THIS STATEMENT TO THE SHAREHOLDERS OF CPE TECHNOLOGY BERHAD ("CPE" OR THE "COMPANY") IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.

If you are in any doubt as to the course of action to be taken, you should consult your stockbroker, bank manager, solicitor, accountant or other professional advisers immediately.

Bursa Malaysia Securities Berhad ("**Bursa Securities**") has not perused the contents of this Statement in relation to the Proposed Renewal of Share Buy-Back Authority (as defined herein) prior to its issuance pursuant to Practice Note 18 of the Main Market Listing Requirements of Bursa Securities.

Bursa Securities takes no responsibility for the contents of this Statement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Statement.

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

STATEMENT TO SHAREHOLDERS IN RELATION TO THE

SHARE BUY-BACK STATEMENT IN RELATION TO THE PROPOSED RENEWAL OF AUTHORITY FOR THE COMPANY TO PURCHASE ITS OWN SHARES ("PROPOSED RENEWAL OF SHARE BUY-BACK")

The above proposal will be tabled as Special Business at CPE Technology Berhad's Fifth Annual General Meeting ("5th AGM")will be held at **Le Grandeur Palm Resort, Jalan Persiaran Golf, Off Jalan Jumbo, 81250 Senai, Johor Darul Takzim** on **Friday, 20 November 2026** at **3.15 p.m.** The notice of the 5th AGM and the Form of Proxy are set out in the 2026 Annual Report despatched together with this Statement, and the Form of Proxy is available to be downloaded from the Company's website at www.cpetbhd.com.

A member entitled to attend and vote at the 5th AGM is entitled to appoint a proxy or proxies to vote on his/her behalf. In such event, the Proxy Form should be completed and deposited at the office of the Share Registrar of the Company situated at Vistra Investor & Issuing House Services Sdn. Bhd. (formerly known as Tricor Investor & Issuing House Services Sdn. Bhd.) ("**Vistra**"), at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia or the drop box located at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia not less than 48 hours before the time for holding the 5th AGM or adjourned meeting at which the person named in the instrument proposes to vote. Please refer to the procedure as set out in the Administrative Guide for the lodgement of proxy form. The lodgement of the Proxy Form will not preclude you from attending and voting in person at the 5th AGM should you subsequently wish to do so.

Last date and time for lodging the Proxy Form	:	Wednesday, 18 November 2026 at 3.15 p.m.
Date and time of the AGM	:	Friday, 20 November 2026 at 3.15 p.m.

This Statement is dated 22 October 2026.

DEFINITIONS

Except where the context otherwise requires, the following definitions shall apply throughout this Statement:

Act	:	Companies Act 2016, as amended from time to time including any re-enactment thereof
AGM	:	Annual general meeting of the Company
Board	:	The Board of Directors of CPE
Bursa Securities	:	Bursa Malaysia Securities Berhad (Registration No. 200301033577 (635998-W))
Code	:	The Malaysian Code on Take-overs and Mergers 2016 and any amendments made thereto from time to time
Constitution	:	The Constitution of CPE
CPE or the Company	:	CPE Technology Berhad (Registration No. 202101015732 (1416032-X))
CPE Group or the Group	:	Collectively, the Company and its subsidiaries
CPE Shares or the Shares	:	Ordinary shares in CPE
Statement	:	This Statement to Shareholders in relation to the Proposed Renewal of Share Buy-Back Authority
Directors	:	Directors of the Company for the time being and shall have the meaning ascribed to it in Section 2(1) of the Act and Section 2(1) of the Capital Markets and Services Act 2007 and Director shall be construed accordingly
EPS	:	Earnings per Share
FYE	:	Financial year ended / ending 30 June, as the case may be
Listing Requirements	:	Main Market Listing Requirements of Bursa Securities, including any amendments that may be made from time to time
LPD	:	25 September 2026, being the latest practicable date prior to the printing of this Statement
Major Shareholders	:	A person who has an interest or interests in one or more voting shares in the Company and the number or aggregate number of those shares, is: - a) 10% or more of the total number of voting shares in the Company; or b) 5% or more of the total number of voting shares in the Company where such person is the largest shareholder of the Company. For the purposes of this definition, “interest in shares” shall have the same meaning given in Section 8 of the Act.
Market Day(s)		A day on which the stock market of Bursa Securities is open for trading in securities
NA	:	Net assets

Proposed Renewal of Share Buy-Back	:	Proposed renewal of the authority for the Company to purchase its own shares of up to ten percent (10%) of the total number of issued shares of the Company
Person(s) Connected		Pursuant to Paragraph 1.01 of the Listing Requirement, a person connected in relation to a Director or Major Shareholder is a person who falls under any one of the following categories: a) a family member of the Director or Major Shareholder which shall include the spouse, parent, child (including adopted child and stepchild), brother or sister; b) a trustee of a trust (other than a trustee for a share scheme for employees or pension scheme) under which the Director, Major Shareholder or a family member of the Director or Major Shareholder is the sole beneficiary; c) a partner of the Director or Major Shareholder, or a partner of a person connected with that Director or Major Shareholder; d) a person, or where the person is a body corporate, the body corporate or its directors, who is/are accustomed or under an obligation, whether formal or informal, to act in accordance with the directions, instructions or wishes of the Director or Major Shareholder; e) a person, or where the person is a body corporate, the body corporate or its directors, in accordance with whose directions, instructions or wishes the Director or Major Shareholder is accustomed or is under an obligation, whether formal or informal, to act; f) a body corporate in which the Director, Major Shareholder or o persons connected with him are entitled to exercise, or control the exercise of, not less than 20% of the votes attached to voting shares in the body corporate; or g) a body corporate which is a related corporation of the Director or Major Shareholder.
Purchased Shares	:	Shares purchased by the Company pursuant to the Proposed Renewal Share Buy- Back
RM and sen	:	Ringgit Malaysia and sen respectively
SC		Securities Commission Malaysia
Statement		This statement to shareholders dated 22 October 2026 in relation to the Proposed Renewal of Share Buy-Back
Substantial Shareholder		A person who has an interest or interests in one or more voting shares in the Company and the number or the aggregate number of such shares is not less than 5% of the total number of all the voting shares included in the Company as defined under Section 136 of the Act
Treasury Shares		The Shares purchased by the Company which are or will be retained in treasury and shall have the meaning given under Section 127(4)(b) of the Act
Rules	:	Rules on Take-Overs, Mergers and Compulsory Acquisitions, 2016 as amended from time to time and any re-enactment thereof
Shareholders	:	Registered holders of CPE Shares
VWAP	:	Volume weighted average price

All references to "CPE" or "our Company" in this Statement are to CPE Technology Berhad, reference to "CPE Group" or "Group" are to the Company and its subsidiaries and references to "we", "us", "our" and "ourselves" are to our Company, and where the context otherwise requires, shall include our subsidiaries. All references to "you" in this Statement are to the Shareholders of the Company.

In this Statement, words referring to the singular shall, where applicable, include the plural and vice versa and words importing the masculine gender shall, where applicable, include the feminine and neuter genders and vice versa. References to persons shall include corporations, unless otherwise specified.

Any reference in this Statement to any enactment is a reference to that enactment as for the time being amended or re-enacted. Any reference to time and date in this Statement shall be a reference to Malaysian time and date, unless otherwise stated. Any discrepancies in the tables between the actual figures, amounts stated and the totals in this Statement are, unless otherwise explained, due to rounding.

Certain statements in this Statement may be forward-looking in nature, which are subject to uncertainties and contingencies. Forward-looking statements may contain estimates and assumptions made by the Board after due enquiry, which are nevertheless subject to known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements to differ materially from the anticipated results, performance or achievements expressed or implied in such forward-looking statements. In light of these and other uncertainties, the inclusion of a forward-looking statement in this Statement should not be regarded as a representation or warranty that the Company's plans and objectives will be achieved.

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EXECUTIVE SUMMARY

This Executive Summary only highlights the key information of the Proposed Renewal of Share Buy-Back Authority. It does not contain all the information that may be important to you. You should read and understand the contents of the whole Statement for further details before voting at the AGM.

Summary
Summary of the Proposed Renewal of Share Buy-Back Authority Proposed share buy-back authority of up to 10% of the total number of issued Shares of CPE and the Board wishes to seek Shareholders' approval on Proposed Renewal of Share Buy-Back Authority at the forthcoming Annual General Meeting 2026. Please refer to **Section 2** of this Statement for further information.
Rationale of the Proposed Renewal of Share Buy-Back **(i)** utilise surplus financial resources of the Group that are not immediately required for other uses, to repurchase Shares from the open market at market prices deemed favourable by the Board; and **(ii)** if the Purchased Shares are subsequently cancelled, long-term investors are expected to enjoy a corresponding increase in the value of their investments in the Company, together with the proportionate strengthening of the EPS of the Group. Please refer to **Section 3** of this Statement for further information.
Approvals required The Proposed Renewal of Share Buy-Back Authority is subject to the approval of the Shareholders at the forthcoming AGM. Please refer to **Section 6** of this Statement for further information.
Interests of Directors, major Shareholders and/or persons connected with them Save for the proportionate increase in the percentage of shareholdings and/or voting rights of the Shareholders pursuant to the Proposed Renewal of Share Buy-Back Authority, none of the Directors, major shareholders and/or persons connected with them have any interest, whether direct or indirect, in the Proposed Renewal of Share Buy-Back Authority. Please refer to Section 7 of this Statement for further information.
Directors' Statement and Recommendation The Board, after having considered all aspects of the Proposed Renewal of Share Buy-Back Authority, including but not limited to the rationale, justification and effects, is of the opinion that the Proposed Renewal of Share Buy-Back Authority is in the best interests of the Company. Accordingly, the Board recommends that you **VOTE IN FAVOUR** of the resolution pertaining to the Proposed Renewal of Share Buy-Back Authority to be tabled at the forthcoming AGM. Please refer to Section 8 of this Statement for further information.

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

Registered Office

L2-02, 1 Medini Hub
Persiaran Medini Utara 3
Medini Iskandar
79000 Nusajaya, Johor
Malaysia

22 October 2026

Board of Directors

Ang Seng Wong (Independent Non-Executive Chairman)
Lee Chen Yeong (Executive Director cum Group Chief Executive Officer)
Mu Woon Chai (Executive Director)
Hun Jiang Yann (Executive Director cum Group Chief Financial Officer)
Foo Ming (Non-Independent Non-Executive Director)
Lai Hooi Yim (Independent Non-Executive Director)
Liew Chee Kar (Independent Non-Executive Director)
Tham Wei Mei (Independent Non-Executive Director)

To: The Shareholders

Dear Sir / Madam

PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY

1. INTRODUCTION

On 21 October 2026, the Board announced that the Company proposes to seek its Shareholders' approval for the authority to purchase up to 10% of the total number of issued Shares under the Proposed Renewal of Share Buy-Back. The Board obtained its first Shareholders' approval on 1 December 2025 via its Extraordinary General Meeting ("EGM") and the Board wishes to seek Shareholders' approval on Proposed Renewal of Share Buy-Back Authority at the forthcoming Annual General Meeting 2026.

THE PURPOSE OF THIS STATEMENT IS TO PROVIDE YOU WITH RELEVANT INFORMATION ON THE PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY AND TO SET OUT THE VIEWS AND RECOMMENDATION OF THE BOARD AS WELL AS TO SEEK YOUR APPROVAL FOR THE RESOLUTION TO BE TABLED AT THE FORTHCOMING ANNUAL GENERAL MEETING ("AGM"). THE NOTICE OF THE AGM AND THE PROXY FORM ARE ENCLOSED IN THIS STATEMENT.

YOU ARE ADVISED TO READ AND CAREFULLY CONSIDER THE CONTENTS OF THIS STATEMENT TOGETHER WITH THE APPENDICES CONTAINED HEREIN BEFORE VOTING ON THE RESOLUTION TO GIVE EFFECT TO THE PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY AT THE FORTHCOMING AGM.

2. DETAILS OF THE PROPOSED RENEWAL OF SHARE BUY-BACK

At the last EGM held on 1 December 2025, the Company had obtained shareholders' approval to purchase up to 10% of the total issued and paid-up share capital of the Company.

As at the LPD, the Company has not purchased any of its own Shares and does not hold any treasury shares.

The Company proposes to seek approval from its shareholders at the forthcoming 5th AGM for the Proposed Renewal of Share Buy-Back. The Proposed Renewal of Share Buy-Back shall be effective upon the passing of the ordinary resolution to be tabled at the forthcoming 5th AGM of the Company and will continue to be in force until:-

(i) the conclusion of the next AGM of the Company following the forthcoming 5th AGM at which the ordinary resolution for the Proposed Renewal of Share Buy-Back is passed, at which time it shall lapse unless by an ordinary resolution passed at the meeting, the authority is renewed, either unconditionally or subject to conditions; or

(ii) the expiration of the period within which the next AGM of the Company after that date is required by law to be held; or

(iii) the authority is revoked or varied by ordinary resolution passed by the shareholders of the Company in a general meeting;

whichever occurs first.

2.1. Maximum number of percentage of CPE Shares to be purchased

The maximum aggregate number of Shares which may be purchased by the Company shall not exceed 10% of the total number of issued Shares at any point in time.

As at the LPD, the issued share capital of the Company is RM 865,996,080.39 comprising 671,314,791 Shares, and the Company does not hold any treasury shares.

As an illustrative, the maximum number of Shares that may be repurchased pursuant to the Proposed Share Buy-Back is 67,131,479 Shares, as follows:

	No. of Shares
Issued Shares as at the LPD	671,314,791
Maximum number of Shares that may be repurchased pursuant to the Proposed Share Buy-Back	**67,131,479**

The Board will ensure at all times that the Proposed Renewal of Share Buy-Back complies with Paragraph 12.09 of the Listing Requirements.

2.2. Maximum amount of funds to be allocated and the source of funds

Pursuant to Paragraph 12.10(1) of the Listing Requirements, the Proposed Renewal of Share Buy-Back must be made wholly out of the retained profits of the Company.

The maximum funds to be allocated by the Company for the Proposed Renewal of Share Buy-Back shall not exceed the total retained profits of the Company at the time of purchase. Accordingly, our Directors shall allocate an amount of funds which will not be more than the total retained profits of the Company in respect of any purchase of Shares pursuant to the Proposed Renewal of Share Buy-Back.

The retained earnings at the Company-level, based on the latest audited financial statements for the FYE 30 June 2026 is as follows:

Company Level	**Audited as at 30 June 2026 (RM'000)**
Retained Profits	15,923

The funding for the Proposed Renewal of Share Buy-Back will be sourced from internally generated funds and/or external bank borrowings.

The actual amount of funds to be utilised for the Proposed Renewal of Share Buy-Back, as well as the number and timing of Shares to be purchased, will be determined at a later date and will depend on, among others, the prevailing market conditions and sentiment, as well as the retained profits and financial resources available to the Group.

The Proposed Renewal of Share Buy-Back, if funded via internally generated funds, is not expected to have a material impact on the Company's cash flow position.

In the event that the Proposed Renewal of Share Buy-Back is funded through external bank borrowings, the Board will ensure that the Company has sufficient funds to repay such borrowings and that such repayment will not have any material effect on the Company's cash flow position.

In addition, the Board will ensure that the Company satisfies the solvency test as stated in Section 112(2) of the Act before execution of the Proposed Renewal of Share Buy-Back.

2.3. Treatment of Purchased Shares

Pursuant to Section 127 of the Act, the Board may, at its discretion, deal with the Purchased Shares in the following manner:

(i) cancel the Purchased Shares;

(ii) retain the Purchased Shares as treasury shares, which may be distributed as share dividends to the Shareholders and/or resold through Bursa Securities in accordance with the relevant rules of Bursa Securities and/or be transferred under an employees' share scheme and/or transferred as purchase consideration and/or be cancelled subsequently; or

(iii) to retain part of the Purchased Shares as treasury shares and cancel the remainder.

The decision whether to retain the Purchased Shares as treasury shares, or to cancel the Purchased Shares or a combination of both, will be made by the Board at the appropriate time.

Pursuant to Section 127(8) of the Act, if the Purchased Shares are held as treasury shares, the rights attached to them in relation to voting, dividends and participation in any other distribution and otherwise shall be suspended.

Pursuant to Section 127(9) of the Act, the treasury shares shall not be taken into account in calculating the number or percentage of shares, or of a class of shares in the Company for any purposes including substantial shareholding, takeovers, notices, the requisitioning of meetings, the quorum for a meeting and the result of a vote on a resolution at meetings.

The Company will make an immediate announcement to Bursa Securities of any purchase or resale of Shares and whether the Purchased Shares will be cancelled, retained as treasury shares or a combination of both.

2.4. Pricing

Pursuant to Paragraph 12.17 of the Listing Requirements, the Company may only purchase its own Shares at a price, which is not more than 15% above the VWAP for the 5 market days immediately preceding the date of any purchase(s).

In addition, pursuant to Paragraph 12.18 of the Listing Requirements, the Company may only resell or transfer any treasury shares on Bursa Securities pursuant to Section 127(7) of the Act at:

(i) a price not less than the VWAP of CPE Shares for the 5 market days immediately before the resale or transfer; or

(ii) a discounted price of not more than 5% to the VWAP of CPE Shares for the immediately before the resale or transfer, provided that:

(a) the resale or transfer takes place not earlier than 30 days from the date of the purchase; and

(b) the resale or transfer price is not less than the cost of the Purchased Shares being resold or transferred.

2.5. Details of purchase of Shares or any resale, transfer and/or cancellation of treasury shares in the previous 12 months

The Company does not hold any treasury shares and has not undertaken any purchase of Shares or any resale, transfer and/or cancellation of treasury shares during the 12 months up to the LPD.

2.6. Public shareholding spread

The Proposed Renewal of Share Buy-Back will be carried out in accordance with the prevailing laws at the time of the purchase including compliance with the 25% public shareholding spread as required under Paragraph 8.02(1) of the Listing Requirements.

As at the LPD, the public shareholding spread of the Company was 43.07%.

The Board will ensure that the public shareholding spread of 25%, excluding treasury shares (if any) is complied at all times and will not carry out the Proposed Share Buy-Back if the said purchase will result in non-compliance of the Listing Requirements in relation to public shareholding spread.

2.7. Implications of the Proposed Renewal of Share Buy-Back on the Code and the Rules

Pursuant to the Code and the Rules, if a person, together with persons acting in concert with him (if any), who holds more than 33% but less than 50% of the voting shares of a company and who as a result of a purchase by the company of its own voting shares, increases his holding in any period of 6 months by an additional two percent (2%) or more of the voting

shares of the company, he and the persons acting in concert would be obliged to undertake a mandatory offer under the Rules pursuant to the Code to acquire the remaining shares not already held by them.

Notwithstanding the above, he and the persons acting in concert are allowed to make an application to the Securities Commission Malaysia for a waiver from implementing a mandatory offer under the Rules pursuant to the Code.

The Company intends to implement the Proposed Renewal of Share Buy-Back in a manner that will not result in any of the Shareholders having to undertake a mandatory offer pursuant to the Code.

In this respect, the Board will be mindful of the requirements of the Code when implementing the Proposed Renewal of Share Buy-Back.

2.8. Potential advantages and disadvantages of the Proposed Renewal of Share Buy-Back

The potential advantages and disadvantages of the Proposed Renewal of Share Buy-Back are as follows:

Potential advantages:

(i) expected to stabilise the supply and demand of the Shares, thereby supporting the fundamental value of the Shares;

(ii) provides greater flexibility for the Company in managing its capital structure and dividend policy;

(iii) Purchased Shares may be held as treasury shares and resold on Bursa Securities at higher prices thereby realising a potential gain without affecting the total issued share capital of the Company; and

(iv) any treasury shares distributed as share dividends would serve to reward the Shareholders.

Potential disadvantages:

(i) reduces the financial resources of the Group and may limit its ability to pursue investment opportunities that may arise in the future; and

(ii) may reduce the financial resources available for dividend distribution as the Proposed Renewal of Share Buy-Back can only be made out of the retained profits of the Company.

The Board will remain mindful of the interests of the Company and its Shareholders when undertaking the Proposed Renewal of Share Buy-Back and in any subsequent resale of treasury shares on Bursa Securities, if undertaken.

3. RATIONALE FOR THE PROPOSED RENEWAL OF SHARE BUY-BACK

The Proposed Renewal of Share Buy-Back is undertaken for the following purposes:

(a) to utilise surplus financial resources of the Group that are not immediately required for other uses, to repurchase Shares from the open market at market prices deemed favourable by the Board; and

(b) if the Purchased Shares are subsequently cancelled, long-term investors are expected to enjoy a corresponding increase in the value of their investments in the Company, together with the proportionate strengthening of the EPS of the Group.

4. EFFECTS OF THE PROPOSED RENEWAL OF SHARE BUY-BACK

4.1. Share Capital

The effects of the Proposed Renewal of Share Buy-Back on the issued share capital of the Company will depend on the treatment of the Purchased Shares.

The Proposed Renewal of Share Buy-Back will reduce the total number of issued share capital of the Company if the Purchased Shares are cancelled.

For illustration, based on the issued share capital of the Company as at the LPD and on the assumption that the Purchased Shares are cancelled, are set out below:

	No. of Shares	**RM**
Issued Shares as at the LPD	671,314,791	865,996,080.39
Assuming the Purchased Shares are cancelled	(67,131,479)	86,599,608.04
Issued share capital after the Proposed Renewal of Share Buy-Back	604,183,312	779,396,472.35

The Proposed Renewal of Share Buy-Back will not have any effect on the total number of issued Shares of the Company if all of the Purchased Shares are to be retained as treasury shares, resold, transferred or distributed to the Shareholders of the Company.

4.2. NA

The effects of the Proposed Renewal of Share Buy-Back on the NA per share of the Group will depend on the number of Shares purchased by the Company, the purchase price of such Shares, whether the Purchased Shares are cancelled or retained as treasury shares and the funding cost (if any) as follows:

(i) Purchased Shares retained as treasury shares

In the event that all Purchased Shares are retained as treasury shares, the NA of the Group would decrease by the purchase cost of the treasury shares, as treasury shares are required to be carried at cost and offset against equity.

If the Purchased Shares are resold on Bursa Securities, the NA of the Group would increase if a gain is realised from the resale, and vice versa.

If the Purchased Shares are distributed as share dividends, the NA of the Group would decrease by the cost of the treasury shares.

(ii) Purchased Shares are cancelled

If the Purchased Shares are cancelled, the Proposed Share Buy-Back will reduce the NA per Share if the purchase price per Share exceeds the NA per Share at the time of purchase, and vice versa.

4.3. Earnings and EPS

Assuming that the Purchased Shares are cancelled, the Proposed Renewal of Share Buy-Back may increase the EPS of the Group.

Similarly, on the assumption that the Purchased Shares are retained as treasury shares and subsequently resold, the effect on earnings of the Group will depend on the actual selling price, the number of treasury shares resold and the effective gain arising therefrom.

In the event the Purchased Shares are held as treasury shares, the reduction in the total number of issued Shares of the Company pursuant to the Proposed Share Buy-Back would, all else being equal, result in an increase in the consolidated EPS of the Company.

Notwithstanding the above, the actual impact will depend on the purchase price(s) of the Shares, the number of Shares purchased, the effective funding cost (if any), or any loss in interest income to the Company and the opportunity cost in relation to other investment opportunities.

4.4. Gearing

The effects of the Proposed Share Buy-Back on the gearing of the Group will depend on the proportion of borrowings utilised to fund the purchase of the Purchased Shares.

At this juncture, the Company has not determined whether borrowings will be used for the purpose of the Proposed Renewal of Share Buy-Back.

4.5. Working Capital

The Proposed Renewal of Share Buy-Back, as and when implemented, will reduce the working capital and cashflow of the Group, the extent of which will depend on, among others, the number of Purchased Shares, purchase price(s) and any associated cost incurred for the purchase of the Shares.

In the event that the treasury shares are subsequently resold on Bursa Securities, the working capital of the Group will increase upon the receipt of the resale proceeds.

4.6. Dividends

The Proposed Renewal of Share Buy-Back is not expected to adversely affect the Company's ability to pay dividends, as the Board will take into consideration the Company's profit, cash flow and the capital commitments before proposing any dividend payment.

However, the Board will have the option of distributing the treasury shares as share dividends to the Shareholders of the Company.

4.7. Directors and Substantial Shareholders' shareholdings

The Purchased Shares that are to be retained as treasury shares and/or cancelled will result in a proportionate increase in the percentage shareholdings of the Directors and substantial shareholders of the Company.

The effects of the Proposed Renewal of Share Buy-Back on the Directors' and substantial shareholders' percentage of shareholdings in the Company are illustrated as follows:

	As at the LPD				After the Proposed Renewal of Share Buy-Back			
	Direct		Indirect		Direct		Indirect	
	No. of Shares	(1)%	No. of Shares	%	No. of Shares	(1)%	No. of Shares	%
Director, major shareholder and chief executive								
Lee Chen Yeong	193,240,846	28.79	-	-	193,240,846	31.98	-	-
Directors and major shareholders								
Foo Ming	113,537,328	16.91	-	-	113,537,328	18.79	-	-
Mu Woon Chai	75,374,917	11.23	-	-	75,374,917	12.48	-	-
Directors								
Ang Seng Wong	-	-	-	-	-	-	-	-
Hun Jiang Yann	200,000	0.03	-	-	200,000	0.03	-	-
Lai Hooi Yim	-	-	-	-	-	-	-	-
Liew Chee Kar	-	-	-	-	-	-	-	-
Tham Wei Mei	-	-	-	-	-	-	-	-

Notes :

(1) Computed based on 671,314,791 Shares as at the LPD.

(2) Computed based on 604,183,312 Shares, assuming the maximum of 67,131,479 Shares are repurchased by the Company pursuant to the Proposed Renewal of Share Buy-Back.

5. HISTORICAL SHARE PRICES

The monthly highest and lowest market prices of CPE Shares as transacted on Bursa Securities for the past 12 months preceding the date of this Statement are as follows:

	High RM	Low RM
2025		
October	0.88	0.73
November	0.82	0.62
December	0.62	0.51
2026		
January	0.57	0.50
February	0.51	0.43
March	0.47	0.35
April	0.81	0.37
May	0.88	0.75
June	0.86	0.73
July	1.05	0.79
August	1.27	0.98
September	1.39	1.10
Last transacted market price on 20 October 2026, being the last market day immediately prior to the announcement of the Proposed Renewal of Share Buy-Back Authority	1.22	
Last transacted market price on the LPD	1.29	

(Source : www.investing.com)

6. APPROVALS REQUIRED

The Proposed Renewal of Share Buy-Back Authority is subject to the approval of the Shareholders at the forthcoming AGM.

The Proposed Renewal of Share Buy-Back Authority is not conditional upon any other proposals undertaken or to be undertaken by the Company.

7. INTERESTS OF DIRECTORS, MAJOR SHAREHOLDERS AND/OR PERSONS CONNECTED WITH THEM

Save for the proportionate increase in the percentage of shareholdings and/or voting rights of the Shareholders pursuant to the Proposed Renewal of Share Buy-Back, none of the Directors, major shareholders and/or persons connected with them have any interest, whether direct or indirect, in the Proposed Renewal of Share Buy-Back Authority.

8. DIRECTORS' STATEMENT AND RECOMMENDATION

The Board, after having considered all aspects of the Proposed Renewal of Share Buy-Back Authority, including but not limited to the rationale, justification and effects, is of the opinion that the Proposed Renewal of Share Buy-Back Authority is in the best interests of the Company.

Accordingly, the Board recommends that you vote in favour of the resolution pertaining to the Proposed Renewal of Share Buy-Back Authority to be tabled at the forthcoming AGM.

9. AGM

The AGM will be held at Le Grandeur Palm Resort, Jalan Persiaran Golf, Off Jalan Jumbo, 81250 Senai, Johor Darul Takzim on the date and time indicated below or at any adjournment thereof. The Notice of AGM together with the Proxy Form and this Statement are available at the Company's website at www.cpetbhd.com.

Day, date and time of the AGM : Friday, 20 November 2026 at 3.15 p.m.

If you are not able to participate and vote at the AGM, you may complete the Proxy Form and deposit it at the office of the Share Registrar of the Company, Vistra Investor & Issuing House Services Sdn Bhd (formerly known as Tricor Investor & Issuing House Services Sdn. Bhd.) ("**Vistra**"), at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur or the drop box located at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur on or before the date and time indicated below or at any adjournment thereof.

The Proxy Form may also be submitted electronically via Vistra Share Registry and IPO (MY) portal ("The Portal") at https://srmy.vistra.com/ not less than forty-eight (48) hours before the time set for holding the AGM or at any adjournment thereof. The lodging of the Proxy Form will not preclude you from attending, participating, speaking and voting in person at the AGM should you subsequently wish to do so.

10. FURTHER INFORMATION

You are advised to refer to **Appendix I** of this Statement for further information.

Yours faithfully,
For and on behalf of the Board of
CPE TECHNOLOGY BERHAD

LEE CHEN YEONG
Executive Director cum Group Chief Executive Officer

APPENDIX I – FURTHER INFORMATION

1. DIRECTORS' RESPONSIBILITY STATEMENT

This Statement has been seen and approved by the Board and the Directors collectively and individually accept full responsibility for the completeness and accuracy of the information contained in this Statement and confirm that, after having made all reasonable enquiries and to the best of their knowledge and belief, there are no false or misleading statements or information contained in this Statement or other facts, the omission of which would make any statement in this Statement false or misleading.

2. MATERIAL COMMITMENTS AND CONTINGENT LIABILITIES

Material commitments

As at the LPD, the Board confirmed that there are no material commitments incurred or known to be incurred by the Group that have not been provided for, which upon becoming due or enforceable, may have a material impact on the financial position or financial performance of the Group.

Contingent liabilities

As at the LPD, the Board confirmed that there are no contingent liabilities incurred or known to be incurred by the Group which, upon becoming due or enforceable, may have a material impact on the financial position or financial performance of the Group.

3. MATERIAL LITIGATION, CLAIMS AND ARBITRATION

As at the LPD, the Group is not involved in any material litigation, claims or arbitration and the Board confirmed that there are no proceedings pending or threatened involving the Group, or of any facts likely to give rise to any such proceedings which might materially affect the business or financial position of the Group.

4. DOCUMENTS AVAILABLE FOR INSPECTION

Copies of the following documents are available for inspection at the registered office of the Company at L2-02, 1 Medini Hub, Persiaran Medini Utara 3, Medini Iskandar, 79000 Nusajaya, Johor, Malaysia during normal business hours from Monday to Friday (except public holidays) following the date of this Statement up to and including the date of the forthcoming AGM:

(i) Constitution

(ii) audited consolidated financial statements of the Company for the FYE 30 June 2026 and 30 June 2025;