>	1 January 2023
<i>Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements)</i>	1 January 2023
<i>Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)</i>	1 January 2023
<i>Deferred tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112 Income Taxes)</i>	1 January 2023
<i>Lease liability in a sale and leaseback (Amendments to MFRS 16 Leases)</i>	1 January 2024
<i>Classification of Liabilities as Current or Non-current (Amendments to MFRS 101 Presentation of Financial Statements)</i>	1 January 2024
<i>Non-current Liabilities with Covenants (Amendments to MFRS 101 Presentation of Financial Statements)</i>	1 January 2024
<i>Supplier Finance Arrangements (Amendments to MFRS 107 and MFRS 7)</i>	1 January 2024
<i>Amendments to MFRS 121 Lack of Exchangeability</i>	1 January 2025
<i>International Tax Reform - Pillar Two Model Rules (Amendments to MFRS 112 Income Taxes)</i>	Refer paragraph 98M of MFRS 112
<i>Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Company is in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable for the future financial years.

**A3 Auditors' Report**

There was no qualification on the audited financial statements of the Company for the financial year ended 31 July 2022.

**A4 Seasonal and Cyclical Factors**

The business operations of the Company are not materially affected by any seasonal or cyclical factors.

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

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Company during the financial period under review

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**PART A – EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 6-MONTH FPE 31 JULY 2023 (CONTINUED)**

**A6 Changes in Estimates**

There were no material changes in estimates that have a material effect on the financial period under review.

**A7 Debt and Equity Securities**

There were no changes in the debt and equity securities for the 6-month FPE 31 July 2023.

**A8 Dividend Paid**

During the financial period under review, on 28 March 2023, the Board of Directors declared a single tier first interim dividend of RM0.001 per share in respect of the financial year ended 31 July 2023. The said interim dividend amounting to RM346,112 was paid on 25 April 2023.

**A9 Segmental Reporting**

The Company is principally involved in the manufacture and sale of cleanroom gloves. As such, the revenue of the Company for the current financial period under review and the financial period to date is derived entirely from its sale of cleanroom gloves.

The Company is licensed by the Ministry of International Trade and Industry for the manufacture and sale of cleanroom products / critical environment products such as cleanroom gloves, cleanroom face masks, cleanroom wipers and cleanroom coveralls.

The Company currently produces various categories of cleanroom gloves which are used by the semiconductor and niche life sciences industries which require additional protection from micro contamination and electro-static discharge during their operational activities.

The Company's revenue as segmented by countries that it shipped its products to are set out below:

Country/Region	Unaudited			
	Current year 6-month period ended 31 July 2023		Preceding year corresponding 6-month period ended 31 July 2022	
	RM'000	%	RM'000	%
USA	9,950	38.89	22,686	42.10
Malaysia <sup>(3)</sup>	3,936	15.39	5,633	10.45
ASEAN <sup>(1)</sup>	2,810	10.98	4,763	8.84
Europe	2,771	10.83	9,606	17.82
China	1,537	6.01	4,524	8.39
Japan	1,175	4.59	1,939	3.60
Others <sup>(2)</sup>	3,405	13.31	4,742	8.80
	<b>25,584</b>	<b>100.00</b>	<b>53,893</b>	<b>100.00</b>

**Notes:**

- (1) ASEAN comprises Singapore, Thailand and Vietnam.
- (2) Others include Hong Kong, South Korea, South Africa, Taiwan and India.
- (3) The majority of the sales in Malaysia amounting to 15.39% are actually to two key foreign owned customers who have a procurement center in Malaysia and they will re-export the goods in consolidation with other products to their customers mainly in USA and Europe.

**PART A – EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 6-MONTH FPE 31 JULY 2023 (CONTINUED)**

**A10 (Loss)/Profit before taxation**

(Loss)/Profit before taxation for the 6-month FPE 31 July 2023 is arrived at after charging/(crediting):-

	<b>Unaudited</b>	
	<b>Current year 6- month period ended 31 July 2023 RM'000</b>	<b>Preceding year corresponding 6- month period ended 31 July 2022 RM'000</b>
Auditors' remuneration	48	53
Directors' remuneration	376	953
Loss/(Gain) on foreign exchange		
-realised	1,078	(680)
-unrealised	(2,438)	(1,266)
Interest income	(324)	(74)

**A11 Valuation of property, plant and equipment**

There was no valuation on property, plant and equipment during the 6-month FPE 31 July 2023.

**A12 Material Events after the End of the Reporting Period**

There were no other material events subsequent to the end of the current financial period.

**A13 Contingent Liabilities and Contingent Assets**

The Company has the following contingent liability as at 31 July 2023:

	<b>RM'000</b>
Secured:	
Bank guarantees given by a financial institution for:	
- Utility deposit	1,497

The bank guarantees are secured by first party first legal charges over the long-term leasehold land and certain buildings of the Company.

There were no contingent assets as at the date of this interim report.

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**PART A – EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE 6-MONTH FPE 31 JULY 2023 (CONTINUED)**

**A14 Capital Commitments**

**RM'000**

Capital expenditure in respect of construction of buildings and equipment-  
in-progress

- Contracted but not provided for 5,467

**A15 Significant related party transactions**

There were no significant related party transactions in the financial period under review.

**A16 Financial Liabilities**

The Company has not entered into any derivatives and does not have any financial liabilities.

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**PART B – ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS**

**B1 Review of Performance**

**Current 6-month period vs. preceding year corresponding 6-month period**

The Company's revenue decreased by RM28.31 million or 52.5% from RM53.89 million (6-month FPE 31 July 2022) to RM25.58 million for the current 6-month FPE 31 July 2023. The decrease in revenue is mainly attributable to:

- (i) the decrease in the utilisation of the Company's production capacity in both the front-end and back-end operations due to global economy slowdown in particular the semiconductor industries which have been experiencing a boom in the past 10 years and as a result caused an excess of inventory of semiconductor products;
- (ii) the geopolitical uncertainty in particular the western region such as USA and Europe which have been the major markets for the company; and
- (iii) the reduction of the selling price to the customers as a result of lower raw material cost which is the main component of the product cost.

For the 6-month FPE 31 July 2023, the Company's gross profit ("GP") decreased by approximately RM12.24 million or 73.3% from RM16.69 million (6-month FPE 31 July 2022; GP margin: 31.0%) to RM4.45 million (GP margin: 17.4%) for the 6-month FPE 31 July 2023. The decrease in GP and GP margin were mainly due to the following:

- (i) lower revenue recorded in the current financial period as explained above;
- (ii) higher fixed overhead cost per unit of goods produced due to the inability to achieve the economies of scale with reduced production output in both the front-end and back-end operations; and
- (iii) higher depreciation cost due to under utilisation of the additional new facilities.

The Company recorded loss before tax ("LBT") of RM5.64 million for the current 6-month ended 31 July 2023, representing a decrease of RM18.79 million or 142.9% as compared to RM13.15 million profit before tax ("PBT") achieved during the preceding corresponding financial period.

The loss before tax ("LBT") in the current financial period was mainly attributable to:-

- (i) lower revenue recorded as explained above;
- (ii) lower gross profit recorded as explained above;
- (iii) higher administrative expenses due to increased depreciation of additional new buildings;
- (iv) a one-time cost of RM5.70 million incurred for a new product design failure which has now been rectified and the company expects sales from this new product to be able to contribute positively to future profits;
- (v) higher finance costs on interest incurred from borrowings for the expansion plans.

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**B2 Commentary on Prospects**

The Company's current capacity for high-end cleanroom gloves is 43 million pieces per month. Going forward, the Company plans to carry out the following business plan / strategies:

- (i) to leverage on the Company's in-house R&D capability and state-of-the-art facilities to produce more stringent and high-end varieties of cleanroom gloves in particular the Sterile Class 10 & 100 cleanroom gloves for use in the life sciences industries to meet new and future requirements in particular Aseptic applications;
- (ii) to launch a new range of electro-static discharge (ESD) Class 100 cleanroom gloves which are in demand by amongst others, the wafer fabrication, nano technology and aerospace industries;
- (iii) to continue increasing the Company's manufacturing capacities for both the front-end and back-end operations via the setting-up of additional raw nitrile gloves manufacturing and a new and state of the art cleanroom post-processing capacity at its own land near the Company's existing manufacturing facilities. The company have also given a notice to terminate the tenancy of a rented premises that house its second post-processing cleanroom facilities as its fully owned new cleanroom post facility is expected to be ready by the end of the first quarter of the FYE 2024.

As at the date of this announcement, the additional front end manufacturing capacity has been partially completed with the commissioning of the first additional higher capacity line. In view of the current challenging environment, the second higher capacity line is only expected to be commissioned by February 2024, while the third higher capacity line is to be deferred commissioning to May 2024. The reason for the deferment is due to the current market uncertainties and slower global market demand.

The Certificate and Compliance (CCC) for the new cleanroom processing facilities (Plant D) is expected to be obtained by end October 2023.

The total estimated investment of around RM115 million on the capacity expansion is being financed through a combination of internally generated funds and borrowings from financial institutions. The increase in investment cost is mainly due to significant increase in the cost of building and engineering materials besides much higher labour costs.

Upon full completion of the above expansion plans, the Company's cleanroom post-processing capacity is expected to increase from 43 million pieces a month to a maximum of approximately 83 million pieces a month. This represents an approximate four-fold increase in capacity as compared to prior to the Company's listing on the LEAP Market of Bursa Securities of 20 million pieces a month.

The Company's new state-of-the-art cleanroom post processing facilities (Plant D) is also equipped with an in-house microbiological testing laboratory which has the capability to carry out a full range of very detailed and specific tests for its sterile cleanroom gloves required by end users in the high-end Life Sciences industries such as biotech, pharmaceutical, labtech, nutraceutical, foodtech, etc.

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- (iv) to explore opportunities of diversifying into the manufacturing and sales of other cleanroom products / critical environment products which we are licensed to manufacture and are synergistic to our existing business such as cleanroom face masks, cleanroom wipers and cleanroom coveralls. This intended expansion in the Company's product line-up is part of the Company's plan to become a one-stop centre of providing critical environment solutions and supplying a wide range of cleanroom products to the critical environment industries in response to the needs and enquiries for such products from existing customers.

Barring any unforeseen circumstances, the Board of Directors of the Company is of the opinion that the prospects of the Company's financial performance will remain good and favourable.

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**PART C – OTHER INFORMATION**

**C1 Status of Corporate Proposals**

There was no corporate proposal announced but pending completion as at the date of this report.

**C2 Material Litigation**

The Company was not engaged in any material litigation as at the date of this report.

**C3 Dividend**

There was no dividend proposed by the Board of Directors of the Company as at the date of this report.

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