



CPE TECHNOLOGY BERHAD
Registration No.: 202101015732 (1416032-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30
SEPTEMBER 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 ⁽¹⁾

Items	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter	Preceding Year Corresponding Quarter	Current Period-to-date	Preceding Year Corresponding Period-to-date
	30 September 2024	30 September 2023	30 September 2024	30 September 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Revenue	29,293	22,697	29,293	22,697
Cost of sales	(20,859)	(16,580)	(20,859)	(16,580)
Gross Profit	8,434	6,117	8,434	6,117
Other income	10	237	10	237
Other gains/ (losses), net	(4,020)	(5)	(4,020)	(5)
Selling and marketing expenses	(609)	(629)	(609)	(629)
General and administrative expenses	(2,319)	(2,271)	(2,319)	(2,271)
Operating profit	1,496	3,449	1,496	3,449
Finance income	1,625	148	1,625	148
Finance costs	(133)	(397)	(133)	(397)
Finance income/(costs) , net	1,492	(249)	1,492	(249)
Profit Before Tax	2,988	3,200	2,988	3,200
Tax expense	(704)	(633)	(704)	(633)
Profit After Tax	2,284	2,567	2,284	2,567
Other comprehensive income for the financial period, net of tax:				
Currency translation differences	(2,021)	(302)	(2,021)	(302)
Total comprehensive income for the financial period	263	2,265	263	2,265
Basic earnings per share (sen) ⁽²⁾	0.34	0.51	0.34	0.51
Diluted earnings per share (sen) ⁽³⁾	0.34	0.51	0.34	0.51



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D)
(1)

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Group's audit financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.
- (2) Basic EPS for preceding year corresponding quarter and preceding year corresponding period-to-date period ended 30 September 2024 are computed based on profit attributable to owners of CPE Technology Berhad divided by weighted average number of ordinary shares in issue.
- (3) The diluted EPS of the Group for preceding year corresponding quarter and preceding year corresponding period-to-date period ended 30 September 2024 is equivalent to the basic EPS as the Group does not have any convertible options at the end of the reporting period.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024 ⁽¹⁾

	As at 30 September 2024 (Unaudited) RM'000	As at 30 June 2024 (Audited) RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	55,695	56,802
Right-of-use assets	2,308	2,375
Deferred tax assets	265	278
Deposits with licensed banks	3,899	893
	62,167	60,348
CURRENT ASSETS		
Inventories	47,898	45,176
Receivables, deposits and prepayments	21,250	20,989
Contract assets	99	118
Current tax receivable	3,521	2,997
Other investments	20,104	-
Deposits, cash and bank balances	188,389	213,948
	281,261	283,228
CURRENT LIABILITIES		
Payables and accrued liabilities	12,187	11,328
Current tax provision	3,290	2,753
Borrowings	3,579	4,635
Lease liabilities	805	805
	19,861	19,521
NET ASSETS	323,567	324,055
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	263,757	263,757
Capital reorganisation reserves	(86,215)	(86,215)
Currency translation reserves	3,710	5,731
Retained profits	132,930	130,646
Shareholders' equity	314,182	313,919
NON-CURRENT LIABILITIES		
Borrowings	5,388	5,881
Lease liabilities	1,464	1,528
Deferred tax liabilities	2,533	2,727
	9,385	10,136
	323,567	324,055
Net assets per share (sen) ⁽²⁾	0.48	0.48



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024 (CONT'D) ⁽¹⁾

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.
- (2) In the calculation of net assets per ordinary share is calculated based on the Company's enlarged number of ordinary shares as at 30 September 2024 of 671,314,791 ordinary shares (30 June 2024: 671,314,791 shares).

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 ⁽¹⁾

<u>Audited</u>	Share capital	Capital reorgani- sation reserve	Currency translation reserve	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 July 2023	91,397	(86,215)	5,233	127,273	137,688
<u>Total Comprehensive Income:</u>					
- Net profit for the financial period	-	-	-	11,093	11,093
- Other comprehensive income for the financial period, net of tax	-	-	498	-	498
	-	-	498	11,093	11,591
<u>Transaction with Owners of the Company</u>					
Issuance of shares pursuant to Initial Public Offerings	179,577	-	-	-	179,577
Share issuances expenses	(7,217)	-	-	-	(7,217)
Dividend paid	-	-	-	(7,720)	(7,720)
	172,360	-	-	(7,720)	164,640
As at 30 June 2024	263,757	(86,215)	5,731	130,646	313,919
<u>Unaudited</u>					
As at 1 July 2024	263,757	(86,215)	5,731	130,646	313,919
<u>Total Comprehensive Income:</u>					
- Net profit for the financial period	-	-	-	2,284	2,284
- Other comprehensive income for the financial period, net of tax	-	-	(2,021)	-	(2,021)
	-	-	(2,021)	2,284	263
As at 30 September 2024	263,757	(86,215)	3,710	132,930	314,182



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 ⁽¹⁾

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 ⁽¹⁾

	CUMULATIVE QUARTER	
	Current Period-to-date	Preceding Year Corresponding Period-to-date
	30 September 2024	30 September 2023
	RM'000	RM'000
OPERATING CASH FLOWS		
Profit after taxation	2,988	3,200
Adjustments for:		
Property, plant and equipment:		
- depreciation	1,942	1,958
Amortisation of right-of-use assets	187	198
Finance income	(1,625)	(148)
Finance costs	133	397
Fair value gain on other investments	(90)	-
Unrealised foreign exchange loss	4,710	651
Provision for slow moving inventories	254	158
	8,499	6,414
Changes in working capital:		
Inventories	(2,976)	1,957
Receivables	(261)	3,944
Contract assets	19	73
Payables	859	(7,843)
Cash generated from operations	6,140	4,545
Tax paid	(884)	(1,587)
Net operating cash flow	5,256	2,958
INVESTING CASH FLOWS		
Property, plant and equipment		
- purchases	(835)	(632)
Interest received	1,611	143
Other investments	(20,000)	-
Additional fixed deposits pledged	(3,000)	-
Net investing cash flow	(22,224)	(489)

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D) ⁽¹⁾

	CUMULATIVE QUARTER	
	Current Period-to-date	Preceding Year Corresponding Period-to-date
	30 September 2024	30 September 2023
	RM'000	RM'000
FINANCING CASH FLOWS		
Interest paid	(133)	(398)
Repayments of term loans	(146)	(227)
Repayment of trust receipts	-	(327)
Repayments of hire-purchase liabilities	(1,403)	(1,597)
Repayments of lease liabilities	(184)	(292)
Net financing cash flow	(1,866)	(2,841)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(18,834)	(372)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	213,948	52,719
EFFECT OF CHANGES IN EXCHANGE RATES OF CASH AND CASH EQUIVALENTS	(6,725)	(486)
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	188,389	51,861

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.

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A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

A1. BASIS OF PREPARATION

This condensed consolidated interim financial report has been prepared in accordance with MFRS 134 – *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (MASB) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes to the interim financial report.

A2. Significant Accounting Policies

The significant accounting policies and presentations adopted by our Group are consistent with those adopted in the financial statements for the year ended 30 June 2024, except for the adoption of the following standards which are effective for annual periods beginning on and after 1 July 2024.

(i) Financial year beginning on or after 1 July 2024:

Amendments to MFRS 101 'Classification of Liabilities as Current or Non-current Liabilities and Deferral of Effective Date' (2021 Amendments) and 'Non-current Liabilities with Covenants' (2022 Amendments)	Effective 1 January 2024
Amendments to MFRS 16 "Leases" on 'Lease Liability in a Sale and Leaseback'	Effective 1 January 2024
Amendments to MFRS 107 and MFRS 7 on Supplier-Finance Arrangements	Effective 1 January 2024
Amendments to MFRS 121 on 'Lack of Exchangeability'	Effective 1 January 2025
Amendments to MFRS 9 and MFRS 7 on 'Amendments to the Classification and Measurement of Financial Instrumentation'	Effective 1 January 2026
MFRS 18 'Presentation and Disclosure in Financial Statements' replaces MFRS 101 'Presentation of Financial Statements'	Effective 1 January 2027
MFRS 19 'Subsidiaries without Public Accountability: Disclosure'	Effective 1 January 2027

The adoption of abovementioned new MFRS and amendments of MFRS do not have material impact on the interim financial statements of our Group

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A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D)

A3. Audit Qualification

There was no audit qualification on the annual financial statements of the Company and our Group for the year ended 30 June 2024.

A4. Seasonality of Operations

Our Group's business operations are not affected by any seasonal trends.

A5. Unusual and Material Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

Save as disclosed in Note B1 and Note B2 below, there were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current period ended 30 September 2024.

A6. Material Changes in Estimates

There were no material changes in estimates that have a material affect in the current period ended 30 September 2024.

A7. Debt and Equity Securities

There were no issuance and repayment of debts and equity security, share buy-backs, share cancellation, share held as treasury shares by the Company during the current period ended 30 September 2024.

A8. Dividend Paid

There were no dividend paid during the current period ended 30 September 2024.

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A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D)

A9 Segmental Information

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter	Preceding Year Corresponding Quarter	Current Period-to-date	Preceding Year Corresponding Period-to-date
	30 September 2024	30 September 2023	30 September 2024	30 September 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
<u>Revenue from contracts with customers:</u>				
- Sales of goods	26,683	20,047	26,683	20,047
- Rendering of services	2,610	2,650	2,610	2,650
	29,293	22,697	29,293	22,697
<u>Revenue from contracts with customers by geographical locations:</u>				
- Singapore	13,542	4,409	13,542	4,409
- United States of America	10,592	13,259	10,592	13,259
- Malaysia	3,948	3,952	3,948	3,952
- Japan	675	372	675	372
- Italy	242	381	242	381
- Thailand	211	144	211	144
- Germany	41	122	41	122
- Switzerland	33	-	33	-
- China	8	-	8	-
- Romania	1	1	1	1
- Portugal	-	57	-	57
	29,293	22,697	29,293	22,697

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A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D)
A9 Segmental Information (Cont'D)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter	Preceding Year Corresponding Quarter	Current Period-to-date	Preceding Year Corresponding Period-to-date
	30 September 2024	30 September 2023	30 September 2024	30 September 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
<u>Revenue from contracts with customers by industry segments:</u>				
- Semiconductor	18,236	13,548	18,236	13,548
- Life science and medical devices	4,353	2,332	4,353	2,332
- Sport equipment	3,596	3,742	3,596	3,742
- Aerospace	1,633	688	1,633	688
- Sensor equipment	733	409	733	409
- Automotive	285	532	285	532
- Instrumentation	197	300	197	300
- Opto-mechanical	179	176	179	176
- Security	77	964	77	964
- General engineering industry	4	6	4	6
	29,293	22,697	29,293	22,697

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A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D)
A9 Segmental Information (Cont'D)

The Group's property, plant and equipment and right-of-use assets by geographical location, which is determined by the country in which the asset is located, is as follows:

	Unaudited	Audited
	30	30
	September	June
	2024	2024
	RM'000	RM'000
Property, plant and equipment:		
Malaysia	55,614	56,709
Singapore	81	93
	<u>55,695</u>	<u>56,802</u>
Right-of-use assets:		
Malaysia	1,067	1,073
Singapore	1,241	1,302
	<u>2,308</u>	<u>2,375</u>
	<u>58,003</u>	<u>59,177</u>

A10. Material Events Subsequent to the Statement of Financial Position Date

There were no material events subsequent to the end of the current financial year under review that have not been reflected in this condensed consolidated interim financial report.

A11. Changes in Composition of our Group

There were no changes in composition of our Group for the current period ended 30 September 2024.

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A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D)**A12. Changes in Contingent Liabilities or Contingent Assets**

There were no changes in contingent liabilities or contingent assets of a material nature as current period as at 30 September 2024.

A13. Capital Commitments

Description	RM'000
Approved and contracted for	10,000
Approved but not contracted for	-
Total	<u>10,000</u>

On 15 July 2024, Champion Precision Technology Sdn Bhd a wholly-owned subsidiary of the Company entered into a Sale and Purchase Agreement ("SPA") to acquire a piece of freehold land together with a unit of factory erected thereon amounting to RM10 million, subject to fulfilment of conditions precedent as stipulated in the SPA, to expand their current production capacity.

A14. Significant Related Party Transactions

There were no related party transactions for the current period ended 30 September 2024.

A15. Derivatives

There were no derivatives used in the current period ended 30 September 2024.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
B1. Review of Performance
Current and Cumulative Quarter ended 30 September 2024 ("Q1 FY2025")

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Period	Preceding Year	Changes	Current	Preceding Year	Changes
	Quarter	Corresponding		Period-to-date	Corresponding	
	30	30	30	30		
September	September	September	September			
	2024	2023	2024	2023		
	Unaudited	Unaudited		Unaudited	Unaudited	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	29,293	22,697	23	29,293	22,697	23
Gross Profit	8,434	6,117	27	8,434	6,117	27
Profit before tax ("PBT")	2,988	3,200	(7)	2,988	3,200	(7)

The Group recorded total revenue of approximately RM29.29 million in Q1 FY2025, mainly derived from the Semiconductor industry, which contributed RM18.24 million or 62.25% to the total revenue, followed by the Life science and medical devices industry of RM4.35 million or 14.86% and Sport equipment industry of RM3.60 million or 12.29% and Aerospace industry of RM1.63 million or 5.57% and Sensor equipment industry of RM0.73 or 2.50% and others industry RM0.74 million or 2.53%.

In Q1 FY 2025, the Group registered gross profit of RM8.43 million with gross profit margin of 28.79%, profit before tax of RM2.99 million and net profit after tax of RM2.28 million with a net profit after tax margin of 7.80%.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'D)
B1. Review of Performance (Cont'D)
Current Quarter compared with Immediate Preceding Quarter

	INDIVIDUAL QUARTER		
	Current Period	Immediate	Changes
	Quarter	Preceding Quarter	
	30 September 2024	Ended 30 June 2024	
	Unaudited	Audited	
	RM'000	RM'000	%
Revenue	29,293	23,155	27
Gross Profit	8,434	4,630	82
Profit before tax ("PBT")	2,988	3,665	(18)

The Group registered revenue of RM29.29 million and gross profit RM8.43 million in current quarter compared with the revenue of RM23.16 million and gross profit RM4.63 million in immediate preceding quarter, representing an increase of RM6.13 million or 27% in revenue and an increase of RM3.80 or 82% in gross profit.

The Group registered PBT of RM2.99 million in current quarter compared with PBT of RM3.67 million in immediate preceding quarter, representing a decrease of RM0.68 million or 18% in PBT. The decline in profit before tax (PBT) was mainly attributed to higher unrealized foreign exchange losses, driven by a significant drop in the USD exchange rate during the current quarter, influenced by broader macroeconomic challenges.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B2. Commentary on Prospects**

As we embark into FY2025, the Group is poised to benefit from the anticipated growth across key sectors such as semiconductors, life sciences, and medical devices. The Group has already seen positive momentum in Q1, partly due to an inventory replenishment cycle among several existing customers.

According to the SEMI 300mm Fab Outlook Report to 2027, global investment in 300mm fab equipment is projected to reach a record US\$400 billion from 2025 to 2027. This growth is driven by the regionalization of semiconductor fabs and the increasing demand for artificial intelligence (AI) chips in data centers and edge devices. Specifically, spending on 300mm fab equipment alone is expected to reach US\$123.2 billion in 2025, a 24% increase, and continue growing to US\$136.2 billion in 2026, a 11% increase and US\$140.8 billion in 2027 a 3% increase. These projections are reflective of broader industry trends, including rising demand for semiconductors in AI, 5G, and electric vehicles (EV), all of which contribute to increased demand for high-precision machined components in advanced semiconductor applications.

In parallel, the global medical devices market, according to Statista, the market is projected to grow at a compound annual growth rate (CAGR) of 5.68% from 2024 to 2029, reaching US\$669.7 billion by 2029. The United States will remain the largest revenue generator, contributing US\$181 billion in 2024. As demand increases and innovation continues to drive growth, the medical devices sector will remain a critical component of the global healthcare landscape.

To capitalize on these opportunities, the Group is executing a comprehensive strategic plan focused on geographic expansion, technological investment, and market diversification. A key element of this plan is the acquisition of Plant 6 in October 2024, which will significantly enhance the Group's manufacturing capacity. This new facility will enable the production of high-precision components at scale, particularly for advanced semiconductor manufacturing processes that are in increasing demand.

Meanwhile, geopolitical shifts in the U.S., Europe, and Japan are leading to increased investment in domestic semiconductor manufacturing, potentially benefiting suppliers like the Group. Specifically, the political landscape in the U.S. could also have a significant impact on semiconductor market growth, particularly through potential reshoring initiatives aimed at strengthening its domestic manufacturing. Although the specifics of future policies remain uncertain, the Group is well-positioned to adapt to these changes through strategic investments and supply chain diversification.

B3. Profit Forecast

Not applicable as no profit forecast was published.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)
B4. Taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter	Preceding Year Corresponding Quarter	Current Period-to-date	Preceding Year Corresponding Period-to-date
	30 September 2024	30 September 2023	30 September 2024	30 September 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Deferred tax	-	-	-	-
Current tax expenses				
- Current year	704	631	704	631
- Prior year	-	2	-	2
	704	633	704	633
Effective tax rate (%)	23.56	19.78	23.56	19.78
Statutory tax rate (%)				
- Malaysia	24.00	24.00	24.00	24.00
- Singapore	17.00	17.00	17.00	17.00

The group's effective tax rate is lower than Malaysia's statutory rate of 24% mainly due to tax diversity resulting from our business presence in difference countries.

B5. Status of Corporate Proposal

Save as disclosed B6, there were no corporate proposals announced by the Company but not completed as at the date of this condensed consolidated interim financial report.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)
B6. Utilisation of Proceeds from the Public Issue

The gross proceeds from the Public Issue of RM 179.58 million are expected to be used in the following manner:

N	P u r p o s e	Proposed Utilisation	Actual Utilisation	Balance	Intended Timeframe for Utilisation ⁽¹⁾	Deviation	Explanations
		RM'000	RM'000	RM'000			
1.	Acquisition of other manufacturing facilities within the vicinity or in nearby existing industrial areas including its related expenses, renovation costs, installation costs, fixture and fittings costs, furniture and equipment.	54,497	-	54,497	Within 48 months	-	-
2.	Proposed Acquisition and related expenses of Plant 6. ⁽²⁾	15,098	20	15,078	Within 21 months	-	-
3.	Purchase of new machinery and equipment and relocation of existing machinery and equipment	32,882	740	32,142	Within 48 months	-	-
4.	Repayment of bank borrowings	17,454	12,715	4,739	Within 36 months	-	-
5.	Part-financing working capital expenditure requirements	46,909	5,000	41,909	Within 24 months	-	-
6.	Part financing other capital expenditure requirements	1,422	739	683	Within 12 months	-	-
7.	Estimated listing expenses	11,315	11,315	-	Within 3 months	-	-
Total		179,577	30,529	149,048	N/A	-	-

* The presentation has been revised based on the proposed variation and extension of timeframe approved at the Extraordinary General Meeting held on 2 October 2024.

Note:-

(1) From the date of Listing of the Company.

(2) Plant 6 refers to the Property A as approved at the Extraordinary General Meeting held on 2 October 2024.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)
B7. Interest bearing bank borrowings and lease liabilities

	Unaudited 30 September 2024 RM'000	Audited 30 June 2024 RM'000
<u>Interest-bearing bank borrowings</u>		
<u>Non - current</u>		
Term loans	4,827	4,876
Hire Purchase Creditors	561	1,005
	5,388	5,881
<u>Current</u>		
Term loans	397	494
Hire Purchase Creditors	3,182	4,141
	3,579	4,635
<u>Currency Denominated In</u>		
Ringgit Malaysia ("MYR")	8,967	10,516
Singapore Dollars ("SGD")	-	-
	8,967	10,516
<u>Lease Liabilities</u>		
Non - current	1,464	1,528
Current	805	805
	2,269	2,333

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B8. Operating Profit/(Loss)

	INDIVIDUAL QUARTER	
	Current Period Quarter	Preceding Year Corresponding Quarter
	30 September 2024	30 September 2023
	RM'000	RM'000
Operating profit is arrived at after charging/(crediting):		
Interest Income	(1,625)	(148)
Interest expense	133	397
Depreciation of property, plant and equipment	1,942	1,958
Amortisation of right-of-use assets	187	198
Fair value gain on other investments	(90)	-
(Gain) / Loss on foreign exchange :		
- Realised	(599)	(646)
- Unrealised	4,710	651
Additional allowance for slow moving and obsolete inventories	254	158
Upkeep, repair and maintenance	752	676

B9. Material Litigation

Our Group is not engaged in any material litigation for the current period ended 30 September 2024.

B10. Dividend

The Board does not recommend any dividend for the current period ended 30 September 2024.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)
B11. Earnings per Share

The basic and diluted EPS for the current quarter and financial year under review is computed as follows:

	Individual Quarter		Cumulative Period	
	Current Period Quarter	Preceding Year Corresponding Quarter	Current Period-to-date	Preceding Year Corresponding Period-to-date
	30 September 2024	30 September 2023	30 September 2024	30 September 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Profit attributable to the owners of the Company	2,284	2,567	2,284	2,567
Weighted average number of ordinary shares in issue (basic) (unit)	671,315	503,486	671,315	503,486
Basic EPS (sen) ⁽¹⁾	0.34	0.51	0.34	0.51
Diluted EPS (sen) ⁽²⁾	0.34	0.51	0.34	0.51

Notes:

- (1) Computed based on profit attributable to owners of CPE Technology Berhad divided by weighted average number of ordinary shares in issue.
- (2) Diluted EPS of CPE Technology Berhad is equivalent to the basic EPS as the Group does not have convertible securities at the end of the current quarter.

B12. APPROVAL OF INTERIM FINANCIAL REPORT

The interim financial report as set out above was approved by the Board of Directors of CPE Technology Berhad in accordance with a resolution dated 20 November 2024.

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