



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

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31  
MARCH 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 MARCH 2024 <sup>(1)</sup>**

Items	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter	Preceding Year Corresponding Quarter <sup>(2)</sup>	Current Period-to-date	Preceding Year Corresponding Period-to-date <sup>(2)</sup>
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Revenue	22,438	N/A	66,915	N/A
Cost of sales	(16,180)	N/A	(48,390)	N/A
<b>Gross Profit</b>	<b>6,258</b>	<b>N/A</b>	<b>18,525</b>	<b>N/A</b>
Other income	203	N/A	611	N/A
Other gains/ (losses), net	407	N/A	122	N/A
Selling and marketing expenses	(535)	N/A	(1,750)	N/A
General and administrative expenses	(2,311)	N/A	(8,030)	N/A
<b>Operating profit</b>	<b>4,022</b>	<b>N/A</b>	<b>9,478</b>	<b>N/A</b>
Finance income	1,380	N/A	2,023	N/A
Finance costs	(158)	N/A	(893)	N/A
Finance cost, net	1,222	N/A	1,130	N/A
<b>Profit Before Tax</b>	<b>5,244</b>	<b>N/A</b>	<b>10,608</b>	<b>N/A</b>
Tax expense	(778)	N/A	(2,082)	N/A
<b>Profit After Tax</b>	<b>4,466</b>	<b>N/A</b>	<b>8,526</b>	<b>N/A</b>
<b>Other comprehensive income for the financial period, net of tax:</b>		N/A		N/A
	527		968	
Currency translation differences	527	N/A	968	N/A
<b>Total comprehensive income for the financial period</b>	<b>4,993</b>	<b>N/A</b>	<b>9,494</b>	<b>N/A</b>
<b>Basic earnings per share (sen) <sup>(3)</sup></b>	<b>0.67</b>	<b>N/A</b>	<b>1.49</b>	<b>N/A</b>
<b>Diluted earnings per share (sen) <sup>(4)</sup></b>	<b>0.67</b>	<b>N/A</b>	<b>1.49</b>	<b>N/A</b>



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 MARCH 2024 (CONT'D) <sup>(1)</sup>**

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Accountants' Report as disclosed in the prospectus of CPE Technology Berhad ("**CPE Technology**" or the "**Company**") and its subsidiaries ("**CPE Technology Group**" or the "**Group**") dated 20 November 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures for the preceding financial year's corresponding quarter and period-to-date are presented as this is the third interim financial report announced by the Group in compliance with the Main Market Listing Requirements of Bursa Securities ("**Listing Requirements**").
- (3) Basic EPS for current quarter and year-to-date period ended 31 March 2024 are computed based on profit attributable to owners of CPE Technology Berhad divided by weighted average number of ordinary shares in issue.
- (4) The diluted EPS of the Group for the current financial quarter and financial period to date ended 31 March 2024 is equivalent to the basic EPS as the Group does not have any convertible options at the end of the reporting period.

N/A Not applicable.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024 <sup>(1)</sup>**

	As at 31 March 2024 (Unaudited) RM'000	As at 30 June 2023 (Audited) RM'000
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	57,646	62,639
Right-of-use assets	3,090	3,460
Deferred tax assets	280	276
Deposits with licensed banks	888	872
	<b>61,904</b>	<b>67,247</b>
<b>CURRENT ASSETS</b>		
Inventories	44,707	53,667
Receivables, deposits and prepayments	22,059	21,586
Contract assets	152	146
Current tax receivable	2,678	220
Deposits, cash and bank balances	215,317	52,719
	<b>284,913</b>	<b>128,338</b>
<b>CURRENT LIABILITIES</b>		
Payables and accrued liabilities	6,794	17,101
Current tax provision	3,141	4,437
Borrowings	5,722	7,652
Lease liabilities	805	1,179
	<b>16,462</b>	<b>30,369</b>
<b>NET CURRENT ASSETS</b>	<b>330,355</b>	<b>165,216</b>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	263,757	91,397
Capital reorganisation reserves	(86,215)	(86,215)
Currency translation reserves	6,198	5,233
Retained profits	135,799	127,273
Shareholders' equity	<b>319,539</b>	<b>137,688</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	6,498	23,091
Lease liabilities	2,050	2,145
Deferred tax liabilities	2,268	2,292
	<b>10,816</b>	<b>27,528</b>
	<b>330,355</b>	<b>165,216</b>
Net assets per share (sen) <sup>(2)</sup>	<b>47.60</b>	<b>27.35</b>



**CPE TECHNOLOGY BERHAD**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024 (CONT'D) <sup>(1)</sup>**

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Accountants' Report as disclosed in the prospectus of the Company dated 20 November 2023 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 31 March 2024 of 671,314,791 ordinary shares (30 June 2023: 503,486,091 shares).

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 31 MARCH 2024 <sup>(1) (2)</sup>**

	Share capital RM'000	Capital reorgani- sation reserve RM'000	Currency translation reserve RM'000	Retained profits RM'000	Total RM'000
As at 1 July 2023	91,397	(86,215)	5,233	127,273	137,688
<b>Total Comprehensive Income:</b>					
- Net profit for the financial period	-	-	-	8,526	8,526
- Other comprehensive income for the financial period, net of tax	-	-	965	-	965
	91,397	(86,215)	6,198	135,799	147,179
<b>Transaction with Owners of the Company</b>					
<b>Issuance of shares pursuant to</b>					
Initial Public Offerings	179,577	-	-	-	179,577
Share issuances expenses	(7,217)	-	-	-	(7,217)
	172,360	-	-	-	172,360
As at 31 March 2024	263,757	(86,215)	6,198	135,799	319,539

Notes:

- (1) The Unaudited 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 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures for the preceding year are presented as this is the third interim financial report announced by the Group in compliance with the Listing Requirements.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE THIRD QUARTER ENDED 31 MARCH 2024 <sup>(1)</sup>**

	CUMULATIVE QUARTER	
	Current Period-to-date	Preceding Year Corresponding Period-to-date <sup>(2)</sup>
	31 March 2024	31 March 2023
	RM'000	RM'000
<b>OPERATING CASH FLOWS</b>		
Profit before taxation	10,608	N/A
Adjustments for:		
Property, plant and equipment:		
- depreciation	5,851	N/A
Amortisation of right-of-use assets	589	N/A
Finance income	(2,023)	N/A
Finance costs	892	N/A
Gain on disposal of property, plant and equipment	(12)	N/A
Unrealised foreign exchange loss	(110)	N/A
Provision for slow moving inventories	74	N/A
	15,869	N/A
Changes in working capital:		
Inventories	8,886	N/A
Receivables	(473)	N/A
Contract assets	(6)	N/A
Payables	(10,307)	N/A
Cash generated from/(used in) operations	13,969	N/A
Tax paid	(5,860)	N/A
Net operating cash flow	8,109	N/A
<b>INVESTING CASH FLOWS</b>		
Property, plant and equipment		
- purchases	(858)	N/A
Proceed from disposal of property, plant and equipment	12	N/A
Interest received	2,007	N/A
Net investing cash flow	1,161	N/A

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE THIRD QUARTER ENDED 31 MARCH 2024 (CONT'D) <sup>(1)</sup>**

	CUMULATIVE QUARTER	
	Current Period-to-date	Preceding Year Corresponding Period-to-date <sup>(2)</sup>
	31 March 2024	31 March 2023
	RM'000	RM'000
<b>FINANCING CASH FLOWS</b>		
Proceeds from issuance of shares	179,577	N/A
Payment of share issuance expenses	(7,217)	N/A
Interest paid	(893)	N/A
Repayments of term loans	(13,344)	N/A
Repayment of trust receipts	(327)	N/A
Repayments of hire-purchase liabilities	(4,852)	N/A
Repayments of lease liabilities	(688)	N/A
Net financing cash flow	152,256	N/A
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	161,526	N/A
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	52,719	N/A
EFFECT OF CHANGES IN EXCHANGE RATES OF CASH AND CASH EQUIVALENTS	1,072	N/A
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	215,317	N/A

Notes:

- (1) The Unaudited Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) No comparative figures for the preceding financial year's corresponding period-to-date is available as this is the third interim financial report announced in compliance with the Listing Requirements.

N/A Not applicable.

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**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 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.

This is the third interim financial report on the Group’s unaudited consolidated results for the third quarter ended 31 March 2024 announced by the Group in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding corresponding period.

The condensed consolidated interim financial report should be read in conjunction with the Accountants’ Report as disclosed in the prospectus of the Group dated 20 November 2023 and the accompanying explanatory notes in this report. The explanatory notes attached to this 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 our Group since the year ended 30 June 2023.

**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 2023, except for the adoption of the following standards which are effective for annual periods beginning on and after 1 July 2023.

- (i) Financial year beginning on or after 1 July 2023:

MFRS 17 ‘Insurance Contracts’	Effective 1 January 2023
Amendments to MFRS 17 ‘Insurance Contracts’	Effective 1 January 2023
Amendments to MFRS 101 ‘Presentation of Financial Statements’ and MFRS Practice Statement 2 on ‘Disclosure of Accounting Policies’	Effective 1 January 2023
Amendments to MFRS 108 ‘Accounting Policies, Changes in Accounting Estimates and Errors’ on ‘Definition of Accounting Estimates’	Effective 1 January 2023
Amendments to MFRS 112 ‘Deferred Tax related to Assets and Liabilities Arising from a Single Transaction’	Effective 1 January 2023
Amendments to MFRS 112 on International Tax Reform – Pillar Two Model Rules	Effective immediate and on 1 January 2023

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**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2024 (CONT'D)**

**A2. Significant Accounting Policies (Cont'D)**

(ii) 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

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

**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 2023.

**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 31 March 2024.

**A6. Material Changes in Estimates**

There were no material changes in estimates that have a material affect in the current period ended 31 March 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 31 March 2024.

**A8. Dividend Paid**

There was no dividend paid during the current period ended 31 March 2024.

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**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2024 (CONT'D)**

**A9 Segmental Information**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter	Preceding Year Corresponding Quarter <sup>(1)</sup>	Current Period-to-date	Preceding Year Corresponding Period-to-date <sup>(1)</sup>
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
<b><u>Revenue from contracts with customers:</u></b>				
- Sales of goods	19,926	N/A	59,286	N/A
- Rendering of services	2,512	N/A	7,629	N/A
	22,438	N/A	66,915	N/A
<b><u>Revenue from contracts with customers by geographical locations:</u></b>				
- United States of America	9,601	N/A	33,244	N/A
- Singapore	8,736	N/A	20,811	N/A
- Malaysia	3,233	N/A	10,114	N/A
- Japan	348	N/A	750	N/A
- Italy	242	N/A	955	N/A
- Thailand	162	N/A	610	N/A
- Portugal	58	N/A	228	N/A
- Germany	55	N/A	196	N/A
- Romania	2	N/A	4	N/A
- China	1	N/A	3	N/A
	22,438	N/A	66,915	N/A

Notes:

N/A means "Not applicable"

(1) No comparative figures for the preceding corresponding period are presented as this is the third interim financial report announced by CPE Technology Berhad in compliance with the Listing Requirements.

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**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 2024 (CONT'D)**
**A9 Segmental Information (Cont'D)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter	Preceding Year Corresponding Quarter <sup>(1)</sup>	Current Period-to-date	Preceding Year Corresponding Period-to-date <sup>(1)</sup>
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000
<b><u>Revenue from contracts with customers by industry segments:</u></b>				
- Semiconductor	11,552	N/A	35,581	N/A
- Life science and medical devices	5,179	N/A	12,999	N/A
- Sport equipment	2,914	N/A	9,416	N/A
- Security	708	N/A	2,264	N/A
- Aerospace	696	N/A	2,108	N/A
- Sensor equipment	606	N/A	1,494	N/A
- Automotive	289	N/A	1,232	N/A
- Opto-mechanical	255	N/A	539	N/A
- Instrumentation	223	N/A	1,260	N/A
- General engineering industry	16	N/A	22	N/A
	22,438	N/A	66,915	N/A

Notes:

N/A means "Not applicable"

(1) No comparative figures for the preceding corresponding period are presented as this is the third interim financial report announced by CPE Technology Berhad in compliance with the Listing Requirements.

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**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 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 31 March 2024 RM'000	Audited 30 June 2023 RM'000
<b>Property, plant and equipment:</b>		
Malaysia	57,541	62,508
Singapore	105	131
	57,646	62,639
<b>Right-of-use assets:</b>		
Malaysia	1,294	1,695
Singapore	1,796	1,765
	3,090	3,460
	60,736	66,099

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

Saved as disclosed in Note B5, 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 31 March 2024.

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**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 MARCH 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 31 March 2024.

**A13. Capital Commitments**

There were no contractual capital commitments subsequent to the end of the current period as at 31 March 2024.

**A14. Significant Related Party Transactions**

There were no related party transactions for the current period ended 31 March 2024.

**A15. Derivatives**

There were no derivatives used in the current period ended 31 March 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 31 March 2024 (“Q3 FY2024”)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter	Preceding Year Corresponding Quarter <sup>(1)</sup>	Current Period-to-date	Preceding Year Corresponding Period-to-date <sup>(1)</sup>
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Revenue	22,438	N/A	66,915	N/A
Gross Profit	6,258	N/A	18,525	N/A
Profit before tax (“PBT”)	5,244	N/A	10,608	N/A

Notes:

N/A means “Not applicable”

(1) No comparative figures for the preceding corresponding period are presented as this is the third interim financial report announced by CPE Technology Berhad in compliance with the Listing Requirements.

The Group recorded total revenue of approximately RM22.44 million in Q3 FY2024, mainly derived from the Semiconductor industry, which contributed RM11.55 million or 51.48% to the total revenue, followed by the Life science and medical devices industry of RM5.18 million or 23.08% and Sport equipment industry of RM2.91 million or 12.99% and Security industry of RM0.71 or 3.16% and Aerospace industry of RM0.70 million or 3.10% and others industry RM1.39 million or 6.19%.

In Q3 FY 2024, the Group registered gross profit of RM6.26 million with gross profit margin of 27.89%, profit before tax of RM5.24 million and net profit after tax of RM4.46 million with a net profit after tax margin of 19.90%.

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**B1. Review of Performance (Cont'D)**
**Current Quarter compared with Immediate Preceding Quarter**

	INDIVIDUAL QUARTER		
	Current Period Quarter	Immediate Preceding Quarter Ended	Changes
	31 March 2024	31 December 2023	
	Unaudited	Unaudited	
	RM'000	RM'000	%
Revenue	22,438	21,780	3
Gross Profit	6,258	6,150	2
Profit before tax ("PBT")	5,244	2,164	142

The Group registered revenue of RM22.44 million and gross profit RM6.26 million in current quarter compared with the revenue of RM21.78 million and gross profit RM6.15 million in immediate preceding quarter, representing an increase of RM0.66 million or 3% in revenue and an increase of RM0.11 or 2% in gross profit.

The Group registered PBT of RM5.24 million in current quarter compared with PBT of RM 2.16 million in immediate preceding quarter, representing a increase of RM3.08 million or 142% in PBT. The higher profit before tax (PBT) was mainly attributable to the increased placement of fixed deposits, resulting in higher interest income incurred during the current quarter and the one-off listing expenses of RM1.23 million incurred in the previous quarter.

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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**

The semiconductor industry faces ongoing challenges from macroeconomic and geopolitical factors, leading to unpredictable market conditions. Despite this, the Group anticipates improved performance in the next financial quarter, driven by growing demand from Japanese customers. Cautiously optimistic about 2024, the Group actively engages with potential customers while mitigating disruptions from market challenges. Industry forecasts suggest a rebound in 2024, fueled by automotive and AI applications.

Our Plant 5 has commenced operations, with 52 autohate machines relocated from Plants 2 and 3 to alleviate congestion and prepare space for future CNC machines. Projections from organisations like World Semiconductor Trade Statistics and Internation Data Corporation support a positive outlook, prompting the Group to pursue new opportunities and enhance production capacity and operational efficiencies to drive revenue growth.

**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 <sup>(1)</sup>	Current Period-to-date	Preceding Year Corresponding Period-to-date <sup>(1)</sup>
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Current tax expenses				
- Current year	1,126	N/A	2,428	N/A
- Prior year	(348)	N/A	(346)	N/A
	778	N/A	2,082	N/A
Effective tax rate (%)	21.47	N/A	22.89	N/A
Statutory tax rate (%)				
- Malaysia	24.00	N/A	24.00	N/A
- Singapore	17.00	N/A	17.00	N/A

Note:

N/A means "Not applicable"

(1) No comparative figures for the preceding corresponding period are presented as this is the third interim financial report announced by CPE Technology Berhad in compliance with the Listing Requirements.

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 below, 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	Purpose	Proposed Utilisation	Actual Utilisation	Balance	Intended Timeframe for Utilisation <sup>(1)</sup>	Deviation	Explanations
		RM'000	RM'000	RM'000			
1.	Acquisition of the New Industrial Lands and construction of the New Plants	69,595	-	69,595	Within 36 months	-	-
2.	Purchase of new machinery and equipment and relocation of existing machinery and equipment	32,882	-	32,882	Within 36 months	-	-
3.	Repayment of bank borrowings	17,454	12,715	4,739	Within 36 months	-	-
4.	Part-financing working capital expenditure requirements	46,909	-	46,909	Within 24 months	-	-
5.	Part financing other capital expenditure requirements	1,422	2	1,420	Within 12 months	-	-
6.	Estimated listing expenses	11,315	11,315	-	Within 3 months	-	-
Total		179,577	24,032	155,545	N/A	-	-

Note:-

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

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**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**

	<b>Unaudited</b>
	<b>31 March 2024</b>
	<b>RM'000</b>
<b><u>Interest-bearing bank borrowings</u></b>	
<b><u>Non - current</u></b>	
Term loans	4,931
Hire Purchase Creditors	1,567
	6,498
<b><u>Current</u></b>	
Term loans	586
Hire Purchase Creditors	5,136
	5,722
<b><u>Currency Denominated In</u></b>	
Ringgit Malaysia ("MYR")	12,220
<b><u>Lease Liabilities</u></b>	
Non - current	2,050
Current	805
	2,855

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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 <sup>(1)</sup>
	31 March 2024	31 March 2023
	RM'000	RM'000
Operating profit/(loss) is arrived at after charging/(crediting):		
Interest Income	2,023	N/A
Interest expense	(893)	N/A
Depreciation of property, plant and equipment	5,851	N/A
Amortisation of right-of-use assets	589	
Gain on foreign exchange	110	N/A
Upkeep, repair and maintenance	1,546	N/A

N/A means "Not applicable"

(1) No comparative figures for the preceding corresponding period are presented as this is the third interim financial report announced by CPE Technology Berhad in compliance with the Listing Requirements.

**B9. Material Litigation**

Our Group is not engaged in any material litigation for the current period ended 31 March 2024.

**B10. Dividend**

The Board does not recommend any dividend for the current period ended 31 March 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 <sup>(1)</sup>	Current Period-to-date	Preceding Year Corresponding Period-to-date <sup>(1)</sup>
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Profit attributable to the owners of the Company	4,466	N/A	8,526	N/A
Weighted average number of ordinary shares in issue (basic) (unit)	671,315	N/A	573,669	N/A
Basic EPS (sen) <sup>(2)</sup>	0.67	N/A	1.49	N/A
Diluted EPS (sen) <sup>(3)</sup>	0.67	N/A	1.49	N/A

Notes:

- (1) No comparative figures for the preceding corresponding period are presented as this is the third interim financial report announced by CPE Technology Berhad in compliance with the Listing Requirements.
- (2) Computed based on profit attributable to owners of CPE Technology Berhad divided by weighted average number of ordinary shares in issue.
- (3) 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 23 May 2024.

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