



**NATIONGATE HOLDINGS BERHAD**

Registration No. 202101004230 (1404529-K)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED  
30 JUNE 2025**

**NATIONGATE HOLDINGS BERHAD**

Registration No. 202101004230 (1404529-K)

(Incorporated in Malaysia)

**Unaudited Condensed Consolidated Statements of Comprehensive Income<sup>(1)</sup>  
for the Second Quarter Ended 30 June 2025**

Note	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Year-to-date
	30.06.2025 RM'000	30.6.2024 RM'000	30.6.2025 RM'000	30.6.2024 RM'000
Revenue	2,604,737	679,710	5,442,962	886,719
Cost of sales	(2,531,011)	(629,694)	(5,268,179)	(802,445)
<b>Gross profit</b>	<b>73,726</b>	<b>50,016</b>	<b>174,783</b>	<b>84,274</b>
Other income	1,230	3,238	58,542	5,956
Administrative expenses	10,099	(14,348)	(70,787)	(26,783)
<b>Operating profit</b>	<b>85,055</b>	<b>38,906</b>	<b>162,538</b>	<b>63,447</b>
Finance costs	(17,174)	(4,110)	(39,039)	(6,869)
Finance income	15,410	1,452	34,256	2,001
Share of profit from an associate	1	2	2	2
Profit before tax	B11 83,292	36,250	157,757 <sup>!</sup>	58,581
Income tax	B5 (24,000)	(6,437)	(44,906)	(7,913)
Profit after tax	<b>59,292</b>	<b>29,813</b>	<b>112,851</b>	<b>50,668</b>
Profit attributable to:				
- Owners of the Company	52,153	28,538	106,034	49,545
- Non-controlling interest	7,139	1,275	6,817	1,123
	<b>59,292</b>	<b>29,813</b>	<b>112,851</b>	<b>50,668</b>
Total comprehensive profit attributable to:				
- Owners of the Company	52,153	28,538	106,034	49,545
- Non-controlling interest	7,139	1,275	6,817	1,123
	<b>59,292</b>	<b>29,813</b>	<b>112,851</b>	<b>50,668</b>
Earnings per share ("EPS")				
- Basic (sen) <sup>(2)</sup>	B10 2.29	1.38	4.66	2.39

**NOTES:**

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Comprehensive Income are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.
- (2) Basic earnings per share ("EPS") is calculated based on the Company's share capital of 2,276,679,510 shares in issue (30 June 2024 : 2,073,933,300 ordinary shares). There are no dilutive instruments as at the end of the current quarter.

# NATIONGATE HOLDINGS BERHAD

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## Unaudited Condensed Consolidated Statements of Financial Position<sup>(1)</sup>

As at 30 June 2025

	Note	As at 30.06.2025 RM'000	As at 31.12.2024 RM'000
		(Unaudited)	(Audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		383,178	331,315
Right-of-use assets		2,292	4,203
Investment properties		14,357	14,509
Investment in an associate		399	397
Deferred tax assets		3,262	10,624
		403,488	361,048
<b>Current assets</b>			
Inventories		801,742	899,947
Trade receivables		1,198,933	494,078
Other receivables, deposits and prepayments		43,362	24,401
Contract assets		13,010	13,096
Current tax assets		1,599	2,654
Derivative financial assets		-	14,183
Investment securities		126	131
Fixed deposits with licensed banks		10	10
Cash and bank balances		509,704	1,927,671
		2,568,486	3,376,171
<b>TOTAL ASSETS</b>		<b>2,971,974</b>	<b>3,737,219</b>
<b>EQUITY AND LIABILITIES</b>			
Equity attributable to the owners			
Share capital		698,357	698,357
Reserves		(132,851)	(132,835)
Non-controlling interest		32,762	24,325
Retained profits		473,612	382,007
<b>Total equity</b>		<b>1,071,880</b>	<b>971,854</b>
<b>Non-current liabilities</b>			
Borrowings	B7	68,021	37,894
Contract liabilities		15,992	10,284
Lease liability		-	341
Deferred tax liabilities		4,940	7,516
		88,953	56,035
<b>Current liabilities</b>			
Trade payables		947,414	1,600,616
Contract liabilities		12,518	24,887
Other payables, accruals and provision		123,060	71,027
Derivatives financial liabilities		2,485	-
Borrowings	B7	650,292	960,742
Lease liability		2,416	4,029
Current tax liabilities		72,956	48,029
		1,811,141	2,709,330
<b>Total liabilities</b>		<b>1,900,094</b>	<b>2,765,365</b>
<b>Total equity and liabilities</b>		<b>2,971,974</b>	<b>3,737,219</b>
Net assets per share (sen) <sup>(2)</sup>		47.08	46.86
Gearing ratio (times)		0.67	1.03

### NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Financial Position are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the Company's number of ordinary shares in issue of 2,276,679,510 shares (30 June 2024 : 2,073,933,300 shares).

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**Unaudited Condensed Consolidated Statements of Changes in Equity<sup>(1)</sup>  
for the Period Ended 30 June 2025**

	Attributable to Owners of the Company							
	Non- distributable				Distributable			
	Share Capital	ESGP Reserve	Foreign Currency Translation Reserve	Merger Reserve	Retained Profit	Total	Non- controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>6 months ended 30 June 2025</u></b>								
At 1 January 2025 (Audited)	698,357	512	13	(133,361)	382,007	947,528	24,325	971,853
Total comprehensive income for the financial period	-	-	(15)	-	106,034	106,019	8,437	114,456
<b><u>Transactions with owners of the Company:</u></b>								
Dividends	-	-	-	-	-	(34,150)	(34,150)	-
<b>At 30 June 2025 (Unaudited)</b>	<b>698,357</b>	<b>512</b>	<b>(2)</b>	<b>(133,361)</b>	<b>453,891</b>	<b>1,019,397</b>	<b>32,762</b>	<b>1,052,159</b>

**NOTES:**

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

**NATIONGATE HOLDINGS BERHAD**

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**Unaudited Condensed Consolidated Statements of Cash Flows<sup>(1)</sup>  
for the Period Ended 30 June 2025**

	Current Year-to-date 30.06.2025	Preceding Year Corresponding Year-to-date 30.06.2024
	RM'000	RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	157,757	58,581
Adjustments for: -		
Accretion of interest	95	101
Allowance for slow moving inventories	2,035	2
Depreciation of property, plant and equipment	23,506	21,795
Depreciation of right-of-use assets	1,912	1,912
Depreciation of investment properties	152	152
Dividend income	-	(3)
Fair value loss on derivative financial instruments	16,668	-
Fair value loss on investment securities	3	118
Fixed assets written off	32,117	10
Interest expense	38,944	6,768
Interest income	(34,256)	(2,001)
Share of gain from associate	(2)	(2)
Unrealised gain on foreign exchange	(57,126)	(2,039)
<b>Operating profit before working capital changes</b>	<b>181,805</b>	<b>85,394</b>
<b>Net changes in:</b>		
Inventories	96,170	(217,447)
Receivables	(723,810)	(164,189)
Payables	(578,075)	342,855
Contract assets	85	(5,486)
Contract liabilities	(6,661)	21,668
<b>Cash (used in) / generated from operation</b>	<b>(1,030,486)</b>	<b>62,795</b>
Income tax paid	(14,139)	(3,407)
Interest paid	(38,944)	(6,768)
<b>Net cash (used in) / generated from operating activities</b>	<b>(1,083,569)</b>	<b>52,620</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Dividend received	-	3
Interest received	34,256	1,974
Proceeds from disposal of shareholding in subsidiary	1,620	-
Withdrawal of fixed deposits with a licensed bank	-	10,768
Net changes in money market fund	2	(1,001)
Proceeds from disposal of property, plant and equipment	312	28
Purchase of property, plant and equipment	(96,516)	(73,871)
<b>Net cash used in investing activities</b>	<b>(60,326)</b>	<b>(62,099)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend Paid	(28,458)	-
Payment of lease liabilities	(2,049)	(2,049)
(Repayment) / Drawdown of bankers' acceptance	(268,315)	250,842
Drawdown / (Repayment) of term loan	36,146	(8,323)
Repayment of revolving credit	(5,500)	-
Repayment of hire purchase	(5,882)	(7,130)
<b>Net cash (used in) / generated from financing activities</b>	<b>(274,058)</b>	<b>233,340</b>

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**Unaudited Condensed Consolidated Statements of Cash Flows<sup>(1)</sup>  
for the Period Ended 30 June 2025 (Cond't)**

	Current Year-to-date 30.06.2025 RM'000	Preceding Year Corresponding Year-to-date 30.06.2024 RM'000
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(1,417,953)</b>	<b>223,861</b>
<b>EFFECT OF EXCHANGE RATE FLUCTUATIONS ON CASH AND BANK BALANCES</b>	<b>(14)</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING</b>	<b>1,927,681</b>	<b>65,860</b>
<b>CASH AND CASH EQUIVALENTS AT END</b>	<b>509,714</b>	<b>289,721</b>
<hr/>		
<b>Represented by:</b>		
Cash and bank balances	509,704	277,559
Short term deposits with licensed banks	10	12,162
Less: Deposits pledge with licensed bank	-	-
	<b>509,714</b>	<b>289,721</b>

**NOTES:**

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Cash Flow is disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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## PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

### A1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Boards (“MASB”) and Paragraph 9.22 of Listing Requirements of Bursa Securities.

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of NGH and its subsidiaries and associated company (“Group”) since the financial year ended 31 December 2024.

### A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in preparation of the Group’s audited financial statements for the financial year ended 31 December 2024 as disclosed in the Annual Report except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group.

#### **Effective for annual periods beginning on or after 1 January 2025**

*Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability*

#### **Effective for annual periods beginning on or after 1 January 2026**

*Amendments to MFRS 9 and MFRS 7 Amendments to the Classification and Measurement of Financial Instruments*

*Amendments to MFRS 9 and MFRS 7 Contracts Referencing Nature-dependent Electricity*

*Annual Improvements to MFRS Accounting Standards – Volume 11*

#### **Effective for annual periods beginning on or after 1 January 2027**

*MFRS 18 Presentation and Disclosure in Financial Statements*

*MFRS 19 Subsidiaries without Public Accountability : Disclosures*

#### **Effective date yet to be confirmed**

*Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.*

The adoption of the above MFRSs and amendments to MFRSs are not expected to have any material impact on the financial statements of the Group upon initial application.

### A3. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2024.

### A4. SEASONAL OR CYCLICAL FACTORS

The Group’s operation was not significantly affected by any unusual seasonal or cyclical factors.

### A5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income, or cash flows during the current interim financial period.

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### **A6. MATERIAL CHANGES IN ESTIMATES**

There were no material changes in estimates of amounts reported in prior interim periods or prior financial year that have a material effect in the current financial year to date.

### **A7. DEBT AND EQUITY SECURITIES**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial period under review.

### **A8. DIVIDEND PAID**

A Special Single Tier Dividend of 1.0 sen per ordinary share amounting to RM22,766,795 and a final single tier dividend of 0.25 sen per ordinary share amounting to RM5,691,699 in respect of the financial year ended 31 December 2024 were declared on 27 February 2025 were paid on 18 April 2025.

The first single tier interim dividend of 0.25 sen per ordinary share amounting to **RM5,691,697.95** for the financial year ended 31 December 2025 that was declared on 29 May 2025 was paid on 23 July 2025.

### **A9. SEGMENTAL INFORMATION**

The Group is an electronic manufacturing services (“EMS”) provider focusing on the assembly and testing of electronic components and products to produce completed printed circuit boards (“PCB”), semi-finished sub-assemblies and fully-assembled electronic products, as well as semiconductor devices.

For management purposes, the Group is organised into business units based on their nature of businesses and customer segment as well as geographical sales contribution.

Segmental information is provided based on contribution by business units based on their nature of businesses and customer segment as well as by geographical factors.

#### **(a) Contribution by customer segment**

By customer segments	Current Year Quarter	Preceding Year Corresponding Quarter		Current Year-To-Date	Preceding Year Corresponding Year-To-Date
		30.06.2025	30.06.2024		
		RM'000	RM'000		
Networking and telecommunications	134,289	93,401	255,263	200,278	
Industrial instruments	24,343	24,003	54,960	50,674	
Data computing	2,418,875	538,168	5,078,823	586,267	
Consumer electronics	1,958	2,022	4,332	4,298	
Automotive	12,851	12,348	24,887	24,598	
Semiconductor	-	1,747	-	6,937	
Others <sup>(1)</sup>	12,421	8,021	24,697	13,667	
<b>Total</b>	<b>2,604,737</b>	<b>679,710</b>	<b>5,442,962</b>	<b>886,719</b>	

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### (b) Contribution by geographical factors

Countries	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-To- Date	Preceding Year Corresponding Year-To-Date
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
	RM'000	RM'000	RM'000	RM'000
Malaysia	2,384,685	312,147	4,579,239	435,989
Singapore	22,499	307,410	605,387	348,788
USA	7,988	15,451	27,476	31,292
Germany	9,771	12,252	23,559	27,495
Australia	3,414	3,660	6,740	7,956
Other Asian countries <sup>(2)</sup>	26,588	26,990	43,778	30,789
Other European countries <sup>(3)</sup>	148,411	1,104	151,366	3,539
Other North American countries <sup>(4)</sup>	1,381	696	5,417	871
<b>Total</b>	<b>2,604,737</b>	<b>679,710</b>	<b>5,442,962</b>	<b>886,719</b>

**Notes:**

- (1) Mainly consists of manufacturers of medical devices, Internet of Things, household electronic products, analytical instrumentation devices and warehousing and storage services.
- (2) Other Asian countries include Taiwan, China, Hong Kong, Vietnam, Thailand and India.
- (3) Other European countries include France, United Kingdom, Denmark, Ireland and Norway.
- (4) Other North America countries include Canada and Mexico.

### A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

There were no other material events subsequent to the end of the current financial period under review that have not been reflected in this interim financial report.

### A11. CHANGES IN COMPOSITION OF THE GROUP

During the financial period, the Company through its 51% owned subsidiary, NationGate Computing Sdn Bhd incorporated the following 70% owned subsidiary. This gives the Company an effective control of 35.7% over the new entity.

Company Name	Incorporation Date	Paid-Up Capital	Principal Activities
NationGate TT (M) S/B	30 June 2025	RM100.00	Research and development on engineering and technology; Manufacture of other components for electronic applications.

Saved as disclosed above, there were no material changes in the composition of the Group for the current financial quarter under review.

### A12. CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no contingent liabilities or contingent assets in the Group since the date of the last annual statement of financial position.

### A13. RELATED PARTY TRANSACTIONS DISCLOSURES

The following companies are related parties as they relate to companies in which one of the directors of the Group has substantial financial interest.

- VS Solution Services Sdn Bhd ("VS")
- SkyGate Sciences Sdn Bhd ("SC")
- SkyGate Precision Sdn Bhd ("SP")

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Type of transactions	Related parties	Individual Quarter		Cumulative Period	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-To-Date	Preceding Year Corresponding Year-To-Date
		30.06.2025	30.06.2024	30.06.2025	30.06.2024
		RM'000	RM'000	RM'000	RM'000
Purchase and installation of metal racking systems and machinery	VS	35	708	776	1,004
Purchase of spare parts and consumables for the Group's manufacturing activities	VS	119	36	197	74
Purchase of spare parts for maintenance of building and office equipment	VS	179	46	329	92
Purchase of spare parts and consumables for the Group's manufacturing activities	SP	3	-	4	2
Rental Expenses	SC	1,024	1,025	2,048	2,049

**A14. CAPITAL COMMITMENTS**

	As at 30.06.2025	As at 30.06.2024
	RM'000	RM'000
Approved and contracted for:		
- Property, Plant and Equipment	98,466	88,483
	<hr/> 98,466	<hr/> 88,483

**A15. FINANCIAL DERIVATIVES**

The Group enters into forward exchange contracts to manage its exposure to purchases that are denominated in USD.

The notional value of foreign currency forward contracts as at financial year under review is as follow.

	As at 30.06.2025
	RM'000
Foreign currency hedging contracts	
Notional value of contracts*	355,811

\*Equivalent to USD 84.5 million.

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**PART B – ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENTS OF BURSA  
MALAYSIA SECURITIES BERHAD**
**B1. REVIEW OF PERFORMANCE**

	Current Year Quarter <b>30.06.2025</b> <b>RM'000</b>	Preceding Year Corresponding Quarter <b>30.06.2024</b> <b>RM'000</b>	Current Year- To-Date <b>30.06.2025</b> <b>RM'000</b>	Preceding Year Corresponding Year-To-Date <b>30.06.2024</b> <b>RM'000</b>
Revenue	2,604,737	679,710	5,442,962	886,719
Gross Profit	73,726	50,016	174,783	84,274
Profit before interest and tax	85,055	38,906	162,538	63,447
Profit before tax	83,292	36,250	157,757	58,581
Profit after tax	59,292	29,813	112,851	50,668
Profit attributable to owners of the Company	52,153	28,538	106,034	49,545

Comparison with preceding year corresponding quarter

The Group recorded RM2,604.7 million revenue, representing an increase of RM1,925.0 million from RM679.7 million revenue recorded in the preceding year corresponding quarter. This was mainly boosted by the strong demand from Data Computing segment.

Consequently, both gross profit and profit before tax increased by RM23.7 million and RM47.0 million respectively. The improvement in profit was mainly attributed by increased in revenue. Decreased in gross profit margin derived from data computing segment mainly attributed to its significant key components cost.

Comparison with preceding year corresponding year-to-date

For the financial period ended 30 June 2025, the Group recorded RM5,443.0 million revenue, representing an increased of 513.8% from RM886.7 million revenue recorded in the preceding financial year-to-date. This was mainly caused by the higher demand especially from Data Computing segment.

Consequently, both gross profit and profit before tax increased by 107.4% and 169.3% respectively. The improvement in gross profit was mainly attributed by increased in revenue.

**B2. COMPARISON WITH IMMEDIATE-PRECEDING QUARTER'S RESULTS**

	Current Year Quarter <b>30.06.2025</b> <b>RM'000</b>	Current Year Preceding Quarter <b>31.03.2025</b> <b>RM'000</b>
Revenue	2,604,737	2,838,225
Gross Profit	73,726	101,057
Profit before interest and tax	85,055	77,483
Profit before tax	83,292	74,465
Profit after tax	59,292	53,559
Profit attributable to owners of the Company	52,153	53,881

The Group's revenue for the quarter under review has decreased by 8.2% to RM2,604.7 million comparing to RM2,838.2 million in preceding quarter. Decrease in revenue was mainly attributed by decrease in revenue generated from Data Computing segments which decreased by RM241.1 million. As a result, the Group's gross profit decreased by 27.0% to RM27.3 million.

Profit before tax for the quarter under review has increased by 11.9% to RM83.3 million mainly due to increase in realized foreign exchange gain.

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### B3. PROSPECTS OF THE GROUP

The global electronic manufacturing services (EMS) market size was valued at USD 609.79 billion in 2024. The market is projected to grow from USD 648.11 billion in 2025 to USD 1,033.17 billion by 2032, exhibiting a CAGR of 6.9% during the forecast period. Asia Pacific dominated the global market with a share of 44.13% in 2024.

In Malaysia, the E&E industry plays a pivotal role in driving its gross domestic product ("GDP") growth, investments, export earnings, employment, as well as industrial development. In 2024, the E&E industry secured investments worth RM55.8 billion (comprising 46.3% of approved investments in the manufacturing sector). Under the Twelfth Malaysia Plan, the E&E industry is targeted to contribute RM120.0 billion to Malaysia's GDP in 2025, compared to RM86.1 billion in 2020. In 2024, Malaysia have achieved 87.2% of its 2025 export target, driven by the increase in shipments of E&E products, which made up 39.9% of total exports. E&E exports grew by 4.5% to a record RM601.18 billion, reaching the highest value ever recorded for the sector.

Looking ahead, Malaysia's semiconductor industry is set to grow stronger with Budget 2025 initiatives like the Supply Chain Resilience Initiative and New Investment Incentive Framework. The budget focuses on developing talent in the E&E sector, boosting Malaysia's role in the global semiconductor supply chain. These measures aim to enhance competitiveness and ensure long-term growth and resilience. The budget allocates RM421 billion, with RM335 billion for operating expenses and RM86 billion for development. A key highlight is the RM1 billion fund to support high-value activities like IC design and advanced materials, encouraging local talent and innovation.

Despite the challenges from geopolitical tensions and trade disputes, our Group remains optimistic and confident with the opportunities that lies ahead, particularly in the EMS industry, which are expected to experience notable developments and transformation driven by the following factors in 2025 and beyond.

1. More manufacturing operations to shift out of China
2. Technological advancements
3. Digital transformation
4. Increased enquiries from data center providers

Barring any unforeseen circumstances, the Board of Directors of the Company ("Board") is cautiously optimistic in prospects of the Group for the financial year 2025.

### B4. VARIANCE OF ACTUAL PROFITS FROM FORECAST PROFITS

The Group did not issue any profit forecast or profit guarantee in the current financial quarter under review.

### B5. TAXATION

	Individual Quarter		Cumulative Period	
	Current Year Quarter <b>30.06.2025</b>	Preceding Year Corresponding Quarter <b>30.06.2024</b>	Current Year- to-date <b>30.06.2025</b>	Preceding Year Corresponding Year-to-date <b>30.06.2024</b>
				RM'000
In respect of current period:				
Current tax	29,486	6,437	37,730	7,913
Deferred tax	(5,486)	-	7,176	-
	<b>24,000</b>	<b>6,437</b>	<b>44,906</b>	<b>7,913</b>
Effective tax rate (%)	28.8	17.8	28.5	13.5
Statutory tax rate (%)	24.0	24.0	24.0	24.0

The Group's effective tax rate was higher than statutory tax rate as a result of non-deductible expenses for tax purposes. One of the subsidiary has been granted for 5 years tax incentives (Pioneer Status) under the Promotion of Investment Act, 1986 with a tax exemption of 70% of the statutory income.

## NATIONGATE HOLDINGS BERHAD

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### B6. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at the date of this interim financial report.

### B7. GROUP BORROWINGS AND DEBTS SECURITIES

As at 30 June 2025	Long Term	Short Term	Total Borrowings
	RM'000	RM'000	RM'000
<b><u>Secured</u></b>			
Bankers' acceptance	-	616,735	616,735
Finance leases	2,406	7,283	9,689
Term loans	65,615	7,774	73,389
Revolving credit	-	18,500	18,500
<b>Total</b>	<b>68,021</b>	<b>650,292</b>	<b>718,313</b>

The bank borrowings are secured and denominated in both Ringgit Malaysia and US Dollar.

The currency profile of borrowing is as follows:

<b><u>Currency Profile</u></b>	USD'000	RM'000
US Dollar	79,325	334,516
Ringgit Malaysia	N/A	383,797
<b>Total</b>	<b>79,325</b>	<b>718,313</b>

### B8. MATERIAL LITIGATION

There was no material litigation against the Group for the financial period under review.

### B9. DIVIDENDS

On 27 February 2025, the Company proposed a special single tier dividend of 1 sen per ordinary share and a final single tier dividend of 0.25 sen per ordinary share in respect of the financial year ended 31 December 2024. The entitlement date and payment date are on 7 April 2025 and 18 April 2025 respectively.

On 29 May 2025, the Company proposed a first single tier interim dividend of 0.25 sen per ordinary share in respect of the financial year ended 31 December 2025. The entitlement date and payment date are on 11 July 2025 and 23 July 2025 respectively.

On 27 August 2025, the Company proposed a second single tier interim dividend of 0.25 sen per ordinary share in respect of the financial year ended 31 December 2025. The entitlement date and payment date are on 17 September 2025 and 29 September 2025 respectively.

### B10. EARNINGS PER SHARE ("EPS")

	Individual Quarter		Cumulative Period	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year
				Corresponding Year-to-date
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
Profit attributable to the Owners of the Company ('RM'000)	52,153	28,538	106,034	49,545
Number of ordinary shares in issue ('000)	2,276,680	2,073,933	2,276,680	2,073,933
Basic EPS (sen)	2.29	1.38	4.66	2.39

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**B11. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

Profit for the period was derived after taking into consideration of the following:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to- date	Preceding Year Corresponding Year-to-date
	30.06.2025 RM'000	30.06.2024 RM'000	30.06.2025 RM'000	30.06.2024 RM'000
<b>After charging/(crediting):</b>				
Allowance for slow moving inventories	(81)	2	2,035	2
Depreciation of investment property	76	76	152	152
Depreciation of property, plant and equipment	10,882	11,134	23,506	21,795
Depreciation on right-of- use ("ROU") assets	956	922	1,912	1,912
Fair value (gain) / loss on investment securities	19	34	3	118
Fixed assets written off	-	-	32,117	-
Interest expenses	17,174	4,110	39,039	6,869
Lease payment for: - Low value assets	20	24	40	38
- Short term leases	122	(597)	224	(430)
Fair value loss on derivative financial instruments	776	-	16,668	-
<b>And crediting:</b>				
Dividend income	-	3	-	3
(Loss)/gain on disposal of property, plant and equipment	-	(10)	-	(10)
Interest income	15,410	1,452	34,256	2,001
Rental income	425	406	834	820
Realised (loss) / gain on foreign exchange	27,954	418	(4,789)	1,775
Unrealised gain on foreign exchange	478	1,433	57,126	2,039

**B12. Authorisation for Issue**

The interim financial report was authorised for issue by the Board of Directors of the Company in accordance with a resolution passed by the Board of Directors on 27 August 2025.

**BY ORDER OF THE BOARD**  
**NATIONGATE HOLDINGS BERHAD**