

6. INFORMATION ON OUR GROUP

6.1 Our Company

Our Company was incorporated in Malaysia under the Act 1965 on 8 February 1999 as a private limited company under the name of All Malaysian Technology Sdn Bhd and is deemed registered under the Act. On 2 March 1999, we changed our name to Qdos Holdings Sdn Bhd and subsequently converted to a public limited company on 31 October 2005. On 8 August 2025, our Company changed its name from Qdos Holdings Bhd to its current name, SQ Advanced Interconnect Berhad.

The principal activity of our Company is investment holding whilst our subsidiaries are principally involved in the manufacturing and assembly of FPC and manufacturing of IC substrates, covering circuit design, prototype fabrication and production. The principal activities of our subsidiaries are as set out in **Section 6.6** of this Prospectus.

Further details on our Group's history and business activities are set out in **Sections 7.1 and 7.3** of this Prospectus, respectively.

6.2 Previous privatisation of SCB Group

Our Company was a wholly-owned subsidiary of SCB, a company previously listed on the Main Market of Bursa Securities and subsequently privatised and delisted from the Main Market of Bursa Securities in 2019. SCB is an investment holding and through its subsidiaries were principally involved in the following business segments:-

- (i) operation of supermarkets and departmental stores and a hypermarket ("**Retail Business**");
- (ii) manufacturing of flexible printed circuit boards and molded interconnect substrates via QFSB and QISB, the wholly-owned subsidiaries of SQAI ("**Manufacturing Business**");
- (iii) property investment and development of residential and commercial properties ("**Property Business**"); and
- (iv) trading, mainly in construction materials ("**Trading Business**").

On 25 January 2019, SCB received an offer from Suiwah Holdings Sdn Bhd, a major shareholder of SCB, on behalf of and together with Dato' Hwang Thean Long and the person acting in concert with them (collectively referred to as "**Non-Entitled Shareholders**"), requesting SCB to undertake the selective capital reduction and repayment exercise undertaken by SCB in accordance with Section 116 of the Act ("**SCR**") ("**SCR Offer Letter**"). The SCR was completed on 12 July 2019, resulting in the Non-Entitled Shareholders collectively holding the entire equity interest in SCB. SCB was subsequently delisted on 23 July 2019 ("**Privatisation**").

The SCR involved a cash repayment of RM2.80 per ordinary share in SCB ("**SCB Share(s)**") to the entitled shareholders (shareholders other than the Non-Entitled Shareholders) ("**SCR Offer Price**") ("**Entitled Shareholders**"), which represented an illustrative market capitalisation of SCB of approximately RM170.8 million of SCB Group, computed based on 57,250,148 SCB Shares in issue (excluding 3,750,100 treasury shares) at the time of the SCR.

As disclosed in the circular to shareholders of SCB dated 8 April 2019 in relation to the SCR ("**SCR Circular**"), the SCR Offer Price represented:-

- (i) a premium ranging from approximately 23.35% to 38.61% to the closing price of SCB Shares, 5-day, 1-month, 3-month, 6-month and 1-year volume weighted average market price up to and including 23 January 2019, being the last full trading day prior to the receipt of the offer letter in relation to the SCR;

6. INFORMATION ON OUR GROUP (CONT'D)

- (ii) a price-to-earnings ratio of approximately 13.71 times based on the audited consolidated earnings per SCB Share of 20.42 sen for the FYE 2018, being the latest audited publicly available financial statements of SCB at the time of issuance of the SCR Circular; and
- (iii) a price-to-book ratio of approximately 0.69 times based on the audited consolidated NA per SCB Share as at 31 May 2018 of RM4.03.

Further, Mercury Securities Sdn Bhd, being the Independent Adviser appointed by the Board of Directors of SCB, had derived a range of estimated fair value of the entire equity interest in SCB of RM282.33 million (RM4.93 per SCB Share) to RM297.80 million (RM5.20 per SCB Share) computed based on the sum of parts valuation (“SOPV”) model, further details of which are set out as follows:-

Segment	Workings	Valuation method	Fair value			
			Low range		High range	
			Total (RM'000)	⁽¹⁾ Per SCB Share (RM)	Total (RM'000)	⁽¹⁾ Per SCB Share (RM)
(i) Retail Business	A	Discounted cash flow	58,837	1.03	64,897	1.13
(ii) Manufacturing Business	B	Discounted cash flow	115,828	2.02	125,246	2.19
(iii) Property Business	C	Revalued NA value	107,660	1.88	107,660	1.88
(iv) Trading Business	D	N/A	-	-	-	-
SCB Group	E = A + B + C + D	SOPV	282,325	4.93	297,803	5.20

Notes:-

N/A Not applicable.

(1) Computed based on 57,250,148 SCB Shares as at 1 April 2019 (excluding the 3,750,100 treasury shares).

The privatisation of SCB was undertaken for several reasons, amongst others:-

- (i) low trading liquidity of the SCB Shares, recorded an average daily trading volume and average monthly trading volume of 15,456 SCB Shares and 160,067 SCB Shares, respectively for the 2 years prior to the date of SCR Offer Letter, which represents 0.07% and 0.77% of SCB's total free float, as well as the minimal benefit derived from the listing status of SCB;
- (ii) provided greater flexibility to SCB in managing and developing the existing businesses of SCB without the regulatory restrictions and cost associated with being listed on Bursa Securities; and
- (iii) prevailing economic conditions and the SCB's balance sheet and risk profile was different during the privatisation exercise in 2019. In particular, large capital commitments were planned to fund the Group's property development activities which included the construction of a mixed development comprising a mall, office blocks etc in Ayer Itam, Penang. Concurrently, the Batu Kawan Plant had only begun its operation in 2018 and management had to spend a significant amount of effort and resources for the Batu Kawan Plant to be profitable.

SCB Group was embarking on a major capital expenditure and expansion drive which would increase the business risk profile and debt levels of the Group. The Privatisation offered minority shareholders an opportunity to realise their investment in SCB at a premium to the market.

6. INFORMATION ON OUR GROUP (CONT'D)

6.2.1 Significant developments since the Privatisation

Since the Privatisation, we have undertaken the following initiatives to restructure and grow our manufacturing business:-

(i) Difference in management and shareholding structure of our Group

Jeffrey Hwang and Brian Low, our Promoters and substantial shareholders, differ from those involved in SCB prior to the Privatisation. At the time of the Privatisation, Jeffrey Hwang only held 1.50% of the issued share capital of SCB as Dato' Hwang Thean Long, our Non-Independent Non-Executive Chairman, was the major shareholder of SCB and key decision maker, as the founder of SCB. Furthermore, Brian Low was not involved in the management of SCB Group.

Subsequent to the Privatisation, SCB Group had undertaken an internal restructuring and succession planning exercise to reorganise the ownership structure of SCB's management into distinct core businesses. Upon completion of the exercise, SQAI ceased to be a wholly-owned subsidiary of SCB and Jeffrey Hwang and Brian Low became our ultimate shareholders, holding 75.00% and 25.00% equity interests, respectively.

(ii) Streamlining of our Group

While SCB was a previously listed entity operating as a diverse conglomerate with business activities spanning property development, grocery chain business, trading and FPC manufacturing, where the FPC manufacturing operations in Bayan Lepas represented only 1 of several revenue and profit contributors to the then listed SCB Group. The contribution of each segment to SCB group's financial performance is set out as below:-

	Audited		
	FYE 2016 (RM'000)	FYE 2017 (RM'000)	FYE 2018 (RM'000)
Earnings before interest and tax*			
Retail Business	8,514	6,104	10,896
Manufacturing Business	5,025	9,141	9,339
Property Business	(822)	(2,431)	(536)
Trading Business	70	(334)	(1,006)
Total	12,787	12,480	18,693

Note:-

* Segment results extracted from SCB's annual report FYE 2016, FYE 2017 and FYE 2018, represent earnings before interest and tax.

On the other hand, SQAI has streamlined its operations to focus on the growth and development of its manufacturing segment. This strategic focus has enabled our Group to strengthen its core competencies driving expansion in its manufacturing operations, extending our market reach to over 30 markets.

6. INFORMATION ON OUR GROUP (CONT'D)

(iii) Development and ramp-up of our Batu Kawan Plant and improvement of the financial performance of our Malaysia Operations

At the time of the Privatisation, our Batu Kawan Plant had not yet fully commenced operations, as it was still an early stage of development. Since then, our Group has undertaken significant efforts to develop and ramp-up the Batu Kawan Plant to its current operationally matured state, including R&D initiatives and upgrading of equipment and machinery, as well as the expansion of our workforce with the recruitment of skilled and experienced personnel. These initiatives also led to improvements in production yield and efficiency, leveraging our technological expertise and continuous process optimisation. Furthermore, with the commencement and progressive ramp-up of our Batu Kawan Plant, we were able to expand our customer base, resulting in substantial revenue growth of our IC substrate segment from RM2.66 million in the FYE 2018 to RM73.33 million in FYE 2025.

In addition, the revenue of the Bayan Lepas Plant, which is involved in FPC manufacturing, increased from RM78.67 million in FYE 2018 to RM138.75 million in the FYE 2025 with the expansion of its market presence and customer base.

(iv) Injection SECL group of companies into our Group

As part of the internal reorganisation undertaken in conjunction with our IPO, our Promoters [have injected] the SECL group of companies, comprising our PRC Operations, into SQAI Group. Following the consolidation of our PRC Operations, the combined financial position of our enlarged SQAI Group for the Financial Years Under Review is higher as compared to the audited financial statement of SQAI for FYE 2018 as at the time of the Privatisation, as illustrated below:-

	Privatisation	Audited		
	FYE 2018 (RM'000)	FYE 2023 (RM'000)	FYE 2024 (RM'000)	FYE 2025 (RM'000)
Revenue	79,591	313,708	340,425	367,658
PBT	8,259	77,074	84,753	92,088
PAT	5,689	68,600	74,815	80,166

6.2.2 The listing of our Company

Following the key developments stated above, Jeffrey Hwang and Brian Low, our Promoters and substantial shareholders, have decided to tap into the capital market through our Listing, with a market capitalisation of RM[●] billion. The market capitalisation of RM[●] billion represents an implied PE Multiple of approximately [●] times based on the PAT for the FYE 2025 of approximately RM80.2 million.

While the market capitalisation of RM[●] billion is substantially higher than the implied market capitalisation range of RM115.8 million to RM125.2 million at the time of the Privatisation, the increase is primarily attributable to the significant growth of our Group's profitability since FYE 2018 as a result of the abovementioned developments. Our Group's PAT increased from RM5.7 million in FYE 2018 to RM80.2 million in FYE 2025, representing an CAGR of approximately 45.90%.

6. INFORMATION ON OUR GROUP (CONT'D)

For illustration purposes, we have compared our PE Multiple against selected comparable companies listed overseas that are mainly involved in FPC manufacturing, being the main products of our Group (non-exhaustive) to serve as a reference point for the IPO valuation, as set out below:-

Comparable peers	Principal activities
<p><u>Shanghai Stock Exchange</u> Shenzhen Kinwong Electronic Co Ltd</p>	<p>Shenzhen Kinwong Electronic Co Ltd and its subsidiaries are principally involved in research and development, production and sales of printed circuit boards and high-end electronic materials.</p>
<p><u>Shenzhen Stock Exchange</u> Suzhou Dongshan Precision Manufacturing Co Ltd</p>	<p>Suzhou Dongshan Precision Manufacturing Co Ltd and its subsidiaries are principally involved in research and development, manufacturing and sale of electronic circuits (which include rigid board, flexible board and rigid-flexible board), precision components, touch panel modules and light-emitting-diode (LED) display devices.</p>
<p>Guangdong Goworld Co Ltd</p>	<p>Guangdong Goworld Co Ltd and its subsidiaries are principally involved in the production and sales of printed circuit boards, liquid crystal displays and touch screens, ultra-thin and special copper clad laminates, and ultrasonic electronic instruments.</p>
<p>Suntak Technology Co Ltd</p>	<p>Suntak Technology Co Ltd and its subsidiaries are principally involved in the manufacturing of high density interconnects, rigid-flex PCB, FPCs and IC substrate serving industries of communication, automotive, computing, industrial, medical, optoelectronics and LED.</p>
<p>Xiamen Hongxin Electron-Tech Co Ltd</p>	<p>Xiamen Hongxin Electron-Tech Co Ltd and its subsidiaries are principally involved in the manufacturing and distribution of FPCs in China. The company also offers AI computing power servers.</p>
<p>Shennan Circuits Co Ltd</p>	<p>Shennan Circuits Co Ltd and its subsidiaries are principally involved in the manufacturing of PCBs, packing substrate and electronics assembly. In addition, the company also provides radio frequency (RF) and microwave, thermal management, miniaturization, and chip package substrate solutions.</p>
<p>Shenzhen FastPrint Circuit Tech Co Ltd</p>	<p>Shenzhen FastPrint Circuit Tech Co Ltd and its subsidiaries are principally involved in the manufacturing and distribution of PCBs, IC packaging substrates, FPCs and semiconductor test boards.</p>
<p><u>Taiwan Stock Exchange</u> Unimicron Technology Corporation</p>	<p>Unimicron Technology Corporation and its subsidiaries are principally involved in the development, manufacturing, processing and sales of printed circuit board, high density interconnect, FPC, radio frequency, integrated circuit carrier, integrated circuit testing, and integrated circuit burn-in.</p>
<p>Zhen Ding Technology Holding Limited</p>	<p>Zhen Ding Technology Holding Limited and its subsidiaries are principally involved in the development of FPC, substrate-like printed circuit boards, high-density interconnect printed circuit boards, rigid printed circuit boards, IC substrate, rigid-flex printed circuit boards and modules as well as semiconductor-related applications.</p>

6. INFORMATION ON OUR GROUP (CONT'D)

The table below sets out the adjusted PE Multiple of the comparable peers listed in overseas stock exchanges:-

Company	#Market capitalisation (RM'million)	#Last price (RM)	Revenue (RM'million)	Net profit attributable to the owners of the company (RM'million)	@Adjusted PE Multiple (times)
Shanghai Stock Exchange					
Shenzhen Kinwong Electronic Co Ltd	35,840.51	36.39	8,048.20	742.69	40.32
Shenzhen Stock Exchange					
Suzhou Dongshan Precision Manufacturing Co Ltd	80,434.76	43.91	23,376.90	689.70	103.25
Guangdong Goworld Co Ltd	4,350.05	8.10	3,659.70	137.08	28.09
Suntak Technology Co Ltd	10,286.19	8.45	3,990.70	163.70	55.63
Xiamen Hongxin Electron-Tech Co Ltd	8,530.23	17.68	3,735.10	36.10	*209.23
Shennan Circuits Co Ltd	88,414.75	132.61	11,384.70	1,192.84	65.62
Shenzhen FastPrint Circuit Tech Co Ltd	22,760.84	13.39	3,698.40	(125.98)	*(159.96)
Taiwan Stock Exchange					
Unimicron Technology Corporation	74,808.57	47.48	16,421.69	723.36	64.20
Zhen Ding Technology Holding Limited	26,254.25	24.52	24,433.83	1,306.59	12.47
				High	103.25
				Average	52.80
				Low	12.47
				⁽¹⁾ SQAI Group valuation	[●]

Notes:-

Extracted from Bloomberg as at the LPD.

* Deemed as an outlier.

@ The PE Multiple of the overseas peers has been adjusted using the following relative factor as there are differences between the macroeconomic factors of the markets where the peers are listed and the Malaysian market, which include, but not limited to, interest rate, inflation, and gross domestic product:-

$$\frac{\text{PE multiple of the company} \times \text{Malaysia Market average PE multiple}}{\text{China or Taiwan market average PE multiple}}$$

(1) Computed based on the indicative market capitalisation of RM[●] billion over the PAT of SQAI Group for the FYE 2025 of approximately RM80.2 million.

6. INFORMATION ON OUR GROUP (CONT'D)

6.3 Share capital

Our issued share capital is RM39,999,501 comprising 40,000,000 Shares as at the LPD. Our Company does not have any treasury shares as at the LPD.

Save as disclosed below, there have been no changes in our issued share capital during the Financial Years Under Review and up to the LPD:-

Date of allotment	No. of Shares allotted	Nature of transaction	Consideration	Cumulative issued share capital	
				(RM)	No. of Shares
29 November 2025	14,999,998	Capitalisation of advances	Other than cash	39,999,501	40,000,000
[10 February 2026]	1,122,500,000	Pursuant to the Bonus Issue	Other than cash	39,999,501	1,162,500,000
[•]	135,000,000	Pursuant to the Acquisition of SECL	Other than cash	146,514,501	1,297,500,000

As at the LPD, we do not have any outstanding warrants, options, convertible securities or uncalled capital in respect of the Shares in our Company. In addition, there are no discounts, special terms or instalment payment terms applicable to the payment of consideration for the above allotments.

Upon completion of our IPO, our enlarged share capital will increase to 1,500,000,000 Shares.

6.4 Pre-IPO Restructuring

For the purposes of facilitating our Listing, we have undertaken an internal reorganisation exercise, which involves the following:-

6.4.1 Disposal of Non-Core Subsidiaries

As at the [LPD], our Group have disposed of the entire equity interest of the Non-Core Subsidiaries for a total cash consideration of approximately RM20.9 million, further details are set out below:-

	Principal activities	No. of shares disposed	Equity interest disposed	#NTA/NTL	Disposal consideration
			(%)	(RM)	(RM)
QBPO^	Dormant	2,500,000	100.00	@(44,183)	1
Qdynamics^	Dormant	6,680,000	100.00	6,526,569	6,526,569
Qforce^	Investment holding with investment in Quantum Fri Sdn Bhd (dormant)	10,000,000	100.00	9,797,308	9,797,308
Qventures*	Investment holding with investment in Quantum Fri Sdn Bhd (dormant)	100	100.00	@(55,045)	1
QSC^	Dormant	1	100.00	6,335	6,335
QIndia^	Dormant	7,200,000	100.00	4,572,896	4,572,896
Total					20,903,110

6. INFORMATION ON OUR GROUP (CONT'D)

Notes:-

- * Qventures will be struck off prior to our Listing.
- # Based on the audited financial statements of QBPO, Qforce, Qdynamics and Qventures for the FYE 2024, the audited financial statements of QSC for the FYE 2025 and the latest unaudited management accounts of QIndia as at 30 November 2025.
- ^ Name change effected to avoid confusion or potential name conflict with entities within our Group. In addition, QIndia will change its name in due course.
- @ SQTSB had assumed the liabilities of the said entity subsequent to the completion of the disposal.

The Non-Core Subsidiaries were disposed of to SQTSB, our major shareholder, save for QIndia which was disposed of to SQTSB and QBPO, via the instruments of transfer.

The Disposal of Non-Core Subsidiaries was undertaken to streamline our Group business to establish a clearer operating structure, focusing on our core business (i.e. manufacturing). The Non-Core Subsidiaries were principally involved in ancillary activities which were not aligned with our Group's long-term strategic focus.

6.4.2 Bonus Issue

On 10 February 2026, SQAI had undertook the Bonus Issue which entailed the issuance of 1,122,500,000 Bonus Shares on the basis of 28.0625 Bonus Shares for every 1 existing Share held by the existing shareholders for the purpose of increasing the number of issued Shares in order to facilitate the IPO and Listing.

Following the completion of the Bonus Issue on [10 February 2026], the total issued Shares is 1,162,500,000 Shares and the Bonus Shares were allotted to the existing shareholders as follows:-

	Before the Bonus Issue		After the Bonus Issue	
	No. of Shares	(%)	No. of Shares	(%)
SQTSB	40,000,000	100.00	1,162,500,000	100.00
Total	40,000,000	100.00	1,162,500,000	100.00

6.4.3 Acquisition of SECL

On 23 February 2026, we had entered into an equity transfer agreement with Twisden, as the purchaser, to acquire the entire registered capital of SECL of USD12.0 million, representing 100.00% equity interest in SECL, from Twisden for a total purchase consideration of RM106,515,000, which will be fully satisfied through the allotment and issuance of 135,000,000 new Shares at an issue price of RM0.789 per Share to Twisden.

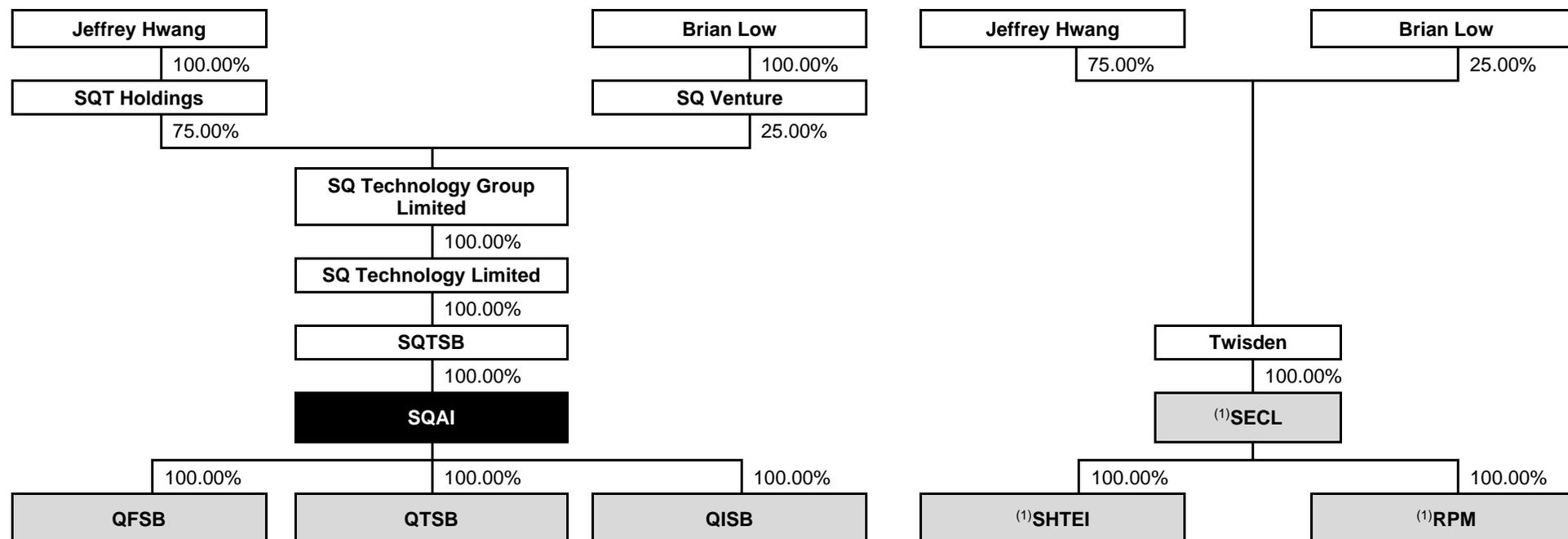
The purchase consideration was based on a "willing-buyer willing-seller" basis after taking into consideration the aggregate audited NA of SECL, SHTEI and RPM as at 31 December 2025 after inter-company eliminations, amounting to RM106,258,357.

The Acquisition of SECL was completed on [date].

6. INFORMATION ON OUR GROUP (CONT'D)

6.5 Our Group structure

Before the Pre-IPO Restructuring

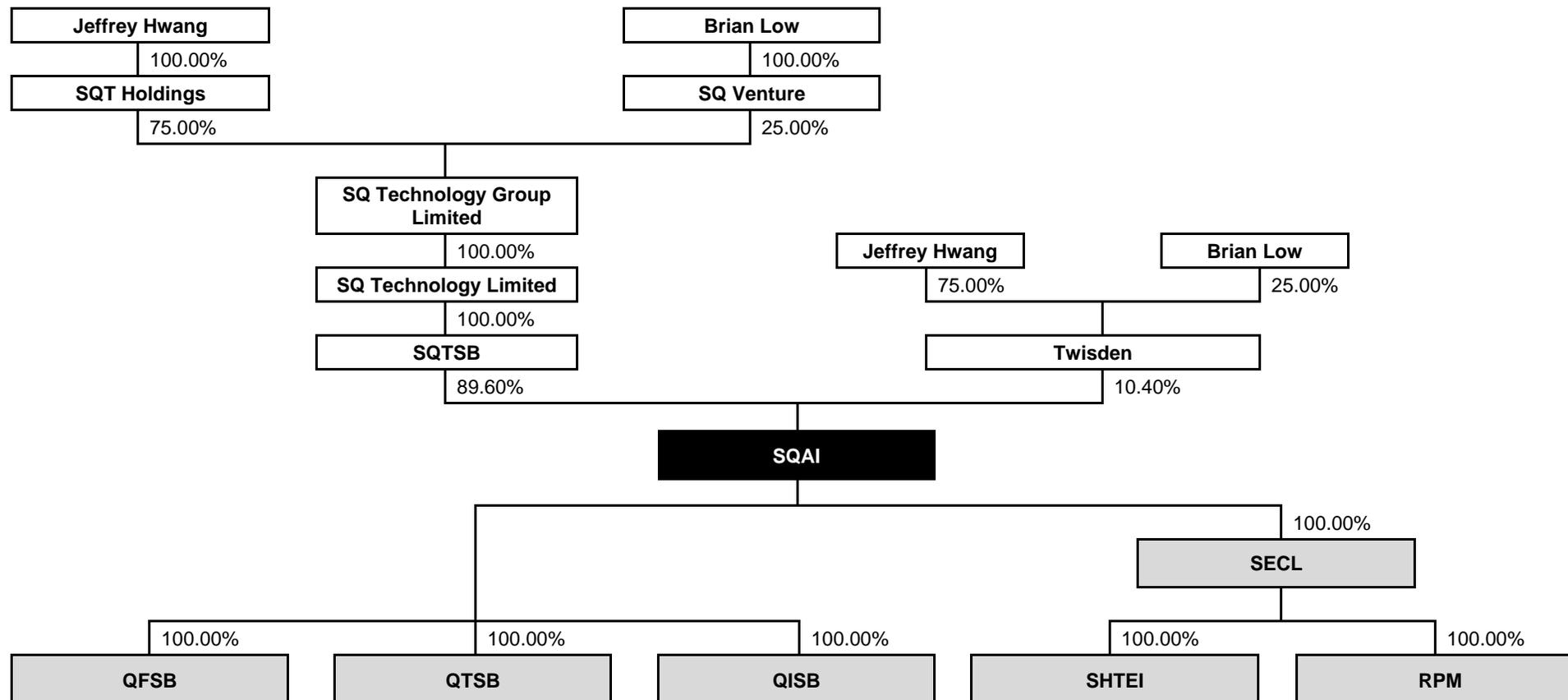


Note:-

(1) For information purposes, the company seals of our Group's PRC subsidiaries are kept under the custody of Brian Low, our Promoter, substantial shareholder, Executive Director and President of PRC Operations, a Malaysian citizen. The use of the company seals subject to formal approval procedures, including board-approved authorisation controls. No company seal may be affixed without documented approval and proper supporting documentation. Furthermore, the legal representative of all the PRC subsidiaries is Jeffrey Hwang, our Promoter, substantial shareholder, Managing Director and CEO.

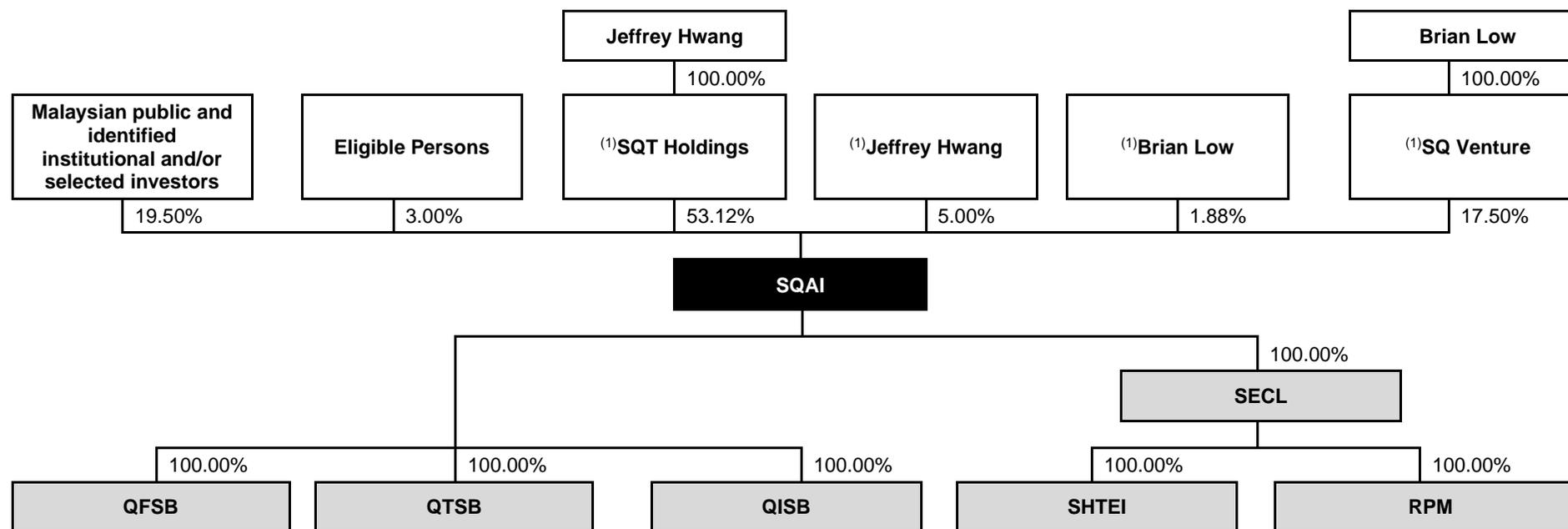
6. INFORMATION ON OUR GROUP (CONT'D)

After the Pre-IPO Restructuring and as at the [LPD]



6. INFORMATION ON OUR GROUP (CONT'D)

After the Listing and Share Transfer



Note:-

(1) Pursuant to the Share Transfer, during the Prescription Period, SQT SB will transfer its Shares as follows:-

- (i) 796,875,000 Shares to SQT Holdings;
- (ii) 262,500,000 Shares to SQ Venture;
- (iii) 75,000,000 Shares to Jeffrey Hwang; and
- (iv) 28,125,000 Shares to Brian Low.

Following the Share Transfer, both of our Promoters will hold the Shares individually and/or through their wholly-owned entities and Twisden will no longer be our shareholder following the Offer for Sale.

6. INFORMATION ON OUR GROUP (CONT'D)**6.6 Our subsidiaries**

The details of our subsidiaries as at the LPD are as follows:-

Name/ Registration number	Date/ Place of incorporation	Principal place of business	Share capital/ Registered capital	Our effective equity interest (%)	Principal activities
Held by SQAI					
QFSB 199701001333 (416829-W)	15-01-1997 (Malaysia)	Malaysia	RM53,000,000	100.00	Manufacturing and assembly of FPC
QTSB 199801002768 (458894-P)	09-03-1998 (Malaysia)	Malaysia	RM1,000,000	100.00	R&D, design and prototyping of FPC and semiconductor substrates, and property investment
QISB 201301011134 (1040971-U)	03-04-2013 (Malaysia)	Malaysia	RM44,000,000	100.00	Design, manufacturing, assembly and sales of electronic or semiconductor substrates
SECL 91350200MA33KCH F8N	27-02-2020 (PRC)	PRC	USD12,000,000	100.00	Investment holdings
Held by SECL					
SHTEI 91350200612039010 J	01-01-2000 (PRC)	PRC	RMB90,470,000	100.00	Manufacturing and assembly of FPC
RPM 91350203MA34NW3 X8E	16-09-2020 (PRC)	PRC	RMB3,000,000	100.00	Property leasing and management services

(i) QFSB

QFSB was incorporated on 15 January 1997 in Malaysia under the Act 1965 under the name of Agronetic Sdn Bhd and is deemed registered under the Act as a private limited company. On 22 May 1997, QFSB changed its name to its present name.

QFSB is principally involved in the manufacturing and assembly of FPC. The principal place of business of QFSB is at No. 99, Lebuhraya Kampung Jawa, Bayan Lepas Industrial Estate, 11900 Bayan Lepas, Penang, Malaysia.

6. INFORMATION ON OUR GROUP (CONT'D)

The issued share capital of QFSB is RM53,000,000 comprising 53,000,000 ordinary shares as at the LPD. Save as disclosed below, there has been no change in the issued share capital of QFSB for the Financial Years Under Review and up to LPD:-

Date of allotment	No. of shares in QFSB allotted	Nature of transaction	Consideration	Cumulative issued share capital	
				RM	No. of shares
29 November 2023	12,500,000	Allotment of Shares to SQAI	Cash	23,000,000	23,500,000
30 August 2024	2,500,000	Allotment of Shares to SQAI	Cash	26,000,000	26,000,000
30 September 2024	2,000,000	Allotment of Shares to SQAI	Cash	28,000,000	28,000,000
29 November 2025	25,000,000	Allotment of Shares to SQAI	Cash and capitalisation of advances	53,000,000	53,000,000

QFSB is our wholly-owned subsidiary. QFSB does not have any subsidiary, associates or joint venture companies as at the LPD.

(ii) QTSB

QTSB was incorporated on 9 March 1998 in Malaysia under the Act 1965 under the name of Prima Sentosa Sdn Bhd and is deemed registered under the Act as a private limited company. QTSB changed its name to Flexcircuits Technology Sdn Bhd on 17 March 1999. Subsequently on 19 March 2004, QTSB changed its name to its present name.

QTSB is principally involved in R&D, design and prototyping of FPC and semiconductor substrates, and property investment. The principal place of business of QTSB is at No. 99, Lebuhraya Kampung Jawa, Bayan Lepas Industrial Estate, 11900 Bayan Lepas, Penang, Malaysia.

The issued share capital of QTSB is RM1,000,000 comprising 1,000,000 ordinary shares as at the LPD. There has been no change in the issued share capital of QTSB for the Financial Years Under Review and up to LPD.

QTSB is our wholly-owned subsidiary. QTSB does not have any subsidiary, associates or joint venture companies as at the LPD.

(iii) QISB

QISB was incorporated on 3 April 2013 in Malaysia under the Act 1965 under its present name and is deemed registered under the Act as a private limited company.

QISB is principally involved in the design, manufacturing, assembly and sales of electronic or semiconductor substrates. The principal place of business of QISB is at PMT 743, Persiaran Cassia Selatan 4, Taman Perindustrian Batu Kawan, 14110 Bandar Cassia, Penang, Malaysia.

The issued share capital of QISB is RM44,000,000 comprising 44,000,000 ordinary shares as at the LPD. There has been no change in the issued share capital of QISB for the Financial Years Under Review and up to LPD.

QISB is our wholly-owned subsidiary. QISB does not have any subsidiary, associates or joint venture companies as at the LPD.

6. INFORMATION ON OUR GROUP (CONT'D)

(iv) SECL

SECL was incorporated on 27 February 2020 in the PRC under the Company Law of the Chinese Mainland as a limited liability company under its present name.

SECL is principally engaged in investment holding. The registered address of business of SECL is at 431A, Building C, Xiamen International Shipping Center, 93 Xiangyu Road, Xiamen, Fujian Pilot Free Trade Zone, PRC.

The registered capital of SECL is USD12,000,000. As at the LPD, the registered capital has been fully contributed. There has been no change in the registered capital of SECL for the Financial Years Under Review and up to LPD.

SECL is our [wholly-owned subsidiary]. As at the LPD, SECL has 2 wholly-owned subsidiaries, namely SHTEI and RPM. Save the foregoing, SECL does not have any other subsidiary, associate or joint venture companies as at the LPD.

(v) SHTEI

SHTEI was incorporated on 1 January 2000 in the PRC under the Company Law of the Chinese Mainland as a limited liability company under its present name.

SHTEI is principally engaged in manufacturing and assembly of FPC. The registered address of business of SHTEI is at Zone A and Zone B, 1st to 3rd Floors, Phase 1 Factory, 1776 Lvling Road, Siming Area, Xiamen, Fujian Province, PRC.

The registered capital of SHTEI is RMB90,470,000. As at the LPD, the registered capital has been fully contributed. There has been no change in the registered capital of SHTEI for the Financial Years Under Review and up to LPD.

SHTEI is a wholly-owned subsidiary of SECL and our [indirect wholly-owned subsidiary]. SHTEI does not have any subsidiary, associate or joint venture companies as at the LPD.

(vi) RPM

RPM was incorporated on 16 September 2020 in the PRC under the Company Law of the Chinese Mainland as a limited liability company under its present name.

RPM is principally engaged in property leasing and management services. The registered address of business of RPM is at Room 401, 1776 Lvling Road, Siming Area, Xiamen, Fujian Province, PRC.

The registered capital of RPM is RMB3,000,000. As at the LPD, the registered capital has been fully contributed. There has been no change in the registered capital of RPM for the Financial Years Under Review and up to LPD.

RPM is a wholly-owned subsidiary of SECL and our [indirect wholly-owned subsidiary]. RPM does not have any subsidiary, associate or joint venture companies as at the LPD.

6. INFORMATION ON OUR GROUP (CONT'D)

As at the LPD, neither our Company nor any of our subsidiaries have any outstanding warrants, options, convertible securities or uncalled capital.

As at the LPD, none of our Shares and share capital in our subsidiaries were issued and allotted at a discount or have any special terms or instalment payment terms.

As at the LPD, neither our Company nor our subsidiaries are involved in any bankruptcy, receivership or similar proceedings.

6.7 Public take-overs

During the last financial year and up to the LPD, there were no:-

- (i) public take-over offers by third parties in respect of our Shares; and
- (ii) public take-over offers by our Company in respect of other companies' securities.

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