

**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 30.04.2025	As at 31.07.2024
	Unaudited	Audited
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	73,263	46,743
Right-of-use assets	18,921	18,864
Deferred tax assets	3,113	2,730
	<u>95,297</u>	<u>68,337</u>
<b>Current Assets</b>		
Inventories	16,468	17,746
Trade receivables	19,545	19,307
Other receivables	3,691	2,537
Current tax assets	303	299
Short-term investments	89,644	33,656
Cash and bank balances	19,651	15,831
Assets classified as held for sale	-	33,657
	<u>149,302</u>	<u>123,033</u>
<b>TOTAL ASSETS</b>	<u>244,599</u>	<u>191,370</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the company</b>		
Share capital	85,508	64,088
Reserves	84,586	65,944
	<u>170,094</u>	<u>130,032</u>
<b>Non-controlling Interests</b>	<u>235</u>	<u>350</u>
<b>Total Equity</b>	<u>170,329</u>	<u>130,382</u>
<b>Non-Current Liabilities</b>		
Lease liabilities	1,861	1,671
Hire purchase payables	1,142	684
Term loans	22,372	11,972
Deferred tax liabilities	713	777
	<u>26,088</u>	<u>15,104</u>
<b>Current Liabilities</b>		
Lease liabilities	859	845
Hire purchase payables	1,163	477
Term loans	3,318	2,428
Trade payables	14,373	17,107
Other payables & accruals	25,464	20,906
Current tax liabilities	182	2,046
Provision for warranties	2,823	2,075
	<u>48,182</u>	<u>45,884</u>
<b>Total Liabilities</b>	<u>74,270</u>	<u>60,988</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>244,599</u>	<u>191,370</u>
Net assets per stock unit attributable to ordinary equity holders of the company (RM)	<u>1.2165</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))**  
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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 APRIL 2025**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTERS</b>	
	<b>3 Months Ended</b>		<b>9 Months Ended</b>	
	<b>30-Apr-25</b> <b>RM'000</b> <b>(Unaudited)</b>	<b>30-Apr-24</b> <b>RM'000</b> <b>(Unaudited)</b>	<b>30-Apr-25</b> <b>RM'000</b> <b>(Unaudited)</b>	<b>30-Apr-24</b> <b>RM'000</b> <b>(Unaudited)</b>
Revenue	36,805	37,386	112,514	118,717
Other income	876	265	9,648	706
Changes in inventories of finished goods	(758)	(1,609)	151	(2,645)
Raw material and consumables used	(18,315)	(19,413)	(57,563)	(64,701)
Purchase of trading inventories	(318)	(422)	(318)	(422)
Depreciation and amortisation	(1,001)	(1,165)	(3,209)	(3,555)
Employee benefits	(7,636)	(8,120)	(24,295)	(21,695)
Other operating expenses	(3,118)	(3,329)	(11,229)	(9,726)
Finance costs	(202)	(203)	(582)	(616)
Share of loss of associate	-	-	-	(10)
Profit before tax	6,333	3,390	25,117	16,053
Income tax expense	(306)	(985)	(4,736)	(4,253)
Profit for the period	<b>6,027</b>	<b>2,405</b>	<b>20,381</b>	<b>11,800</b>
Other comprehensive income :				
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<b>6,027</b>	<b>2,405</b>	<b>20,381</b>	<b>11,800</b>
Profit attributable to:				
Equity holders of the company	6,077	2,417	20,496	11,817
Non-controlling interests	(50)	(12)	(115)	(17)
	<b>6,027</b>	<b>2,405</b>	<b>20,381</b>	<b>11,800</b>
Total comprehensive income attributable to:				
Equity holders of the company	6,027	2,405	20,381	11,800
Non-controlling interests	-	-	-	-
	<b>6,027</b>	<b>2,405</b>	<b>20,381</b>	<b>11,800</b>
Earnings per share attributable to equity holders of the company:				
Basic (sen)	4.43	1.96	15.66	9.56
Diluted (sen)	3.68	1.96	12.76	9.56

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

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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		9 Months Ended	
	30-Apr-25	30-Apr-24	30-Apr-25	30-Apr-24
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Interest income	(818)	(245)	(1,948)	(602)
Interest expenses	167	184	486	570
Interest expense on lease liabilities	35	19	96	46
Depreciation	1,000	1,164	3,208	3,554
Amortisation of golf club membership	1	1	1	1
Loss on re-measurement to fair value	-	-	-	231
Bargain purchase	-	-	-	(11)
Provision for warranties	570	829	3,079	1,360
Inventories written down to net realisable value	305	(175)	289	1,789
Inventories written off	2	-	2	77
(Gain)/ loss on disposal of property, plant and equipment	-	63	36	122
(Gain)/ loss on disposal of asset held for sale	-	-	(7,523)	-
Gain on lease modification	(3)		(26)	
(Gain)/ loss on foreign exchange				
- realised	(49)	179	(344)	354
- unrealised	(175)	(147)	18	160

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 30 APRIL 2025**  
(The figures have not been audited)

	Attributable to Equity Holders of the Company					
	Share capital RM'000	Capital reserve RM'000	Retained profits RM'000	Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
<b>At 1 Aug 2024</b>	64,088	1,006	64,938	130,032	350	130,382
Issuance of shares						
- Exercise of warrants	3,130	-	-	3,130	-	3,130
- Issuance of new shares	18,290	-	-	18,290	-	18,290
	21,420	-	-	21,420	-	21,420
Other comprehensive income	-	-	-	-	-	-
Profit for the period	-	-	20,496	20,496	(115)	20,381
Total comprehensive income for the period	-	-	20,496	20,496	(115)	20,381
Dividends to shareholders	-	-	(1,854)	(1,854)	-	(1,854)
<b>At 31 January 2025</b>	<b>85,508</b>	<b>1,006</b>	<b>83,580</b>	<b>170,094</b>	<b>235</b>	<b>170,329</b>
<b>At 1 Aug 2023</b>	<b>64,088</b>	<b>1,006</b>	<b>52,689</b>	<b>117,783</b>	<b>-</b>	<b>117,783</b>
Issuance of new share	-	-	-	-	-	-
Acquisition of a subsidiary	-	-	-	-	407	407
Total changes in ownership interests in subsidiaries	-	-	-	-	407	407
Other comprehensive income	-	-	-	-	-	-
Profit for the period	-	-	11,817	11,817	(17)	11,800
Total comprehensive income for the period	-	-	11,817	11,817	(17)	11,800
Dividends to shareholders	-	-	(3,706)	(3,706)	-	(3,706)
<b>At 31 January 2024</b>	<b>64,088</b>	<b>1,006</b>	<b>60,800</b>	<b>125,894</b>	<b>390</b>	<b>126,284</b>

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))**  
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE QUARTER ENDED 30 APRIL 2025**  
(The figures have not been audited)

	<b>9 months ended 30-Apr-25 RM'000</b>	<b>9 months ended 30-Apr-24 RM'000</b>
	(Unaudited)	(Unaudited)
<b>CASH FLOWS (FOR) FROM OPERATING ACTIVITIES</b>		
Profit before tax	25,117	16,053
Adjustments for :		
Depreciation	3,208	3,554
Amortisation of golf club membership	1	1
Other interest expense	486	570
Interest expense on lease liabilities	96	46
Inventories written down to net realisable value	289	1,789
Inventories written off	2	116
Share of loss of associate	-	10
Interest income	(261)	(71)
Interest income received on short-term investments	(1,687)	(531)
Short term accumulated compensated absences	130	84
Fair value gain on short-term investments	-	-
Gain on disposal of assets held for sale	(7,523)	-
Gain on lease modification	(26)	-
Provision for warranties	3,079	1,360
(Gain)/ loss on disposal of property, plant and equipment	36	122
Property, plant and equipment written off	37	-
Unrealised (gain)/ loss on foreign exchange	18	160
Loss on re-measurement to fair value	-	231
Bargain purchase	-	(11)
Operating profit before working capital changes	23,002	23,483
Receivables	(3,899)	6,411
Inventories	985	3,990
Payables	(653)	893
Cash generated from/ (for) operations	19,435	34,777
Tax paid	(7,079)	(3,830)
Tax refund	26	15
Interest paid	(582)	(616)
Net cash generated from/ (for) operating activities	11,800	30,346

**MCE HOLDINGS BERHAD (Registration No: 201501033021 (1158341-K))**  
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE QUARTER ENDED 30 APRIL 2025**  
(The figures have not been audited)

	<b>9 months ended 30-Apr-25 RM'000 (Unaudited)</b>	<b>9 months ended 30-Apr-24 RM'000 (Unaudited)</b>
<b>CASH FLOWS (FOR) FROM INVESTING ACTIVITIES</b>		
Interest income	261	71
Interest income received on short-term investments	1,687	531
Purchase of property, plant and equipment	(27,102)	(6,505)
Placement of short-term investment	(55,988)	(12,431)
Proceeds from disposal of assets held for sale	43,686	-
Proceeds from disposal of plant and equipment	37	171
Disposal of a subsidiary, net cash disposed of	-	400
Acquisition of a subsidiary, net of cash and cash equivalents acquired	-	452
 Net cash (for) investing activities	 (37,419)	 (17,311)
<b>CASH FLOWS (FOR) FROM FINANCING ACTIVITIES</b>		
Proceed from issuance of ordinary share	21,420	-
Repayment of hire purchase obligations	(688)	(615)
Repayment of lease liabilities	(728)	(352)
Dividend paid	(1,854)	(3,706)
Drawdown of term loan	15,569	-
Repayment of term loan	(4,280)	(897)
 Net cash (for) generated from financing activities	 29,439	 (5,570)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	3,820	7,465
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	 15,831	 9,093
 <b>CASH AND CASH EQUIVALENTS COMPRIZE:</b>	 19,651	 16,558
Cash and bank balances	19,651	16,558
Bank overdraft	-	-
 <b>CASH AND CASH EQUIVALENTS COMPRIZE:</b>	 19,651	 16,558

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 – 3<sup>rd</sup> QUARTER ENDED 30 APRIL 2025**

**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 undertaken early adoption of 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 30 April 2025:

<b>MFRS, Amendments to MFRS and IC Interpretation</b>	<b>Effective for annual periods beginning on or after</b>
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 – 3<sup>rd</sup> QUARTER ENDED 30 APRIL 2025**

**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 30 April 2025.

**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 30 April 2025 except for the following:

- (a) Issuance of 3,911,700 new ordinary shares via conversion of Warrants A at an exercise price of RM 0.80 per ordinary shares for a total cash consideration of RM 3,129,360; and
- (b) Issuance of 12,358,310 new ordinary shares pursuant to the Private Placement Exercise on 10 December 2024 at an exercise price of RM 1.48 for total cash consideration of RM 18,290,298.80.

**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 the financial year ended 31 July 2024.
- (b) On 15 May 2025, a first interim single-tier dividend of 6 sen per ordinary share amounting to RM 8,384,802.84 was paid in respect of the financial year ended 31 July 2025.

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**NOTES TO THE INTERIM FINANCIAL REPORT – 3<sup>rd</sup> QUARTER ENDED 30 APRIL 2025**

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A9. Segmental Reporting**

The Group is organized into 2 main reportable segments as follows: -

- Automotive parts - involved in manufacturing and trading of automotive parts.
- Healthcare services - involved in providing healthcare services.  
(The healthcare services have yet to commence business)

The segmental information are as follows: -

<u>3 months ended 30 April 2025</u>	Automotive Parts	Healthcare Services	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000

**Revenue**

Revenue	36,805	-	-	36,805
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**Results**

Segment results	6,192	271	-	6,463
Interest expenses			(202)	
Share of loss of an associate				-
<u>Unallocated revenue</u>				<u>72</u>
Profit before taxation				<u>6,333</u>

3 months ended 30 April 2024	Automotive Parts	Healthcare Services	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000

**Revenue**

Revenue	37,386	-	-	37,386
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**Results**

Segment results	3,651	(35)	-	3,616
Interest expenses			(203)	
Share of loss of an associate				-
<u>Unallocated expenses</u>				<u>(23)</u>
Profit before taxation				<u>3,390</u>

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**NOTES TO THE INTERIM FINANCIAL REPORT – 3<sup>rd</sup> QUARTER ENDED 30 APRIL 2025**

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A9. Segmental Reporting (Cont'd)**

<u>Cumulative 9 months ended 30 April 2025</u>	Automotive Parts	Healthcare Services	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b><u>Revenue</u></b>				
Revenue	112,514	-	-	112,514
<b><u>Results</u></b>				
Segment results	27,730	8,085	-	25,815
Interest expenses			(582)	
Share of loss of an associate			-	
<u>Unallocated expenses</u>			(116)	
Profit before taxation				<u>25,117</u>
<u>Cumulative 9 months ended 30 April 2024</u>	Automotive Parts	Healthcare Services	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
<b><u>Revenue</u></b>				
Revenue	118,717	-	-	118,717
<b><u>Results</u></b>				
Segment results	17,121	(107)	-	17,014
Interest expenses			(616)	
Share of loss of an associate			(10)	
<u>Unallocated expenses</u>			(335)	
Profit before taxation				<u>16,053</u>

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**NOTES TO THE INTERIM FINANCIAL REPORT – 3<sup>rd</sup> QUARTER ENDED 30 APRIL 2025**

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A9. Segmental Reporting (Cont'd)**

<u>Assets &amp; liabilities as at 30 April 2025</u>	Automotive Parts	Healthcare Services	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000

**Assets & liabilities**

Segmental assets	223,633	30,577	(59,816)	194,394
Unallocated assets				50,205
Consolidated total assets				<u>244,599</u>

Segmental liabilities	99,100	71	(29,816)	69,355
Unallocated liabilities				4,915
Consolidated total liabilities				<u>74,270</u>

**Other information**

Capital expenditure	27,102	-	-	27,102
Depreciation and amortisation	3,209	-	-	2,208

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**

There were no material events subsequent to the end of the current financial period that have not been reflected in the interim financial reports for the said period as at the date of this report.

**A11. Changes in the Composition of the Group**

- (a) MCE Ventures Sdn Bhd, a wholly owned subsidiary together with SOUNDING INDUSTRIES LTD (“SIL”) had on 4<sup>th</sup> April 2025 incorporated a joint venture company under the name, EAGLE MCE TECHNOLOGIES (MALAYSIA) SDN. BHD. (“Eagle MCE”).
- (b) MCE Ventures Sdn Bhd, a wholly owned subsidiary together with Abhishek Electronics Manufacturing Private Limited (“AEM”) had on 10<sup>th</sup> June 2025 incorporated a joint venture company under the name, Multi-Code Abhishek K Auto Components Private Limited. (“MCA”).

**A12. Contingent Liabilities and Contingent Assets**

The Group has no material contingent liabilities and assets as at 30 April 2025.

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**NOTES TO THE INTERIM FINANCIAL REPORT – 3<sup>rd</sup> QUARTER ENDED 30 APRIL 2025**

**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 third quarter ended 30 April 2025, the Group achieved consolidated revenue of RM36.805 million, a decrease of 1.55% as compared to the preceding year's corresponding quarter. The decreased in sales mainly due to lower customer's demand which is in line with lower Total Industry Volume as reported by Malaysian Automotive Association.

The Group recorded a profit after tax of RM6.027 million for the current quarter as compared to profit after tax of RM2.405 million in the preceding year corresponding quarter mainly attributed to increased in interest income and decreased in operating costs and selling and administrative expenses as a result of improved in operational efficiency.

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

	Current Quarter	Preceding Quarter
	30 April 2025	31 January 2025
	RM'000	RM'000
Revenue	36,805	34,287
Pre-tax profit	6,333	12,261
Pre-tax profit margin	17.20%	35.76%

For the current quarter, the Group achieved revenue of RM36.805 million approximately 7.34% higher than the preceding quarter ended 31 January 2025, driven by higher demand. The Group recorded a pre-tax profit of RM6.333 million for the quarter under review as compared to pre-tax profit of RM12.261 million in the preceding quarter. Pre-tax profit margin stood at 17.20% compared to 35.76% in the preceding quarter, which included a one-off gain from the disposal of land.

**B3      Prospects Commentary**

Looking ahead, the Group remains optimistic on its long-term growth trajectory, supported by strategic initiatives and market developments that are expected to contribute positively from the latter part of FY2025 and into FY2026.

A key milestone is the recently established joint venture with Nanjing Chuhang Technology Co., Ltd., which marks MCE's entry into the Advanced Driver Assistance Systems (ADAS) segment. This collaboration positions the Group to tap into the growing demand for intelligent driving technologies among local and regional automotive manufacturers.

In addition, the Group's joint venture with Sounding Industries Ltd., aimed at producing non-automotive products, provides a strategic avenue for business diversification beyond the automotive sector. While this venture is still in its early stages, it is poised to begin contributing to the Group's top line from FY2026, further strengthening earnings resilience.

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**NOTES TO THE INTERIM FINANCIAL REPORT – 3<sup>rd</sup> QUARTER ENDED 30 APRIL 2025**

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

**B3 Prospects Commentary (Cont'd)**

Another key growth catalyst is the planned launch of Perodua's first electric vehicle (EV), targeted by end of calendar year 2025. MCE is a key component supplier for Perodua and is slated to supply a wide range of parts, including Multimedia Display Unit, Instrument Panel Cluster, ADAS system and components, functional switches and interior lightings for the upcoming EV model. This development is expected to drive new revenue streams for the Group, while reinforcing its position as a trusted Tier-1 supplier in the evolving EV ecosystem.

Meanwhile, the Group's new Serendah manufacturing facility is nearing completion and is expected to commence operations by the end of calendar year 2025. The new plant will significantly enhance production capacity and enable the Group to scale up its offerings in advanced automotive electronics and mechatronics solutions. The facility is also equipped to support new technology adoption, ensuring that MCE remains agile and competitive in a rapidly evolving market.

In light of ongoing global uncertainties, including geopolitical tensions, supply chain disruptions and inflationary pressures, the Group remains vigilant and continues to implement measures to monitor and mitigate potential operational and cost-related risks.

In summary, MCE remains well-positioned to capture emerging growth opportunities, supported by new ventures, increased manufacturing capacity, and deepening partnerships with key automotive OEMs. While external headwinds persist, the Group believes that the strategic initiatives put in place will support its long-term performance and help deliver sustainable value to shareholder.

**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		9 months ended	
	30.04.25	30.04.24	30.04.25	30.04.24
	RM'000	RM'000	RM'000	RM'000
Income tax:				
- current year	1,144	925	4,830	3,996
- (Over) provision in prior years	(1,051)	(54)	(1,051)	(54)
	93	871	3,779	3,942
Deferred tax:				
- current year	213	114	(448)	311
Real property gain tax	-	-	1,397	-
Capital gain tax	-	-	8	-
Tax expense	306	985	4,736	4,253

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

**B6 Status of Corporate Proposals**

- (a) On 15 November 2024, the Group completed the disposal of a piece of freehold land held under HS(D) 306627, PT37252, Mukim Bukit Raja, Daerah Petaling, Negeri Selangor, measuring approximately 13,263.38 square metres in area for a cash consideration of RM 43,686,345.00. As at 30 April 2025, the status of the utilization of proceeds arising from the disposal of land is as follows:

Descriptions	Status of Utilization	Proposed Amount (RM'000)	Reallocate from Working Capitals (RM'000)	Utilized Amount (RM'000)	Amount Unutilized (RM'000)
Working capital	Partial	40,686	(885)	-	39,801
Estimated expenses in relation to the Disposal of Land	Fully	3,000	885	(3,885)	-
<b>Total</b>		<b>43,686</b>		<b>(3,885)</b>	<b>39,801</b>

- (b) On 10 December 2024, the Group completed the private placement of 12,358,310 new ordinary shares for a total cash consideration of RM 18,290,298.80.

As at 30 April 2025, the status of the utilization of proceeds raised from the private placement is as follows:

Descriptions	Status of Utilization	Proposed Amount (RM'000)	Actual Proceeds Raised (RM'	Reallocate from Capital Expenditures (RM'000)	Utilized Amount (RM'000)	Amount Unutilized (RM'000)
Capital expenditures	Partial	15,000	15,525	(728)	(6,401)	8,396
Partial finance to construct a new manufacturing factory on Serendah Land	Fully	2,502	2,590	728	(3,318)	-
Defray estimated expenses in relation to the private placement	Fully	170	176	-	(176)	-
<b>-</b>		<b>17,672</b>	<b>18,291</b>		<b>(9,895)</b>	<b>8,396</b>

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**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 30 April 2025:

	<u>RM'000</u>
(a) Secured borrowings	27,995
Unsecured borrowings	2,720
	<u>30,715</u>
(b) Short term	
- lease liabilities	859
- hire purchase payables	1,163
- term loan	3,318
	<u>5,340</u>
Long term	
- lease liabilities	1,861
- hire purchase payables	1,142
- term loan	22,372
	<u>25,375</u>
Total borrowings	<u>30,715</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 30 April 2025.

**B9 Changes in Material Litigation**

There was no pending material litigation as at 20 June 2025 being a date not earlier than 7 days from the date of this quarterly report.

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

**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).
- ii) On 25 March 2025, the Board of Directors declared a first interim single-tier dividend of 6 sen per ordinary share, amounting to RM 8,156,484.84 in respect of the financial year ending 31 July 2025. The entitlement to dividends will be determined on the basis of the record of depositors as at 30 April 2025 and date of payment for the first interim single tier dividend will be on 15 May 2025 (Q2-FY2024: 1.5 sen).

**B11 Earnings per Share**

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

**(a) Basic Earnings Per Share**

	3 months ended		9 months ended	
	30.04.25	30.04.24 (Restated)	30.04.25	30.04.24 (Restated)
Profit for the period attributable to ordinary equity holders of the company (RM'000)	6,077	2,417	20,496	11,817
Weighted average number of ordinary shares in issue ('000)	137,292	123,557	130,853	123,557
Basic earnings per share (sen)	4.43	1.96	15.66	9.56

**(b) Diluted Earnings Per Share**

	3 months ended		9 months ended	
	30.04.25	30.04.24 (Restated)	30.04.25	30.04.24 (Restated)
Profit for the period attributable to ordinary equity holders of the company (RM'000)	6,077	2,417	20,496	11,817
Weighted average number of ordinary shares in issue ('000) (Basic)	137,292	123,557	130,853	123,557
Effect of dilution due to conversion of warrants	27,794	-	29,778	-
Weighted average number of ordinary shares in issue ('000) (Diluted)	165,086	123,557	160,631	123,557
Diluted earnings per share (sen)	3.68	1.96	12.76	9.56

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**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.

This MOU expired on 16 June 2025 and had not been renewed.

- c) 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.

MCE Ventures Sdn Bhd (“MVS B”) a wholly owned subsidiary of MCE Holdings Berhad had on 19 May 2025 entered into a Joint Venture cum Shareholder Agreement (“JVA”) with Nanjing Chuhang Technology Co.Ltd subject to the terms and conditions set forth in the JVA.

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- d) WUHU ATECH AUTOMOTIVE ELECTRONICS CO. LTD. (“ATECH”) on 15 May 2025 for the purpose to explore collaboration opportunities to support the localization of Chery Malaysia's production which includes local sourcing, technology sharing, and capacity building. The MOU is valid for 24 months from the date signed and can be ended by either party with 30 days' written notice.

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

- e) CHELING SMART MOBILITY TECHNOLOGY (WUHU) CO., LTD (“CSM”) on 15 May 2025 for the purpose to explore collaboration opportunities to support the localization of Chery Malaysia's production which includes local sourcing, technology sharing, and capacity building. The MOU is valid for 24 months from the date signed and can be ended by either party with 30 days' written notice.

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 26 June 2025.