

PRESS STATEMENT / SIARAN AKHBAR

(FOR IMMEDIATE RELEASE)

D'NONCE POSTS ITS BEST ANNUAL PROFIT AFTER TAX OF RM13.8 MILLION IN THE GROUP'S HISTORY, A HUGE TURNAROUND FROM PREVIOUS YEAR'S PROFIT

Georgetown, 30 June 2021 – Diversified engineering solutions provider, D'nonce Technology Berhad (“D'nonce” or the “Group”) (“天龙科技”), announced its fourth quarter (“4QFY21”) and full year (“FY21”) financial results today for the period ended 30 April 2021. To recap, D'nonce changed its financial year end to 30 April from 31 December. Hence, there are no comparative figures disclosed for the corresponding quarter of the preceding year as the last audited financial statements were for a 16-month period from 1 January 2019 to 30 April 2020.

The Group recorded a revenue of RM182.9 million in FY21. The electrical and electronics (“E&E”) sector remained the anchor contributor, accounting for RM96.0 million or 52.4% of turnover, followed by healthcare sector at RM61.0 million or 33.4%. The two key customer groups that contributed the bulk of D'nonce's turnover are multinational corporations in the E&E sector as well as major glove manufacturers that are classified under the healthcare sector.

On the other hand, D'nonce posted its best-ever profit after tax in the Group's history. FY21 record-breaking profit after tax stood at RM13.8 million, which was primarily attributed to the upsurge in demand for the supply of packaging to the healthcare sector, increase in orders from customers in E&E sector combined with the effective cost-rationalization measures implemented. For

perspective, the Group's profit after tax of RM13.8 million for 12 months ended 30 April 2021 is close to 19-fold increase over our previous 16-month period ended 30 April 2020.

Executive Director and Chief Executive Officer of D'nonce, Datuk Tho Yow Yin (拿督陶有賢) said, "We are pleased to have delivered our best-ever profit after tax performance against the backdrop of a very challenging Covid-19 pandemic environment. This is also the first time our profit after tax exceeded the RM10 million-mark. We are also delighted that we are one of the few companies in Malaysia that achieved such strong bottom-line growth during this difficult year. This is a testament to the successful execution of the business turnaround strategy implemented by the new management team who took over since July 2019."

"In the meantime, all our manufacturing facilities in Malaysia are running in accordance with the standard operating procedures ("SOPs") imposed by the Government during the current Full Movement Control Order ("FMCO"). The Group continues to undertake extra precautions that are over and above the stringent SOPs enforced by the authorities to safeguard the health and wellbeing of our employees and minimize any operational disruptions."

"Looking ahead, we will continue to ride on the twin engines of growth – E&E and healthcare sectors. The growing semiconductor industry and the immense growth in semiconductor content for various applications such as smart devices augur well for us. At the same time, we are also automating our processes and machines to further strengthen our footing for the coming financial year. In summary, the Group's prospects remain bright for FY22 premised on the above." Datuk Tho further added.

On balance sheet strength, the Group remained in a net cash position at end-April 2021 with gross cash holdings of RM40.8 million and backed by net assets of 47 sen per share.

----- end -----

About D'nonce Technology Berhad

D'nonce is a diversified engineering solutions provider with key customer base from healthcare, electrical and electronics (“E&E”), and manufacturing sectors. The Group was established in 1989 and headquartered in Penang, Malaysia with manufacturing facilities in Kelantan, Kuala Lumpur, and Johor. D'nonce was listed on the Main Market of Bursa Malaysia in 2001 and expanded its operations to Thailand in the subsequent year. The Group manufactures automation/electronic component trays, tapes and reels for printed circuit board (“PCB”) components as well as paper and plastic product packaging.

Released on behalf of D'nonce Technology Berhad by Capital Front Investor Relations.

For media enquiries, kindly contact:

Name: Kai Khoo

Email: kai@capitalfront.biz

Tel: 012-335 7148