

PENTAMASTER CORPORATION BERHAD ("PCB" or "COMPANY")
COMPANY NO.: 200201004644 (572307-U)
QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS AND SIX MONTHS ENDED 30 JUNE 2025

	Individual Quarter		Cumulative Year	
	3 Months Ended		Financial Period Ended	
	30/6/2025	30/6/2024	30/6/2025	30/6/2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
Revenue	144,879	171,373	276,482	342,163
Cost of goods sold	(105,862)	(124,003)	(202,508)	(245,276)
Gross profit	<u>39,017</u>	<u>47,370</u>	<u>73,974</u>	<u>96,887</u>
Other income	10,367	3,375	13,955	7,042
Distribution costs	(2,388)	(1,898)	(5,035)	(4,495)
Administrative expenses	(29,616)	(16,050)	(44,279)	(36,115)
Net reversal/(allowance for) of expected credit loss ("ECL") on receivables	681	(536)	881	181
Other operating expenses	(144)	(142)	(254)	(367)
Operating profit	<u>17,917</u>	<u>32,119</u>	<u>39,242</u>	<u>63,133</u>
Share of loss of an associate	(268)	(30)	(1,042)	(252)
Profit before taxation	<u>17,649</u>	<u>32,089</u>	<u>38,200</u>	<u>62,881</u>
Taxation	(334)	(469)	(662)	(974)
Profit for the financial period	<u>17,315</u>	<u>31,620</u>	<u>37,538</u>	<u>61,907</u>
Total other comprehensive income, net of tax:				
<i>Item that will be reclassified subsequently to profit or loss</i>				
Foreign currency translation of foreign operations	129	(63)	166	(5)
Total other comprehensive income, net of tax:				
<i>Item that will not be reclassified subsequently to profit or loss</i>				
Net change in fair value on other investments designated at fair value through other comprehensive income	1,406	-	1,406	-
Total comprehensive income for the financial period	<u>18,850</u>	<u>31,557</u>	<u>39,110</u>	<u>61,902</u>
Profit for the financial period, attributable to:				
Owners of the Company	11,611	19,899	24,676	39,275
Non-controlling interests	5,704	11,721	12,862	22,632
	<u>17,315</u>	<u>31,620</u>	<u>37,538</u>	<u>61,907</u>
Total comprehensive income for the financial period, attributable to:				
Owners of the Company	13,109	19,859	26,200	39,272
Non-controlling interests	5,741	11,698	12,910	22,630
	<u>18,850</u>	<u>31,557</u>	<u>39,110</u>	<u>61,902</u>
Earnings per share attributable to owners of the Company (sen):				
- Basic/Diluted	1.63	2.80	3.47	5.52

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

PENTAMASTER CORPORATION BERHAD ("PCB" or "COMPANY")
COMPANY NO.: 200201004644 (572307-U)
QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE SIX MONTHS ENDED 30 JUNE 2025

	Unaudited As at 30/6/2025 RM'000	Audited As at 31/12/2024 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	499,635	457,334
Investment properties	6,306	9,471
Goodwill	4,495	4,495
Intangible assets	33,298	36,291
Investment in an associate	18,904	19,946
Other investments	13,670	11,047
Other receivables, deposits and prepayments	2,090	5,581
	<u>578,398</u>	<u>544,165</u>
Current assets		
Inventories	114,231	121,796
Trade receivables	227,746	167,857
Other receivables, deposits and prepayments	59,708	62,713
Other investments	166	199
Tax recoverable	2,039	2,127
Derivative financial assets	2,261	-
Cash and cash equivalents	283,118	448,658
	<u>689,269</u>	<u>803,350</u>
Non-current assets held for sale	-	4,205
	<u>689,269</u>	<u>807,555</u>
TOTAL ASSETS	<u><u>1,267,667</u></u>	<u><u>1,351,720</u></u>
EQUITY AND LIABILITIES		
Share capital	79,303	79,303
Reserves	672,505	668,710
	<u>751,808</u>	<u>748,013</u>
Non-controlling interests	255,402	333,019
Total Equity	<u>1,007,210</u>	<u>1,081,032</u>
LIABILITIES		
Non-current liabilities		
Deferred income	893	893
Deferred tax liabilities	1,344	1,612
Other payables, accruals and provisions	11,350	10,845
	<u>13,587</u>	<u>13,350</u>
Current liabilities		
Trade payables	99,887	128,929
Other payables, accruals and provisions	92,914	66,438
Contract liabilities	53,615	58,006
Derivative financial liabilities	-	3,362
Tax payable	454	603
	<u>246,870</u>	<u>257,338</u>
Total Liabilities	<u>260,457</u>	<u>270,688</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,267,667</u></u>	<u><u>1,351,720</u></u>

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024.

PENTAMASTER CORPORATION BERHAD ("PCB" or "COMPANY")
COMPANY NO.: 200201004644 (572307-U)
QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2025

	6 Months ended 30/6/2025 (Unaudited) RM'000	6 Months ended 30/6/2024 (Unaudited) RM'000
Cash flows from operating activities		
Profit before taxation	38,200	62,881
Adjustments for:		
Amortisation of intangible assets	3,958	3,885
Depreciation of property, plant and equipment	9,892	6,457
ECL on receivables:		
- current year	-	653
- reversal	(881)	(834)
Equity-settled ESS expenses	4,290	3,383
Gain on disposal of other investments	(4,224)	-
Gain from changes in fair value of short-term investments	-	(319)
Loss/(gain) from changes in fair value of other investments	84	(47)
(Gain)/loss on disposal of investment properties	(198)	160
Interest income	(3,285)	(5,965)
Inventory written down - addition	631	3,230
Inventory written down - reversal	(1,399)	(152)
(Gain)/loss from changes in fair value of foreign currency forward contracts	(5,622)	1,093
Property, plant and equipment written off	-	-
Share of loss of an associate	1,042	252
Unrealised loss/(gain) on foreign exchange	6,089	(3,060)
Operating profit before working capital changes	<u>48,577</u>	<u>71,617</u>
Changes in:		
Inventories	8,333	79,595
Receivables	(40,619)	4,535
Payables	(20,176)	(39,639)
Contract liabilities	<u>(4,391)</u>	<u>(72,674)</u>
Cash generated from operations	<u>(8,276)</u>	<u>43,434</u>
Grant received	-	273
Income tax paid	(985)	(1,200)
Income tax refunded	5	-
Net cash (used in)/from operating activities	<u>(9,256)</u>	<u>42,507</u>
Cash flows from investing activities		
Acquisition of other investments	(1,217)	(1,774)
Acquisition of interest of non-controlling interest in a subsidiary	(90,630)	-
Deposits paid for acquisition of property, plant and equipment	-	(417)
Interest received	3,285	6,284
Proceeds from disposal of:		
- investment properties	7,528	3,163
- other investments	12,319	-
Purchase of:		
- intangible assets	(972)	(2,954)
- property, plant and equipment	<u>(52,157)</u>	<u>(90,831)</u>
Net cash used in investing activities	<u>(121,844)</u>	<u>(86,529)</u>
Cash flows from financing activities		
- Dividend paid	(34,687)	-
Net decrease in cash and cash equivalents	(165,787)	(44,022)
Effect of foreign exchange rate changes	247	733
Cash and cash equivalents at beginning	448,658	490,870
Cash and cash equivalents at end	<u>283,118</u>	<u>447,581</u>

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024.

PENTAMASTER CORPORATION BERHAD ("PCB" or "COMPANY")
COMPANY NO.: 200201004644 (572307-U)
QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2025

	Attributable to Owners of the Company							Distributable	Total	Non-controlling Interests	Total Equity
	Non-distributable										
	Share Capital RM'000	Treasury Shares RM'000	Shares held for Employee Share Scheme ("ESS") RM'000	ESS Reserve RM'000	Fair Value Reserve RM'000	Statutory Reserve RM'000	Foreign Currency Translation Reserve RM'000				
As at 1 January 2025 (Audited)	79,303	(3,052)	(16,172)	1,978	-	454	(172)	685,674	748,013	333,019	1,081,032
Profit for the financial period	-	-	-	-	-	-	-	24,676	24,676	12,862	37,538
Other comprehensive income for the financial period	-	-	-	-	1,406	-	118	-	1,524	48	1,572
Total comprehensive income for the financial period	-	-	-	-	1,406	-	118	24,676	26,200	12,910	39,110
<i>Transactions with owners:</i>											
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	-	(34,687)	(34,687)
Equity-settled ESS expenses	-	-	-	4,290	-	-	-	(1,244)	3,046	1,244	4,290
ESS vested	-	-	5,564	(6,368)	-	-	-	804	-	-	-
Disposal of shares held for ESS	-	-	8,095	-	-	-	-	(2,348)	5,747	2,348	8,095
Transfer from ESS reserve upon vesting	-	-	2,513	100	-	-	-	(2,613)	-	-	-
Effect of changes in shareholding	-	-	-	-	-	-	-	(31,198)	(31,198)	(59,432)	(90,630)
Total transactions with owners of the Company	-	-	16,172	(1,978)	-	-	-	(36,599)	(22,405)	(90,527)	(112,932)
As at 30 June 2025 (Unaudited)	79,303	(3,052)	-	-	1,406	454	(54)	673,751	751,808	255,402	1,007,210

	Attributable to Owners of the Company							Distributable	Total	Non-controlling Interests	Total Equity
	Non-distributable										
	Share Capital RM'000	Treasury Shares RM'000	Shares held for Employee Share Scheme ("ESS") RM'000	ESS Reserve RM'000	Fair Value RM'000	Statutory Reserve RM'000	Foreign Currency Translation Reserve RM'000				
As at 1 January 2024 (Audited)	79,303	(3,052)	(14,923)	3,944	-	454	(21)	633,735	699,440	306,118	1,005,558
Profit for the financial period	-	-	-	-	-	-	-	39,275	-	22,632	61,907
Other comprehensive income for the financial period	-	-	-	-	-	-	(3)	-	(3)	(2)	(5)
Total comprehensive income for the financial period	-	-	-	-	-	-	(3)	39,275	39,272	22,630	61,902
Transactions with owners:											
Dividend paid	-	-	-	-	-	-	-	(14,227)	(14,227)	-	(14,227)
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	-	(10,409)	(10,409)
Equity-settled ESS expenses	-	-	-	3,383	-	-	-	(1,221)	2,162	1,221	3,383
ESS vested	-	-	(7)	7	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	(7)	3,390	-	-	-	(15,448)	(12,065)	(9,188)	(21,253)
As at 30 June 2024 (Unaudited)	79,303	(3,052)	(14,930)	7,334	-	454	(24)	657,562	726,647	319,560	1,046,207

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024.

PENTAMASTER CORPORATION BERHAD (“PCB” or “COMPANY”)

COMPANY NO.: 200201004644 (572307-U)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

1 Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”). The figures for the cumulative financial period in the current quarter to 30 June 2025 have not been audited.

The interim financial report should be read in conjunction with the audited financial statements of the Company and its subsidiaries (“Group”) for the financial year ended 31 December 2024.

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2024, except for the adoption of the following Malaysian Financial Reporting Standards (“MFRS”) that are 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

The adoption of the above MFRSs did not result in any significant changes in the accounting policies of the Group.

As at the date of this announcement, the Group has not applied the following MFRSs which have been issued as at the end of reporting period but are not yet effective:

Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures – Amendments to the Classification and Measurement of Financial Instruments¹

Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures- Contracts Referencing Nature-dependent Electricity¹

Annual Improvements to MFRS Accounting Standards - Volume 11¹

MFRS 18 Presentation and Disclosure in Financial Statements²

MFRS 19 Subsidiaries without Public Accountability: Disclosures²

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 Venture³

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

² Effective for annual periods beginning on or after 1 January 2027

³ Effective date not yet determined

The Group is in the process of making an assessment of the impact of these new and amended MFRSs upon initial application and anticipates that such application will have no material impact on the results and financial position of the Group.

PENTAMASTER CORPORATION BERHAD (“PCB” or “COMPANY”)

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

2 Audit Report of Preceding Annual Financial Statements

The audit report of the Group’s most recent annual audited financial statements for the financial year ended 31 December 2024 was not subject to any qualification.

3 Seasonal and Cyclical Factors

The Group sells its products and services to customers from various sub-sectors of the semiconductor and manufacturing industries. As such, the Group’s performance will, to a certain extent, depends on the outlook and cyclical nature of the semiconductor and manufacturing industries.

4 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

5 Changes in Estimates

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current quarter.

6 Valuations of Property, Plant and Equipment

The carrying values of property, plant and equipment have been brought forward, without amendment from the previous audited financial statements.

7 Changes in Share Capital and Debt

There were no issuances, cancellations, repurchases and repayments of debt and equity securities for the financial period under review.

8 Contingent Liabilities

There were no contingent liabilities for the Group since 31 December 2024 up to 30 June 2025.

PENTAMASTER CORPORATION BERHAD (“PCB” or “COMPANY”)

COMPANY NO.: 200201004644 (572307-U)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

9 Capital Commitments

	Amount (RM'000)
Contracted but not provided for - Property, plant and equipment	7,440
Authorised but not contracted for - Property, plant and equipment	-

10 Related Party Transactions

Transactions with a related party, a company in which a person connected to a director of the Company who has substantial financial interest, during the financial period ended 30 June 2025 are as follows:

Nature of transactions	Amount (RM'000)
Supplying of hardware and installation of components	18,151

11 Segmental Information

The Group has three operating segments which are involved in different activities and are managed by segment managers who report directly to the Group's executive directors. The operating segments are as follows:

- | | |
|--|---|
| (i) Automated test equipment (“ATE”): | Designing, development and manufacturing of standard and non-standard automated test equipment; |
| (ii) Factory automation solutions (“FAS”): | Designing, development and installation of integrated automated manufacturing solutions; |
| (iii) Smart control solution system: | Project management, smart building solutions and trading of materials. |

PENTAMASTER CORPORATION BERHAD (“PCB” or “COMPANY”)

COMPANY NO.: 200201004644 (572307-U)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

Inter-segment transactions have been accounted for on a basis that is consistent with the Group’s accounting policies. No other operating segments have been aggregated to form the above operating segments. Investment holding and other activities are not considered as operating segment and the related financial information has been included under “Adjustment”.

Results for the financial period ended 30 June 2025

	Automated test equipment RM'000	Factory automation solutions RM'000	Smart control solution system RM'000	Adjustment RM'000	Total RM'000
Revenue					
External revenue	178,524	96,963	(22)	1,017	276,482
Inter-segment revenue	1,229	709	-	(1,938)	-
Total revenue	179,753	97,672	(22)		276,482
Results					
Segment results	31,739	20,886	(36)	(16,022)	36,567
Interest income	2,046	212	-	417	2,675
Share of loss of an associate	-	-	-	(1,042)	(1,042)
Profit before taxation	33,785	21,098	(36)		38,200
Taxation	(632)	(2)	(25)	(3)	(662)
Profit for the financial period	33,153	21,096	(61)		37,538

PENTAMASTER CORPORATION BERHAD (“PCB” or “COMPANY”)

COMPANY NO.: 200201004644 (572307-U)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

Results for the financial period ended 30 June 2024

	Automated test equipment RM'000	Factory automation solutions RM'000	Smart control solution system RM'000	Adjustment RM'000	Total RM'000
Revenue					
External revenue	142,608	199,446	109		342,163
Inter-segment revenue	448	5,693	456	(6,597)	-
Total revenue	<u>143,056</u>	<u>205,139</u>	<u>565</u>		<u>342,163</u>
Results					
Segment results	11,421	57,158	(1,542)	(9,869)	57,168
Interest income	4,402	224	-	1,339	5,965
Share of loss of an associate	-	-	-	(252)	(252)
Profit/(Loss) before taxation	<u>15,823</u>	<u>57,382</u>	<u>(1,542)</u>		<u>62,881</u>
Taxation	(1,114)	181	(40)	(1)	(974)
Profit/(Loss) for the financial period	<u>14,709</u>	<u>57,563</u>	<u>(1,582)</u>		<u>61,907</u>

PENTAMASTER CORPORATION BERHAD (“PCB” or “COMPANY”)

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

12 Profit Before Taxation

	Current Quarter	Current Year to Date
	RM'000	RM'000
Profit before taxation is arrived at after crediting/(charging):		
Depreciation and amortisation	(7,041)	(13,850)
(Loss)/Gain on foreign exchange:		
- realised	(2,627)	(7,135)
- unrealised	(7,843)	(6,089)
Gain from changes in fair value of foreign currency forward contractss	4,232	5,622
Interest income	1,642	3,285
Loss from changes in fair value of other investments	(51)	(84)
Gain on disposal of investment properties	-	198
Inventory written down - addition	(231)	(631)
Inventory written down - reversal	821	1,399
Net ECL allowance on receivables	681	881

13 Events Subsequent to the End of the Financial Period

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

14 Review of Performance

	Individual Quarter 3 Months Ended			Cumulative Financial Period Ended		
	30/6/2025	30/6/2024	Variance	30/6/2025	30/6/2024	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	144,879	171,373	-15.5%	276,482	342,163	-19.2%
Operating profit	17,917	32,119	-44.2%	39,242	63,133	-37.8%
Profit before taxation	17,649	32,089	-45.0%	38,200	62,881	-39.3%
Profit for the financial period	17,315	31,620	-45.2%	37,538	61,907	-39.4%

The Group recorded a quarterly revenue of RM144.9 million in the 3-month ended 30 June 2025 (“2Q2025”) as compared to RM171.4 million registered in the 3-month ended 30 June 2024 (“2Q2024”), representing a decrease of 15.5%.

The Group’s revenue was mainly contributed by the ATE and FAS segments, constituting approximately 57.1% and 42.2% respectively of the Group’s total revenue in 2Q2025.

PENTAMASTER CORPORATION BERHAD (“PCB” or “COMPANY”)

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

The table below outlines the revenue of the respective operating segments, including elements of inter-segment transactions.

	Individual Quarter 3 Months Ended			Cumulative Financial Period Ended		
	30/6/2025	30/6/2024	Variance	30/6/2025	30/6/2024	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
ATE	83,371	69,865	19.3	179,753	143,056	25.7
FAS	61,318	106,389	-42.4	97,672	205,139	-52.4
Smart control solution system	(22)	89	-124.7	(22)	565	-103.9
Others	1,017	-	100.0	1,017	-	100.0

The following table sets out the revenue breakdown by customer segments for the Group:

	Individual Quarter 3 Months Ended				Cumulative Financial Period Ended			
	30/6/2025		30/6/2024		30/6/2025		30/6/2024	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Automotive	44,072	30.3	51,408	30.0	95,078	34.3	95,291	27.8
Medical	35,577	24.6	76,976	44.9	42,463	15.4	155,523	45.5
Electro-Optical	32,772	22.6	24,654	14.4	59,574	21.5	53,026	15.5
Consumer and industrial products	16,943	11.7	6,789	4.0	37,263	13.5	16,913	4.9
Semiconductor	11,946	8.3	11,497	6.7	38,330	13.9	21,301	6.2
Renewable energy	3,591	2.5	-	-	3,796	1.4	-	-
Others	(22)	n.m.	49	n.m.	(22)	n.m.	109	0.1
Total	144,879	100.0	171,373	100.0	276,482	100.0	342,163	100.0

The Group closed its 2Q2025 with a profit before taxation of RM17.6 million (2Q2024: RM32.1 million), representing a decrease of approximately 45.0% from last year's corresponding period. The Group closed its first half of the year 2025 with a profit before taxation of RM38.2 million, a drop from a profit before taxation of RM62.9 million achieved in 1H2024. Accordingly, the Group's EBITDA (earnings before interest, tax, depreciation and amortisation) for the 2Q2025 stood at RM24.7 million (2Q2024: RM37.4 million), representing a decrease of 23.7%, while the Group's EBITDA for the 1H2025 stood at RM52.0 million (1H2024: RM73.2 million), representing a decrease of 28.9% from corresponding period last year respectively. Basic earnings per share decreased from 2.80 sen in 2Q2024 to 1.63 sen in 2Q2025 and decreased from 5.52 sen in 1H2024 to 3.47 sen in 1H2025.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

The performance of the respective operating segments which includes inter-segment transactions for the current quarter as compared to the previous corresponding quarter is analysed as follows:

1) Automated test equipment

Revenue from this segment increased by RM13.5 million from RM69.9 million in the previous corresponding quarter to RM83.4 million in 2Q2025, driven primarily by higher project deliveries within the electro-optical and the semiconductor segments. Within the ATE segment, the automotive sector continued to account for the largest share of revenue, contributing approximately 51.2% in 2Q2025. However, revenue from this sector declined slightly by 10.2% as compared to 2Q2024 largely due to timing differences in project deliveries within the automotive industry. Overall, the Group’s ATE segment continued to show demand recovery with its comprehensive and wide-ranging test and assembly solutions, with key contributions from customers in Singapore, China, Europe and Japan.

After registering revenue growth in the preceding quarter, the electro-optical industry continued to demonstrate improved momentum by contributing 34.6% to the Group’s ATE revenue in 2Q2025, up from 27.5% in 2Q2024, representing an increase of 48.9%. This growth was primarily driven by increased project deliveries and demand for the Group’s smart sensor test solutions, particularly those supporting the upgraded versions of ambient light sensors and proximity sensors used in smartphones and wearable devices. Meanwhile, revenue contribution from the semiconductor industry within the ATE segment showed a significant surge by 283.9%, up from 4.4% share of wallet for the ATE segment in 2Q2024 to 14.1% share of wallet in 2Q2025. This growth was mainly driven by the uptick in demand for the Group’s test handling equipment catering for the semiconductor segment.

Overall, the semiconductor industry is showing signs of recovery following a cyclical downturn in 2023–2024. This rebound is expected to generate positive spillover effects on the broader ATE market in which the Group operates with its diversified test and assembly solutions across different industries. This will bode well for the Group’s ATE business segment with the recovery momentum.

Profit before taxation in the ATE segment increased from RM4.2 million in 2Q2024 to RM10.2 million in 2Q2025, mainly attributable to revenue growth as well as margin improvement due to project’s economies of scale.

2) Factory automation solutions

In 2Q2025, revenue from the FAS segment declined by 42.4% to RM61.3 million as compared to RM106.4 million in 2Q2024. The decrease was primarily due to a 59.5% reduction in project deliveries from the medical segment which had previously contributed a significant 84.1% share of wallet to the FAS segment in 2Q2024 but contracted to 67.1% share of wallet in 2Q2025. The current momentum in the medical segment is starting to moderate and normalise following a period of accelerated expansion in the prior year.

Nonetheless, the impact of the decline was partially offset by stronger contributions from the consumer and industrial products segment which collectively accounted for approximately 14.0% of the FAS revenue in 2Q2025, a notable increase from 6.4% in 2Q2024. In addition, the Group saw initial contributions from a new segment, renewable energy, which made up approximately 7.0% of the FAS segment’s revenue in 2Q2025. The electro-optical segment also delivered a meaningful contribution, accounting for about 8.1% of FAS revenue in 2Q2025. Although the FAS segment has been diversifying from its previously concentrated medical portfolio, this transition will require a longer period to materialise given the nature of FAS segment’s production cycle time.

Nevertheless, the Group remains committed to diversifying its end-market exposure to reduce dependency on any single sector. This approach will not only support more resilient performance across market cycles but also position the Group’s FAS segment to capitalise on emerging opportunities across multiple industries.

In tandem with the lower revenue recorded, the FAS segment reported a lower profit before taxation of RM16.6 million in 2Q2025, representing a 51.0% decrease from RM33.8 million in 2Q2024.

3) Smart control solution system

The products and solutions in this segment entail project management, smart building solutions and trading of materials.

In 2Q2025, this segment recorded a minor sales return of RM22,000 from a credit note issued to a customer. This was compared to a revenue of RM89,000 recorded in 2Q2024. This segment posted a loss before taxation of RM92,000 in 2Q2025 mainly attributable to running fixed costs. In comparison, a higher loss before taxation of RM1.0 million was recorded in 2Q2024.

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15 Material Changes in the Quarterly Results as Compared with the Preceding Quarter

	3 Months Ended 30/6/2025	3 Months Ended 31/3/2025	Variance
	RM'000	RM'000	%
Revenue	144,879	131,603	10.1%
Operating profit	17,917	21,325	-16.0%
Profit before taxation	17,649	20,551	-14.1%
Profit for the financial period	17,315	20,223	-14.4%

In 2Q2025, the Group recorded a revenue of RM144.9 million as compared to a revenue of RM131.6 million recorded for the 3-month ended 31 March 2025 (“1Q2025”), representing an increase of 10.1%. However, profit before taxation declined by 14.1% to RM17.6 million in 2Q2025 (1Q2025: RM20.6 million), mainly due to the recognition of unfavourable foreign exchange losses and employee benefit expenses during the quarter. These employee benefit expenses arose from the payout of the cancellation price and special dividend in relation to the privatisation of Pentamaster International Limited (“PIL”), a 71.0% owned subsidiary of the Company.

The table below outlines the revenue of the respective operating segments, including elements of inter-segment transactions.

	3 Months Ended 30/6/2025	3 Months Ended 31/3/2025	Variance
	RM'000	RM'000	%
ATE	83,371	96,382	-13.5
FAS	61,318	36,354	68.7
Smart control solution system	(22)	-	-100.0
Others	1,017	-	100.0

The following table sets out revenue breakdown and comparison by customer segments for the Group:

	3 Months Ended 30/6/2025		3 Months Ended 31/3/2025	
	RM'000	%	RM'000	%
Automotive	44,072	30.3	51,006	38.8
Electro-Optical	32,772	22.6	26,802	20.4
Medical	35,577	24.6	6,886	5.2
Consumer and industrial products	16,943	11.7	20,320	15.4
Semiconductor	11,946	8.3	26,384	20.0
Renewable energy	3,591	2.5	205	0.2
Others	(22)	n.m.	-	-
Total	144,879	100.0	131,603	100.0

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The performance of the respective operating segments which includes inter-segment transactions in 2Q2025 as compared to 1Q2025 is analysed as follows:

1) Automated test equipment

In 2Q2025, revenue from the ATE segment decreased by RM13.0 million to RM83.4 million (1Q2025: RM96.4 million), representing a decrease of 13.5%. The decrease was mainly due to lower project deliveries to the automotive and semiconductor segments during the quarter.

Due to lower revenue coupled with the unfavourable foreign exchange losses and employee benefit expenses recognised during the quarter, the ATE segment recorded a lower profit before taxation of RM10.1 million in 2Q2025, as compared to a profit before taxation of RM23.7 million in 1Q2025.

2) Factory automation solutions

Revenue from the FAS segment rose to RM61.3 million in 2Q2025, up from RM36.3 million in 1Q2025, marking a significant increase of 68.7%. The revenue growth was primarily driven by the fulfillment of project deliveries during the quarter, particularly within the medical industry.

Correspondingly, profit before taxation for the FAS segment increased to RM16.6 million in 2Q2025 as compared to RM4.5 million in the preceding quarter which was in line with the higher revenue recorded.

3) Smart control solution system

In 2Q2025, this segment recorded a minor sales return of RM22,000 from a credit note issued to a customer and posted a loss before taxation of RM92,000. In contrast, no revenue was recorded in 1Q2025 for this segment but it registered a profit before taxation of RM56,000 mainly due to a gain arising from the disposal of investment properties.

16 Prospect

The Group remains cautious as it continues to operate in a challenging global environment marked by prolonged macroeconomic uncertainties and trade tensions. In the first half of the year, operating conditions remained difficult as the Group faced margin pressure stemming from elevated input costs and intensified pricing competition. These challenges were compounded by extended customer decision-making cycles given the trade tension uncertainties, global supply chain disruptions and the spill-over effects of geopolitical tensions, all of which contributed to delayed project rollouts and impacted operational efficiency.

However, the Group anticipates a comparatively more favourable performance in the second half of the year supported by improvements in order book visibility, particularly from the ATE segment where customers have gradually resumed capital investments in the next-generation test handling and burn-in systems, particularly within the logic and power semiconductor sub-segments. In parallel, the Group's FAS team remains proactive in expanding its customer base and broadening its industry footprint beyond its traditional strongholds. The FAS team continues to intensify efforts to penetrate emerging sectors such as renewable energy, data centers and healthcare automation where rising demand for intelligent, high-precision and flexible automation solutions is being driven by the increased emphasis on precision and output consistency as well as the growing need for traceability and compliance in regulated industries. Additionally, as the trade tariffs imposed by the United States become clearer, manufacturing base positioning with automation is expected to provide positive momentum to the FAS segment.

Following the successful privatisation of PIL with Puga Holdings Limited (“Puga”), a holding company backed by a renowned semiconductor private equity firm, prominent Taiwanese semiconductor companies and global sovereign wealth funds, the Group has begun to unlock strategic advantages from this partnership. Puga’s extensive network and investment portfolios within the global technology ecosystem, particularly in Taiwan and the United States, has provided the Group with greater access to new customers, collaborative R&D opportunities and strategic market entry opportunities.

In addition, the Group is actively building its capabilities in advanced packaging technologies, supported by the accelerating growth in artificial intelligence (AI), high-performance computing (HPC) and other data-intensive, high-speed applications. These developments collectively provide a favourable backdrop for the Group’s long-term growth trajectory, positioning it well to capitalise on next-generation technology trends in the mid to long term.

17 Profit Forecast or Profit Guarantee

There was no profit forecast or profit guarantee issued by the Group.

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18 Taxation

The taxation charge for the current quarter and year to date is as follows:

	Current Quarter	Current Year to Date
	RM'000	RM'000
Income tax payable	(334)	(662)

The effective tax rate is lower than the statutory tax rate as certain subsidiaries of the Group have been granted pioneer status under the Promotion of Investments Act, 1986 by the Malaysian Investment Development Authority which exempts 100% of statutory income in relation to production of certain products and solutions.

19 Changes in the Composition of the Group

On 20 January 2025, Mirak Medica Sdn. Bhd. (“MM”) was incorporated as a 100% owned subsidiary of Pentamaster MediQ Sdn. Bhd., with a capital of RM2 and 2 ordinary shares of RM1 each. MM’s intended principal activities are the manufacturing and trading of medical products.

Apart from the above, there were no changes in the composition of the Group during the current financial quarter and financial period under review.

20 Corporate Proposals

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

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21 Status of Utilisation of Proceeds Raised from Any Corporate Proposal

As the proceeds previously raised from the listing of PIL have not been fully utilised, the Company will continue to provide the disclosure below on the status of the utilisation of proceeds until they are fully utilised.

1) Share Award Scheme

The utilisation of proceeds of RM29.5 million raised from the share award scheme, in conjunction with the Listing Exercise of PIL, as at the end of the reporting quarter is as follows:

Purpose	Proposed Utilisation (RM'000)	Gross Proceeds Received (RM'000)	Actual Utilisation (RM'000)	Intended Timeframe for Utilisation	Balance (RM'000)
Payment of staff salaries and benefits	4,500	4,500	4,500	Within one (1) year	-
Purchase of raw materials such as sensors, control panels, input/output control and computer field bus system and other services such as subcontracting work	20,000	20,000	2,048	Within eight (8) years ⁽²⁾	17,952
General administrative and operating expenses	5,000	5,000	5,000	Within one (1) year	-
Total	29,500	29,500	11,548		17,952

2) Listing Exercise of PIL

The utilisation of proceeds of RM87.1 million from the offer for sale of PIL Shares by the Company, in conjunction with the Listing Exercise of PIL, as at the end of the reporting quarter is as follows:

Purpose	Proposed Utilisation		Gross Proceeds Received⁽²⁾ (RM'000)	Actual Utilisation (RM'000)	Intended Timeframe for Utilisation	Balance (RM'000)
	Minimum Scenario⁽¹⁾ (RM'000)	Maximum Scenario⁽¹⁾ (RM'000)				
Business expansion through investment and acquisition	33,972	37,775	32,741	5,000	Within eight (8) years ⁽²⁾	27,741
Investment into technology related solutions and business applications	29,726	33,059	28,648	28,648	Within eight (8) years ⁽²⁾	-
Working capital	21,172	23,549	20,405	20,405	Within five (5) years	-
Defray estimated expenses in relation to Listing Exercise, bonus issue and share split, collectively	5,508	5,508	5,306	5,306	Within six (6) months	-
Total	90,378	99,891	87,100	59,359		27,741

Notes:

- (1) The minimum and maximum scenario under the proposed utilisation was based on the indicative offer price in relation to the Listing Exercise of HKD0.95 and HKD1.05 respectively.

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- (2) *The actual gross proceeds received was based on the actual offer price in relation to the Listing Exercise of HKD1.00. The difference between the gross proceeds received and the proposed utilisation was due to the difference in the conversion rate.*
- (3) *The original intended timeframe for utilisation of two (2) years was extended to five (5) years on 17 January 2020 and further extended to eight (8) years on 18 January 2023.*

22 Borrowings

There are no outstanding borrowings or debt securities as at the end of the reporting period.

23 Derivative Financial Instruments

As at the date of the statement of financial position 30 June 2025, the Group has the following outstanding derivative financial instruments:

Derivatives	Contract or Notional amount (RM'000)	Fair value Net gain/(loss) (RM'000)	Purpose
Currency forward contracts: - Less than 1 year	133,159	2,261	For hedging currency risk arising from sales proceeds in foreign currencies

For the quarter ended 30 June 2025, there have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Also, there have been no changes to the Group's risk management objectives, accounting policies and processes since the previous financial year end. Financial instruments are viewed as risk management tools by the Group and are not used for trading or speculative purposes.

24 Fair Value of Financial Liabilities

For the quarter ended 30 June 2025, there is no fair value gain or loss on the financial liabilities. The carrying amounts of the financial liabilities as at date of the end of the statement of financial position date approximate to their fair value due to their short-term nature.

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25 Material Litigations

As at the date of this announcement, PCB remains engaged in an ongoing dispute concerning patent claims initiated by Ocado Innovation Limited, a company incorporated under the laws of England and Wales. PCB is not involved in or associated with the underlying allegations forming the basis of the claims. A hearing on PCB’s application to strike out the claims was held on 4 August 2025. PCB remains actively engaged in the legal process regarding the matter. Except for the legal costs incurred in connection with the proceedings, the litigation is not expected to have any material impact on the financial position or operations of the Group.

Save as disclosed in this announcement, the Group is not aware of any other material litigation.

26 Dividends

The Board of Directors does not recommend any dividend in respect of the quarter ended 30 June 2025.

27 Earnings Per Share

The calculation of basic earnings per share for the financial period based on the profit attributable to owners of the Company for the quarter divided by the weighted average number of ordinary shares in issue during the quarter.

	3 Months Ended 30/6/2025 RM'000	3 Months Ended 30/6/2024 RM'000	6 Months Ended 30/6/2025 RM'000	6 Months Ended 30/6/2024 RM'000
Profit attributable to owners of the Company	11,611	19,899	24,676	39,275
Weighted average number of ordinary shares	711,317,121	711,317,121	711,317,121	711,317,121
Earnings per share attributable to owners of the Company (sen)	1.63	2.80	3.47	5.52

BY ORDER OF THE BOARD

KONG SOWN KAEY

Secretary

6 August 2025