

MCE HOLDINGS BERHAD (Registration No: 201501033021 (1158341-K))*(Incorporated In Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**
(THE FIGURES HAVE NOT BEEN AUDITED)

	As at 31.10.2024 Unaudited RM'000	As at 31.07.2024 Audited RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	50,705	46,743
Right-of-use assets	18,601	18,864
Deferred tax assets	3,528	2,730
	<u>72,834</u>	<u>68,337</u>
Current Assets		
Inventories	15,388	17,746
Trade receivables	22,873	19,307
Other receivables	2,495	2,537
Tax recoverable	1	299
Short-term investments	33,447	33,656
Cash and bank balances	21,397	15,831
Assets held for sale	33,657	33,657
	<u>129,258</u>	<u>123,033</u>
TOTAL ASSETS	<u>202,092</u>	<u>191,370</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the company		
Share capital	64,109	64,088
Reserves	68,935	65,944
	<u>133,044</u>	<u>130,032</u>
Non-controlling Interests	332	350
Total Equity	<u>133,376</u>	<u>130,382</u>
Non-Current Liabilities		
Lease liabilities	1,453	1,671
Hire purchase payables	632	684
Borrowings	14,924	11,972
Deferred tax liabilities	785	777
	<u>17,794</u>	<u>15,104</u>
Current Liabilities		
Lease liabilities	855	845
Hire purchase payables	499	477
Borrowings	1,864	2,428
Trade payables	16,482	17,107
Other payables	26,362	20,906
Tax payables	2,169	2,046
Provision for warranties	2,691	2,075
	<u>50,922</u>	<u>45,884</u>
Total Liabilities	<u>68,716</u>	<u>60,988</u>
TOTAL EQUITY AND LIABILITIES	<u>202,092</u>	<u>191,370</u>
Net assets per stock unit attributable to ordinary equity holders of the company (RM)	<u>1.0766</u>	<u>1.0524</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 July 2024.

MCE HOLDINGS BERHAD (Registration No: 201501033021 (1158341-K))*(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 OCTOBER 2024**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	3 Months Ended		3 Months Ended	
	31-Oct-24	31-Oct-23	31-Oct-24	31-Oct-23
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	41,422	41,286	41,422	41,286
Other income	454	188	454	188
Changes in inventories of finished goods	4	(1,457)	4	(1,457)
Raw material and consumables used	(21,698)	(20,873)	(21,698)	(20,873)
Purchase of trading inventories	-	-	-	-
Depreciation and amortisation	(1,141)	(1,243)	(1,141)	(1,243)
Employee benefits	(8,289)	(8,279)	(8,289)	(8,279)
Other operating expenses	(4,054)	(2,953)	(4,054)	(2,953)
Finance costs	(175)	(209)	(175)	(209)
Share of loss of associate	-	(7)	-	(7)
Profit before tax	6,523	6,453	6,523	6,453
Income tax expense	(1,696)	(1,577)	(1,696)	(1,577)
Profit for the period	4,827	4,876	4,827	4,876
Other comprehensive income :				
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	4,827	4,876	4,827	4,876
Profit attributable to:				
Equity holders of the company	4,845	4,876	4,845	4,876
Non-controlling interests	(18)	-	(18)	-
	4,827	4,876	4,827	4,876
Total comprehensive income attributable to:				
Equity holders of the company	4,827	4,876	4,827	4,876
Non-controlling interests	-	-	-	-
	4,827	4,876	4,827	4,876
Earnings per share attributable to equity holders of the company:				
Basic (sen)	3.92	3.95	3.92	3.95

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 July 2024.

MCE HOLDINGS BERHAD (Registration No: 201501033021 (1158341-K))
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NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

The following amounts have been charged/ (credited) in arriving at profit before tax:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	3 Months Ended		3 Months Ended	
	31-Oct-24	31-Oct-23	31-Oct-24	31-Oct-23
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Interest income	(391)	(149)	(391)	(149)
Interest expenses	146	196	146	196
Interest expense on lease liabilities	29	13	29	13
Depreciation	1,141	1,243	1,141	1,243
Provision for warranties	1,621	103	1,621	103
Inventories written down to net realisable value	(296)	805	(296)	805
Inventories written off	-	4	-	4
(Gain)/ loss on disposal of property, plant and equipment	36	38	36	38
(Gain)/ loss on foreign exchange				
- realised	(506)	79	(506)	79
- unrealised	401	253	401	253

Save as disclosed above and in the Condensed Consolidated Statement of Comprehensive Income, the other items required by Bursa Malaysia Securities Berhad Main Market Listing Requirements, Chapter 9, Appendix 9B are not applicable to the Group.

MCE HOLDINGS BERHAD (Registration No: 201501033021 (1158341-K))
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 OCTOBER 2024
(The figures have not been audited)

	← Attributable to Equity Holders of the Company →					
	Non-distributable		← Distributable →			
	Share capital RM'000	Capital reserve RM'000	Retained profits RM'000	Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
At 1 Aug 2024	64,088	1,006	64,938	130,032	350	130,382
Issuance of share - Exercise of warrants	21	-	-	21	-	21
Other comprehensive income	-	-	-	-	-	-
Profit for the period	-	-	4,845	4,845	(18)	4,827
Total comprehensive income for the period	-	-	4,845	4,845	(18)	4,827
Dividends to shareholders	-	-	(1,854)	(1,854)	-	(1,854)
At 31 October 2024	64,109	1,006	67,929	133,044	332	133,376
At 1 Aug 2023	64,088	1,006	52,689	117,783	-	117,783
Issuance of new share	-	-	-	-	-	-
Other comprehensive profit	-	-	-	-	-	-
Profit for the period	-	-	4,876	4,876	-	4,876
Total comprehensive profit for the period	-	-	4,876	4,876	-	4,876
Dividends to shareholders	-	-	(1,853)	(1,853)	-	(1,853)
At 31 October 2023	64,088	1,006	55,712	120,806	-	120,806

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 July 2024.

MCE HOLDINGS BERHAD (Registration No: 201501033021 (1158341-K))*(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED 31 OCTOBER 2024***(The figures have not been audited)*

	12 months ended 31-Oct-24 RM'000 (Unaudited)	12 months ended 31-Oct-23 RM'000 (Unaudited)
CASH FLOWS (FOR)/ FROM OPERATING ACTIVITIES		
Profit before tax	6,523	6,453
Adjustments for :		
Depreciation	1,141	1,243
Amortisation of golf club membership	-	-
Other interest expense	146	196
Interest expense on lease liabilities	29	13
Inventories written down to net realisable value	(296)	805
Inventories written off	-	4
Share of loss of associate	-	7
Interest income	(95)	(22)
Interest income received on short-term investments	(296)	(127)
Short term accumulated compensated absences	113	115
Provision for warranties	1,621	103
(Gain)/ loss on disposal of property, plant and equipment	36	38
Property, plant and equipment written off	4	-
Unrealised (gain)/ loss on foreign exchange	401	253
	<hr/>	<hr/>
Operating profit before working capital changes	9,327	9,081
Receivables	(3,524)	(775)
Inventories	2,654	921
Payables	3,313	5,343
	<hr/>	<hr/>
Cash generated from/ (for) operations	11,770	14,570
Tax paid	(2,066)	(1,689)
Tax refund	-	12
Interest paid	(175)	(209)
	<hr/>	<hr/>
Net cash generated from/ (for) operating activities	9,529	12,684
	<hr/>	<hr/>

MCE HOLDINGS BERHAD (Registration No: 201501033021 (1158341-K))*(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED 31 OCTOBER 2024***(The figures have not been audited)*

	12 months ended 31-Oct-24 RM'000 (Unaudited)	12 months ended 31-Oct-23 RM'000 (Unaudited)
CASH FLOWS (FOR)/ FROM INVESTING ACTIVITIES		
Interest income	95	22
Interest income received on short-term investments	296	127
Purchase of property, plant and equipment	(4,811)	(1,130)
Placement of short-term investment	209	(1,877)
Proceeds from disposal of plant and equipment	37	48
Acquisition of a subsidiary, net of cash and cash equivalents acquired	-	(98)
	<hr/>	<hr/>
Net cash (for) investing activities	(4,174)	(2,908)
	<hr/>	<hr/>
CASH FLOWS (FOR)/ FROM FINANCING ACTIVITIES		
Proceed from issuance of ordinary share	21	-
Repayment of hire purchase obligations	(135)	(224)
Repayment of lease liabilities	(208)	(113)
Dividend paid	(1,854)	(1,853)
Drawdown of term loan	2,857	-
Repayment of term loan	(470)	(439)
	<hr/>	<hr/>
Net cash (for)/ generated from financing activities	211	(2,629)
	<hr/>	<hr/>
NET INCREASE IN CASH AND CASH EQUIVALENTS	5,566	7,147
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	15,831	9,093
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<hr/> <hr/> 21,397	<hr/> <hr/> 16,240
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	21,397	16,240
Bank overdraft	-	-
	<hr/> <hr/> 21,397	<hr/> <hr/> 16,240

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 July 2024.

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NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of Preparation

This condensed consolidated interim financial statement (Condensed Report) has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The Condensed Report should be read in conjunction with the audited financial statements of MCE Holdings Berhad (‘The Group’) for the financial year ended 31 July 2024. These explanatory notes attached to the Condensed Report provide an explanation of 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 July 2024.

A2. Significant Accounting Policies

The accounting policies and presentation adopted for the interim financial statements are consistent with those adopted for the annual financial statements of the Group for the year ended 31 July 2024.

The adoption of the following new MFRSs, Amendments to MFRSs and IC Interpretation that came into effect and did not have any significant impact on the unaudited consolidated financial statements upon their initial application.

- Amendments to MFRS 16: Lease Liability in a Sale and Leaseback (effective from 1 January 2024)
- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current (effective from 1 January 2024)
- Amendments to MFRS 101: Non-current Liabilities with Covenants (effective from 1 January 2024)
- Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements (effective from 1 January 2024)

The Group has not early adopted the following new or revised standards, amendments or IC Interpretations which are applicable to the Group that have been issued by the MASB but are not yet effective for the Group’s current financial period ended 31 October 2024:

MFRS, Amendments to MFRS and IC Interpretation	Effective for annual periods beginning on or after
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 121: Lack of Exchangeability	1 January 2025
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026

The adoption of the above pronouncements will not have any financial impact to the Group.

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NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A3. Disclosure of Audit Report Qualification

The auditors' report of the Group's most recent audited financial statements for the financial year ended 31 July 2024 did not contain any qualification.

A4. Seasonal or Cyclical Factors Affecting Operations

The principal business operations of the Group are not significantly affected by any seasonal or cyclical factors.

A5. Unusual Items Affecting the 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 Group for the financial period ended 31 October 2024.

A6. Material Changes in Estimates

There were no changes in estimates that have a material effect in the current quarter.

A7. Changes in Debt and Equity Securities

There were no issuance and repayment of debt securities, share buyback, share cancellations, shares held as treasury shares and resale of treasury shares for the financial period ended 31 October 2024.

A8. Dividends Paid

- (a) On 30 October 2024, a second interim single tier dividend of 1.5 sen per ordinary share amounting to RM 1,853,746.57 was paid in respect of financial year ended 31 July 2024.

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PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A9. Segmental Reporting (Cont'd)

<u>Cumulative 3 months ended 31 October 2024</u>	Automotive Parts	Healthcare Services	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000

Revenue

Revenue	41,422	-	-	41,422
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Results

Segment results	6,714	31	-	6,740
Interest expenses				(175)
Share of loss of an associate				-
Unallocated expenses				(47)
Profit before taxation				6,523

<u>Cumulative 3 months ended 31 October 2023</u>	Automotive Parts	Healthcare Services	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000

Revenue

Revenue	41,286	-	-	41,286
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Results

Segment results	6,776	(36)	-	6,740
Interest expenses				(209)
Share of loss of an associate				(7)
Unallocated expenses				(71)
Profit before taxation				6,453

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NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A9. Segmental Reporting (Cont'd)

<u>Assets & liabilities as at 31 October 2024</u>	Automotive Parts	Healthcare Services	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000

Assets & liabilities

Segmental assets	203,404	37,397	(58,611)	182,190
Unallocated assets				19,902
Consolidated total assets				<u>202,092</u>

Segmental liabilities	81,770	10,985	(28,611)	64,147
Unallocated liabilities				4,573
Consolidated total liabilities				<u>68,717</u>

Other information

Capital expenditure	4,811	-	-	4,811
Depreciation and amortisation	1,141	-	-	1,141

No segmental information is provided on a geographical basis as the Group's activities are conducted primarily in Malaysia.

A10. Material Events Subsequent to the end of the Reporting Period

Other than those disclosed in Note B6, there were no material events subsequent to the end of the Reporting Period.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial period under review.

A12. Contingent Liabilities and Contingent Assets

The Group has no material contingent liabilities and assets as at 31 October 2024.

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NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART B – ADDITIONAL EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 Review of Performance

Comparison to preceding year corresponding quarter

For the first quarter ended 31 October 2024, the Group achieved consolidated revenue of RM36.947 million, a marginal increase of 0.33% as compared to preceding year corresponding quarter.

The Group recorded a profit after tax of RM4.827 million for the current quarter as compared to profit after tax of RM4.876 million in the preceding year corresponding quarter mainly attributed to strengthening of Ringgit Malaysia and higher interest income.

B2 Material Changes in Profit before Taxation for the Current Quarter with Immediate Preceding Quarter

	Current Quarter 31 July 2024 RM'000	Preceding Quarter 31 July 2024 RM'000
Revenue	41,422	36,947
Pre-tax profit	6,523	5,512
Pre-tax profit margin	15.75%	14.92%

For the current quarter, the Group achieved revenue of RM41.422 million which was approximately 12.11% higher than the preceding quarter ended 31 July 2024. The higher sales this quarter was due to higher in demand. The Group recorded a pre-tax profit of RM6.523 million for the quarter under review as compared to pre-tax profit of RM5.512 million in the preceding quarter. Pre-tax profit margin has increased from 14.92% to 15.75% as compared to the preceding quarter.

B3 Prospects Commentary

Our sales for first quarter of financial year 2025 improved compared with preceding quarter, primarily due to lesser number of working days in fourth quarter of financial year 2024 as one of the key customer temporarily shut down their plant for routine maintenance. The increase in sales, combined with the strengthening of Ringgit Malaysia and higher interest income in the current quarter, contributed to enhanced margin.

In addition to the several key long term contracts secured in recent months, we took a further step to strengthen MCE' global footprint and export potential by broadening our reach in India via joint venture with Abhishek Electronics Manufacturing Private Limited, a subsidiary of Abhishek Group, an investment holding company with affiliates specialising in the manufacturing and trading of automotive components. This will allow us to tap into opportunities in the rapidly growing automotive market in India.

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NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART B – ADDITIONAL EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B3 Prospects Commentary (Cont'd)

Apart from diversifying geographically, we continue to position ourselves for long-term success by enhancing our research and development capabilities to expand our product range through collaboration with Nanjing Chuhan Technology Co Ltd to exclusively develop, manufacture and market automotive millimeter-wave (mmWave) radar for domestic and global markets excluding China.

Looking ahead, we believe MCE will benefit from the global re-positioning of manufacturing facilities to ASEAN, with more car makers intending to setup assembly plant in Malaysia for instance Stellantis, Chery, Hyundai, etc which is creating new opportunities. Our capacity expansion is progressing as planned, with the construction of our MCE Auto Hub in Serendah now more than 60 percent completed and set to be operational by the second half of next year. This new facility will allow us to more than double our production capacity, enabling us to capture a larger share of both the automotive and replacement equipment markets. It will also significantly enhance our ability to design and develop more sophisticated electronic components and systems, addressing the increasing demand for next-generation vehicles both locally and internationally.

Barring unforeseen circumstances, the Board anticipates the Group to deliver a satisfactory performance in FY2025. This year marks a pivotal phase as we establish a solid foundation for transformative growth and future opportunities.

B4 Variance of Actual Profit from Forecast Profit & Shortfall on Profit Guarantee

There is no profit forecast prepared for public release and no profit guarantee provided by the Group for the current financial period.

B5 Taxation

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.10.24	31.10.23	31.10.24	31.10.23
	RM'000	RM'000	RM'000	RM'000
Income tax:				
- current year	2,486	1,680	2,486	1,680
- (Over) provision in prior years	-	-	-	-
	<u>2,486</u>	<u>1,680</u>	<u>2,486</u>	<u>1,680</u>
Deferred tax:				
- current year	(790)	(103)	(790)	(103)
Real property gain tax	-	-	-	-
Tax expense	<u>1,696</u>	<u>1,577</u>	<u>1,696</u>	<u>1,577</u>

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NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART B – ADDITIONAL EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B6 Status of Corporate Proposals

- (a) Vantage Realm Sdn Bhd, an indirect wholly-owned subsidiary of the Company, had on 26 February 2024, entered in to a conditional sale and purchase agreement with Grant Ascent Sdn. Bhd. (“GASB”), for the disposal of a piece of freehold land held under HS(D) 306627, PT 37252, Mukim Bukit Raja, Daerah Petaling, Negeri Selangor, measuring approximately 13,263.38 square metres in area, for a cash consideration of RM43,686,345. The proposal was duly approved by shareholders at the Extraordinary General Meeting held on 28 June 2024.

On 30 October 2024, Purchaser’s financier had released the Balance Disposal Consideration to the Vendor’s solicitors as stakeholder and the disposal transaction was completed on 15 November 2024 following the successful registration of the memorandum of transfer in favour of the Purchaser in respect of the Land and issuance of title with the Purchaser registered as registered proprietor of the Land.

- (b) On 12 November 2024, the Company had proposed to undertake a Private Placement of up to 10% of the total number of issued shares (excluding treasury shares, if any).

On 21 November 2024, the Company submitted the application to Bursa Securities for the listing and quotation of up to 18,533,610 Placement Shares, representing 10% of the total number of issued shares (excluding treasury shares, if any) of MCE Holdings Berhad on the Main Market of Bursa Securities and the application was approved by Bursa Securities on 25 November 2024. The issue price for the Private Placement was fixed on 29 November 2024 at RM1.48 per Placement Share.

On 10 December 2024, the Private Placement had been completed following the listing and quotation of 12,358,310 Placement Shares on the Main Market of Bursa Securities.

The issued share capital of the Company following the Private Placement is RM82,399,423.40 comprised of 135,941,414 shares fully paid.

There were no other corporate proposals announced by the Company as at the date of issue of this quarterly report.

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NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART B – ADDITIONAL EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7 Group Borrowings and Debt Securities

Group borrowings as at 31 October 2024:

	<u>RM'000</u>
(a) Secured borrowings	17,919
Unsecured borrowings	2,308
	<u>20,227</u>
(b) Short term	
- lease liabilities	855
- hire purchase payables	499
- term loan	1,864
	<u>3,218</u>
Long term	
- lease liabilities	1,453
- hire purchase payables	632
- term loan	14,924
	<u>17,009</u>
Total borrowings	<u>20,227</u>

All the above borrowings are denominated in Ringgit Malaysia.

B8 Financial Instruments

The Group enters into forward foreign exchange currencies contracts to hedge its exposure to fluctuations in foreign currency arising from purchases.

The Group has no outstanding derivative financial instruments as at 31 October 2024.

B9 Changes in Material Litigation

There was no pending material litigation as at 12 December 2024 being a date not earlier than 7 days from the date of this quarterly report.

B10 Dividends

- i) On 25 September 2024, the Board of Directors declared a second interim single-tier dividend of 1.5 sen per ordinary share, amounting to RM 1,853,746.57 in respect of the financial year ended 31 July 2024. The dividend was paid on 30 October 2024 to shareholders (Q4-FY2023: 3 sen).

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NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART B – ADDITIONAL EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B11 Earnings per Share

The basic and diluted earnings per share are calculated as follows:

(a) Basic Earnings Per Share

	3 months ended		3 months ended	
	31.10.24	31.10.23 (Restated)	31.10.24	31.10.23 (Restated)
Profit for the period attributable to ordinary equity holders of the company (RM'000)	4,845	4,876	4,845	4,876
Weighted average number of ordinary shares in issue ('000)	123,566	123,557	123,566	123,557
Basic earnings per share (sen)	3.92	3.95	3.92	3.95

(b) Diluted Earnings Per Share

	3 months ended		3 months ended	
	31.10.24	31.10.23 (Restated)	31.10.24	31.10.23 (Restated)
Profit for the period attributable to ordinary equity holders of the company (RM'000)	4,845	4,876	4,845	4,876
Weighted average number of ordinary shares in issue ('000) (Basic)	123,566	123,557	123,566	123,557
Effect of dilution due to conversion of warrants	30,456	-	30,456	-
Weighted average number of ordinary shares in issue ('000) (Diluted)	154,022	123,557	154,022	123,557
Diluted earnings per share (sen)	3.15	3.95	3.15	3.95

NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART B – ADDITIONAL EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B12 Memorandum of Understanding (“MOU”)

i) The Group had entered into Memorandum of Understandings (“MOU”) with the following strategic partners with the intention to enhance its product technology, penetrate into global market and expand its existing product range:

- a) MALAYSIA AUTOMOTIVE ROBOTICS AND IoT INSTITUTE (“MARIi”) on 9 June 2020 to collaborate on the development of Malaysian Intelligent Transport System (ITS) and other automotive technological systems that is in line with the National Automotive Policy 2020. The major elements in such collaboration include the development of various technological components that enable autonomous driving and other advanced driving capabilities for automotive and non-automotive application e.g. agricultural and consumer sector. The technological components involved are camera, sensor, Light Detection and Ranging (LIDAR), Radio Detection and Ranging (RADAR), recorder, and other electronic and mechatronic components that make up of Advanced Driver Assistance System (ADAS), automatic parking, and all kind of autonomous technology module and system. Other than the autonomous driving system, the collaboration also covers the development of various automotive technological systems and components that include functional switches, electronic control modules, digital meter cluster, and other components that are deemed crucial and strategic in the promotion of local industrial technological enhancement.

The MOU will be beneficial and will enhance the Group’s position and standing in the Industry and enable the Group to play a leading role as the preferred vendor for these technological components to be developed which is in the best interest of the Group.

As at the date of this report, there were no further development to-date.

- b) SOUNDING AUDIO INDUSTRIAL LIMITED (“SA”) on 16 June 2021 with an intention of setting forth a framework for the consultation and exchange of information and technology. The parties have agreed to enter into a definitive agreement on the development, production, marketing and supply of automotive in-vehicle infotainment system for the automotive industries located in Malaysia using the technology and technical assistance provided by SA from China. This MOU shall remain in force for duration of one (1) year and shall automatically be extended on a yearly basis.

The MOU had been automatically renewed for another 1 year to 16 June 2025.

- c) ABHISHEK BUSINESS CONSOLIDATION PRIVATE LIMITED (“ABC”) on 5 December 2023 for the purpose of consultation, cooperation and collaboration to establish an equity Joint Venture (“JV”) to develop, manufacture and market Reverse Parking Assistance Systems, Around View Monitoring, Switch Assembly and Power Window Regulators in India using and leveraging on the technology, experience provided by the Group.

MCE Ventures Sdn Bhd (“MVSb”) a wholly owned subsidiary of MCE Holdings Berhad had on 25 November 2024 entered into a Joint Venture cum Shareholder Agreement (“JVA”) with Abhishek Electronics Manufacturing Private Limited, an affiliate company of ABC subject to the terms and conditions set forth in the JVA.

As at the date of this report, there were no further development to-date.

MCE HOLDINGS BERHAD
Registration No: 201501033021 (1158341-K)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT – 1st QUARTER ENDED 31 OCTOBER 2024

PART B – ADDITIONAL EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B12 Memorandum of Understanding (“MOU”) (Cont’d)

- d) NANJING CHUHANG TECHNOLOGY CO. LTD (“NCT”) on 4 November 2024 for the purpose of establishing an equity Joint Venture (“JV”) to develop, manufacture and market Automotive Millimeter-wave Radar Sensors using and leveraging on the technology, experience and technical assistance provided by NCT from P.R.C.

As at the date of this report, there were no further development to-date.

B13 Authorized for issue

The interim financial statements were authorized by the Board of Directors in accordance with the resolution of the Directors on 18 December 2024.