



**INTERIM FINANCIAL STATEMENT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 JANUARY 2024 <sup>(1)</sup>**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 Months Ended		9 Months Ended	
		31.01.2024	31.01.2023	31.01.2024	31.01.2023
		RM'000	RM'000	RM'000	RM'000
Revenue	A8	84,683	82,780	250,774	263,695
Finance income		134	96	327	297
Other operating income		2,281	1,502	5,781	2,935
Changes in inventories		(66,708)	(64,870)	(196,596)	(205,903)
Employee benefits		(10,771)	(9,478)	(31,115)	(29,035)
Depreciation of property, plant and equipment, investment properties and right-of-use assets		(1,256)	(1,272)	(3,770)	(3,817)
Finance cost		(695)	(780)	(2,224)	(1,788)
Operating expenses		(5,417)	(5,590)	(17,639)	(16,613)
Net impairment losses on financial assets		(574)	(348)	(818)	(587)
<b>Profit before tax</b>	B5	1,677	2,040	4,720	9,184
Tax expense	B6	(255)	(802)	(1,290)	(2,285)
<b>Profit after tax</b>		1,422	1,238	3,430	6,899
<b>Other comprehensive income</b>					
<u>Items that may be reclassified subsequently to profit or loss</u>					
Translation differences on foreign operation		152	(449)	711	309
<b>Total other comprehensive income</b>		152	(449)	711	309
<b>Total comprehensive income</b>		1,574	789	4,141	7,208
Profit after tax attributable to:					
- Owners of the Company		1,422	1,238	3,430	6,899
Total comprehensive income attributable to:					
- Owners of the Company		1,574	789	4,141	7,208



岩石汽车工业集团

**SOLID AUTOMOTIVE BERHAD** (1016725-P)

Incorporated in Malaysia

**INTERIM FINANCIAL STATEMENT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 JANUARY 2024 <sup>(1)</sup> (CONT'D)**

		<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
		<b>3 Months Ended</b>		<b>9 Months Ended</b>	
	<b>Note</b>	<b>31.01.2024</b>	<b>31.01.2023</b>	<b>31.01.2024</b>	<b>31.01.2023</b>
Earnings per share (sen) attributable to owners of the Company	B12				
- Basic <sup>(2)</sup>		0.27	0.24	0.66	1.33

*Notes:*

- (1) *The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2023 and the accompanying explanatory notes attached to these interim financial statements.*
- (2) *Based on the weighted average number of ordinary shares in issue as detailed in Note B12.*

**INTERIM FINANCIAL STATEMENT****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2024 <sup>(1)</sup>**

	Note	Unaudited As at 31.01.2024 RM'000	Audited As at 30.04.2023 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		25,663	26,595
Investment properties		9,214	18,257
Right-of-use assets		23,019	22,800
Other investments		239	239
Deferred tax assets		123	226
Other receivables		159	161
		58,417	68,278
<b>Current assets</b>			
Inventories		99,791	103,965
Trade receivables		64,675	69,921
Other receivables, deposits and prepayments		7,464	5,338
Short-term investments		16,070	15,680
Current tax asset		3,424	1,565
Derivative asset		114	6
Fixed deposits with licensed banks		14,840	4,940
Cash and bank balances		25,508	23,578
		231,886	224,993
Assets held for sale	A10 & B7	10,226	-
<b>TOTAL ASSETS</b>		<b>300,529</b>	<b>293,271</b>



## INTERIM FINANCIAL STATEMENT

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2024 <sup>(1)</sup> (CONT'D)

		Unaudited As at 31.01.2024 RM'000	Audited As at 30.04.2023 RM'000
	Note		
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital		135,762	135,762
Merger deficit		(43,361)	(43,361)
Translation reserve		4,425	3,714
Retained earnings		103,343	99,913
<b>Total equity</b>		<b>200,169</b>	<b>196,028</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Long-term borrowings	B8	4,517	4,856
Lease liabilities		3,065	2,751
		<b>7,582</b>	<b>7,607</b>
<b>Current liabilities</b>			
Trade payables		28,382	18,012
Other payables and accruals		11,540	7,946
Lease liabilities		2,236	2,045
Short-term borrowings	B8	40,987	50,527
Provision		9,633	11,106
		<b>92,778</b>	<b>89,636</b>
<b>TOTAL LIABILITIES</b>		<b>100,360</b>	<b>97,243</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>300,529</b>	<b>293,271</b>
Net assets per share attributable to ordinary equity holders of the Company (RM)			
- Basic <sup>(2)</sup>		0.39	0.38

Note:

- (1) *The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2023 and the accompanying explanatory notes attached to these interim financial statements.*
- (2) *Based on the weighted average number of ordinary shares in issue as detailed in Note B12.*

Incorporated in Malaysia  
**INTERIM FINANCIAL STATEMENT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 JANUARY 2024 <sup>(1)</sup>**

--- Attributable to equity holders of the Company ---							
	----- Non-distributable -----				Distributable		
	Share	Merger	Translation	Retained		Non-	Total
Note	Capital	Deficit	Reserve	Earnings	Total	Controlling	Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	Interest	RM'000
Balance at 1 May 2023	135,762	(43,361)	3,714	99,913	196,028	-	196,028
Total comprehensive income for the period	-	-	711	3,430	4,141	-	4,141
Balance at 31 January 2024	135,762	(43,361)	4,425	103,343	200,169	-	200,169

--- Attributable to equity holders of the Company ---							
	----- Non-distributable -----				Distributable		
	Share	Merger	Translation	Retained		Non-	Total
Note	Capital	Deficit	Reserve	Earnings	Total	Controlling	Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	Interest	RM'000
Balance at 1 May 2022	135,762	(43,361)	2,983	91,780	187,164	-	187,164
Total comprehensive income for the year	-	-	731	9,691	10,422	-	10,422
Dividend year	B10	-	-	(1,558)	(1,558)	-	(1,558)
Balance at 30 April 2023	135,762	(43,361)	3,714	99,913	196,028	-	196,028

*Note:*

(1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2023 and the accompanying explanatory notes attached to these interim financial statements.



**INTERIM FINANCIAL STATEMENT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 JANUARY 2024 <sup>(1)</sup>**

	Note	9 Months Ended	
		31.01.2024 RM'000	31.01.2023 RM'000 (Restated)
<b>Cash Flows from/(for) Operating Activities</b>			
Profit before tax		4,720	9,184
Adjustments for:			
Bad debts recovered		(3)	(46)
Net Impairment losses on trade receivables		817	587
Depreciation of property, plant and equipment, investment properties and right-of-use assets		3,770	3,817
Interest expense	B13	1,934	1,435
Interest expenses on lease liabilities	B13	143	186
Interest income		(327)	(297)
Inventories (write back)/written down		(757)	18
Fair value (gain)/loss on derivative		(108)	283
Fair value gain on short term investment	B13	(303)	(266)
Gain on early termination of lease liabilities		(34)	(3)
Gain on disposal of property, plant and equipment		(101)	(281)
Net provision of warranty, rebate, commission, advertisement and promotion and others		13,347	15,756
Property, plant and equipment written off		38	17
Net unrealised loss/(gain) on foreign exchange		82	(956)
Operating profit before working capital changes		23,218	29,434
Decrease/(Increase) in inventories		5,134	(36,042)
Decrease in trade and other receivables		2,438	9,160
Increase/(Decrease) in trade and other payables		13,866	(3,622)
Provision claimed		(14,820)	(17,261)
Cash from/(for) operations		29,836	(18,331)
Interest received		242	283
Net income tax paid		(3,046)	(1,997)
Net cash from/(for) operating activities		27,032	(20,045)



## INTERIM FINANCIAL STATEMENT

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 JANUARY 2024 <sup>(1)</sup> (CONT'D)

	Note	9 Months Ended	
		31.01.2024 RM'000	31.01.2023 RM'000 (Restated)
<b>Cash Flows for Investing Activities</b>			
Interest income received		85	14
Acquisition of property, plant and equipment	B13	(1,933)	(859)
Placement of short-term investment	B13	(87)	(2,515)
Proceeds from disposal of property, plant and equipment		149	404
Net cash for investing activities		<u>(1,786)</u>	<u>(2,956)</u>
<b>Cash Flows (for)/from Financing Activities</b>			
Interest paid		(2,077)	(1,621)
Dividend paid		-	(1,558)
Repayment of term loans		(4,055)	(11,035)
Repayment of lease liabilities	B13	(1,616)	(1,552)
Net (repayment)/drawdown of short-term bank borrowings	B13	(6,076)	27,994
Net cash (for)/from financing activities		<u>(13,824)</u>	<u>12,228</u>
<b>Net increase in cash and cash equivalents</b>		11,422	(10,773)
Effects of foreign exchange translation		408	(57)
<b>Cash and cash equivalents at beginning of the period</b>		<u>28,518</u>	<u>39,319</u>
<b>Cash and cash equivalents at end of the period</b>		<u><u>40,348</u></u>	<u><u>28,489</u></u>
<b>Cash and cash equivalents at end of the period comprise:</b>			
Fixed deposits with licensed banks		14,840	1,880
Cash and bank balances		25,508	26,609
		<u>40,348</u>	<u>28,489</u>

Note:

- (1) *The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2023 and the accompanying explanatory notes attached to these interim financial statements.*



**INTERIM FINANCIAL STATEMENT**

**A EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

**A1. Accounting Policies and Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), International Accounting Standard (“IAS”) 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”) and paragraphs 9.22 and 9.40 (Appendix 9B Part A) of the Main Market Listing Requirement (“Listing Requirements”) of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2023 and the accompanying notes attached to the interim financial statements.

The interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and its subsidiaries (“the Group”) since the financial year ended 30 April 2023.

The Group has adopted merger accounting method for the preparation of this interim financial statements. The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted as disclosed in the Audited Financial Statements for the financial year ended 30 April 2023.

During the current financial year, the Group has adopted the following new applicable accounting standards (including the consequential amendments, if any): -

**MFRSs (Including The Consequential Amendments)**

MFRS 17 Insurance Contracts

Amendments to MFRS 17 Insurance Contracts

Amendments to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information

Amendments to MFRS 101: Disclosure of Accounting Policies

Amendments to MFRS 108: Definition of Accounting Estimates

Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising Single Transaction

Amendments to MFRS 112: International Tax Reform – Pillar Two Model Rules

The adoption of the above accounting standards (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

The Group has not applied in advance the following applicable accounting standards (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are NOT yet effective for the current financial year: -

**MFRSs (Including The Consequential Amendments)**

**Effective Date**

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Deferred

Amendments to MFRS 16: Lease Liability in a Sale and Leaseback

1 January 2024

Amendments to MFRS 101: Classification of Liabilities as Current or Non-current

1 January 2024

Amendment to MFRS 101: Non-current Liabilities with Covenants

1 January 2024

Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements

1 January 2024

Amendments to MFRS 121: Lack of Exchangeability

1 January 2025

The adoption of the above applicable standards and interpretations is expected to have no material impact on the financial position and performance of the Group.



**INTERIM FINANCIAL STATEMENT**

**A2. Auditors' Report on Preceding Annual Financial Statements**

The Auditors' Reports on the financial statements of the Company and its subsidiaries for the financial year ended 30 April 2023 were not qualified.

**A3. Seasonality or Cyclical of Operations**

The Group's operations and financial results were not significantly affected by any seasonal or cyclical factors during the current financial quarter and period under review.

**A4. Unusual Items**

There were no significant items affecting the assets, liabilities, equity, net income, or cash flows of the Group that are unusual because of their nature, size and incidence during the current financial quarter and period under review.

**A5. Changes in Estimates**

There were no changes in the estimates that have a material effect on the financial results during the current financial quarter and period under review.

**A6. Debt and Equity Securities**

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

**A7. Dividends Paid**

No dividend was paid by the Company during the current financial quarter and period under review.

On 30 January 2023, the Company paid an interim single tier dividend of RM0.0030 per ordinary share, amounting to RM1,558,109 for the preceding financial year ended 30 April 2023. The dividend was paid to paid to the shareholders whose name appeared in the Record of Depositors at the close of business on 11 January 2023.



**INTERIM FINANCIAL STATEMENT**

**A8. Segment Information**

The Group is organised into 3 main reportable segments as follows: -

- Automotive service, electrical, spare and related parts – involved in trading and distribution of automotive batteries, lubricants, electrical parts, spare parts and components;
- Automotive engine and mechanical parts – involved in trading and distribution of automotive engine and mechanical parts and components; and
- Others – involved in management of investment properties and trading and distribution of industrial supplies.

Segmental information of the Group for the financial period ended 31 January 2024 is as follows:

	<b>Automotive service, electrical, spare and related parts RM'000</b>	<b>Automotive engine and mechanical parts RM'000</b>	<b>Others RM'000</b>	<b>Group RM'000</b>
External revenue	208,526	27,167	15,081	250,774
Segment results	6,696	(988)	1,561	7,269
Finance costs				(2,224)
Unallocated expenses				(619)
Consolidation adjustments				294
Profit before tax				4,720

Segmental information of the Group for the financial period ended 31 January 2023 is as follows:

	<b>Automotive service, electrical, spare and related parts RM'000</b>	<b>Automotive engine and mechanical parts RM'000</b>	<b>Others RM'000</b>	<b>Group RM'000</b>
External revenue	222,746	25,183	15,766	263,695
Segment results	10,724	235	1,389	12,348
Finance costs				(1,788)
Unallocated expenses				(374)
Consolidation adjustments				(1,002)
Profit before tax				9,184



**INTERIM FINANCIAL STATEMENT**

**A8. Segment Information (Cont'd)**

On the basis of geographical segment, segmental information is presented based on the geographical location of customers:

	<b>9 Months Ended 31.01.2024 RM'000</b>	<b>9 Months Ended 31.01.2023 RM'000</b>
<b>Revenue</b>		
Malaysia	224,690	226,972
Middle East and Africa	15,523	22,055
Other countries	10,561	14,668
	250,774	263,695

No other segmental information such as segment assets, liabilities and results are presented as the Group is principally engaged in one industry, which involves the trading and distribution of automotive parts and components for the passenger and commercial vehicles in the automotive aftermarket segment in Malaysia and overseas.

**A9. Subsequent Material Events**

There were no material events subsequent to the end of the current financial quarter and period under review.

**A10. Significant Event during the Current Financial Period**

Solid Autotech Sdn Bhd, a wholly-owned subsidiary of the Company, had on 15 September 2023 entered into a conditional sale and purchase agreement with Ferrotec Power Semiconductor Malaysia Sdn Bhd for the disposal of a piece of leasehold land measuring 4.0469 hectares with two detached factories and other ancillary buildings erected thereon, held under HS(D) 500355 PTD 101353, Mukim Plentong, Daerah Johor Bahru, Negeri Johor for a total disposal consideration of RM48.00 million to be satisfied entirely by cash.

On 21 December 2023, the Johor State Authority's Consent had been obtained. Subsequently, on 21 February 2024, the disposal had been completed in accordance with the terms of the sale and purchase agreement.

Accordingly, the leasehold land, factory buildings and right-of-use assets sold are presented as "Assets held for sale" in the Consolidated Statement of Financial Position as at 31 January 2024, measured at their carrying value before they were reclassified as held for sale.

The components reclassified to assets held for sale are as shown below: -

	<b>As at 31.01.2024 RM'000</b>
Property, plant and equipment	1,115
Investment properties	8,953
Right-of-use assets	158
Assets held for sale	10,226



**INTERIM FINANCIAL STATEMENT**

**A11. Material Capital Commitments**

There were no material capital commitments as at the end of the current financial quarter and period under review

**A12. Contingent Liabilities and Contingent Assets**

There were no contingent liabilities or contingent assets as at the end of the current financial quarter and period under review.

**A13. Property, Plant and Equipment ("PPE")**

There were no material additions and disposals of PPE during the current financial quarter and period under review.

**A14. Impairment Losses**

There were no significant impairment losses or reversal of impairment losses arising from property, plant and equipment, financial assets or other assets during the current financial quarter and period under review.

**A15. Changes in the composition of the Group**

There were no changes in the composition of the Group in the current financial quarter and period under review, except for the following:-

On 13 December 2023, Twinco Far East Sdn. Bhd. (a wholly owned subsidiary of Solid Automotive Berhad) disposed of its entire 100% equity interest in a subsidiary company, Part Center Sdn. Bhd. ("PCSB") representing 1,000,000 ordinary shares for a consideration of RM1 to Solid Automotive Berhad ("SAB"). With the said disposal, PCSB became a direct subsidiary of SAB.



**INTERIM FINANCIAL STATEMENT****B ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES MALAYSIA BERHAD****B1. Review of Performance**

Comparison of current financial quarter against corresponding quarter.

The revenue for the current financial quarter increased to RM84.683 million from RM82.780 million in the corresponding quarter in the preceding year primarily because of stronger consumers' purchasing power.

However, the employee benefits costs for the current financial quarter increased to RM10.771 million from RM9.478 million in the corresponding quarter in the preceding year primarily due to increment and provision of bonus and performance incentive for the current financial year.

As a result, there is a slight increase in the profit after tax for the current financial quarter to RM1.422 million as compared to RM1.238 million in the corresponding quarter in the preceding year.

The revenue derived from automotive service, electrical, spare and related parts segment accounted for approximately 83.2% of total revenue while automotive engine and mechanical parts segment accounted for approximately 10.8% of total revenue for the current financial quarter as compared to 84.5% and 9.6% respectively in the corresponding quarter in the preceding year.

**B2. Comparison with the immediate preceding quarter**

The revenue for the current financial quarter increased slightly from RM83.435 million in the immediate preceding quarter to RM84.683 million mainly due to higher demand of oversea customers.

The profit after tax for the current financial quarter increased to RM1.422 million as compared with the profit after tax of RM0.260 million in the immediate preceding quarter primarily due to higher operating expenses incurred and realised losses on foreign exchange caused by the hike of USD in the immediate preceding quarter.

**B3. Prospects for the Group for the Financial Year ending 30 April 2024**

The Group is focused to cater for the evolving needs and preference of customers. Notwithstanding economic uncertainties, the Group plans to introduce new products and improve customer service to align with the changing market trends and customer demands. Embracing technological advancements is one of the Group's key focus areas to increase its competitive edge in this market. In addition, the Group also seeks opportunities to pursue expansion and diversification into related businesses for long term growth potential.

With the introduction of new products, improving customer service, diversifying into related businesses and leveraging on technological advancements, the Group aims to increase its market share and establish a strong competitive position in the local as well as other regional markets.



Incorporated in Malaysia  
**INTERIM FINANCIAL STATEMENT**

**B4. Profit Forecast**

No profit forecast has been issued by the Group previously in any public document.

**B5. Notes to the Statement of Profit or Loss**

The profit before tax is arrived at after charging / (crediting): -

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 Months Ended		9 Months Ended	
	31.01.2024	31.01.2023	31.01.2024	31.01.2023
	RM'000	RM'000	RM'000	RM'000
Bad debts recovered	-	(1)	(3)	(46)
Depreciation of property, plant and equipment, investment properties and right-of-use assets	1,256	1,272	3,770	3,817
Fair value (gain)/loss on derivative	(55)	242	(108)	283
Fair value gain on short-term investments	(105)	(121)	(303)	(266)
Gain on disposal of :-				
- property, plant and equipment	(17)	(30)	(101)	(281)
Gain on early termination of lease liabilities	(23)	-	(34)	(3)
Net Impairment losses on trade receivables	572	348	817	587
Net unrealised loss/(gain) foreign exchange	70	(1,345)	82	(956)
Net realised loss/(gain) on foreign exchange	141	(143)	1,112	(42)
Interest on lease liabilities	54	53	143	186
Interest expenses	605	663	1,934	1,435
Interest income	(134)	(96)	(327)	(297)
Net provision of warranty, rebate, commission, advertisement and promotion and others	4,700	4,945	13,347	15,756
Inventories (write back)/written down	(757)	297	(757)	18
Property, plant and equipment written off	30	-	38	17

*Save as disclosed above, the other items as required under Appendix 9B Part A (16) of the Main Market Listing Requirements of Bursa Securities are not applicable.*



Incorporated in Malaysia  
**INTERIM FINANCIAL STATEMENT**

**B6. Tax Expense**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 Months Ended		9 Months Ended	
	31.01.2024	31.01.2023	31.01.2024	31.01.2023
	RM'000	RM'000	RM'000	RM'000
<u>Tax expense</u>				
Current tax - Current	309	999	1,239	2,448
- Prior Period	(52)	(79)	(52)	(78)
Deferred tax - Current	(2)	(118)	103	(85)
Tax expense	255	802	1,290	2,285

The Group's effective tax rate for the current quarter is slightly lower than the statutory tax rate rate whilst that for the financial period under review is higher than the statutory tax rate of 24% mainly due to certain expenses not deductible for tax purposes.

**B7. Status of Corporate Proposals**

Solid Autotech Sdn Bhd, a wholly-owned subsidiary of the Company, had on 15 September 2023 entered into a conditional sale and purchase agreement with Ferrotec Power Semiconductor Malaysia Sdn Bhd for the disposal of a piece of leasehold land measuring 4.0469 hectares with two detached factories and other ancillary buildings erected thereon, held under HS(D) 500355 PTD 101353, Mukim Plentong, Daerah Johor Bahru, Negeri Johor for a total disposal consideration of RM48.00 million to be satisfied entirely by cash.

On 21 December 2023, the Johor State Authority's Consent had been obtained. Subsequently, on 21 February 2024, the disposal had been completed in accordance with the terms of the sale and purchase agreement.

Accordingly, the leasehold land, factory buildings and right-of-use assets sold are presented as "Assets held for sale" in the Consolidated Statement of Financial Position as at 31 January 2024, measured at their carrying value before they were reclassified as held for sale.

The components reclassified to assets held for sale are as shown below: -

	As at 31.01.2024 RM'000
Property, plant and equipment	1,115
Investment properties	8,953
Right-of-use assets	158
Assets held for sale	<u>10,226</u>



Incorporated in Malaysia  
**INTERIM FINANCIAL STATEMENT**

**B8. Group Borrowings**

Total Group borrowings as at 31 January 2024/30 April 2023 were as follows: -

	As at 31.01.2024 RM'000	As at 30.04.2023 RM'000
<b><u>Current (Secured)</u></b>		
<b>Denominated in Malaysian Ringgit</b>		
Bankers' acceptances	14,009	17,730
Hire purchase payables	319	484
Term loans	1,104	4,892
Revolving credit	5,332	-
<b>Denominated in US Dollars</b>		
Foreign currency loans	19,602	27,184
<b>Denominated in Singapore Dollars</b>		
Hire purchase payables	80	73
Term loans	174	164
Trust receipts	367	-
	<u>40,987</u>	<u>50,527</u>
<b><u>Non-current (Secured)</u></b>		
<b>Denominated in Malaysian Ringgit</b>		
Hire purchase payables	289	386
Term loans	2,656	2,796
<b>Denominated in Singapore Dollars</b>		
Hire purchase payables	269	318
Term loans	1,303	1,356
	<u>4,517</u>	<u>4,856</u>
<b>Total Borrowings</b>	<u>45,504</u>	<u>55,383</u>

**B9. Material Litigation**

The Group was not engaged in any material litigation neither as plaintiff nor defendant. The Directors are not aware of any proceedings pending against the Group as at the date of this report.



Incorporated in Malaysia  
**INTERIM FINANCIAL STATEMENT**

**B10. Dividends Payable**

The Board of Directors does not recommend any dividend for the current quarter and the financial period under review.

**B11. Derivative Asset**

	Contract/Notional Amount		Fair Value	
	31.01.2024	30.04.2023	31.01.2024	30.04.2023
	RM'000	RM'000	RM'000	RM'000
Derivative asset:				
Forward currency contracts				
- Less than 1 year	21,866	1,359	114	6

The Group does not apply hedge accounting.

The forward currency contracts are used to hedge a subsidiary's purchases denominated in United States Dollar (USD) for which firm commitments existed at the end of the current financial quarter under review. The settlement dates on forward currency contracts range between 1 to 3 months after end of the current financial quarter under review.

**B12. Earnings Per Share**

The earnings per share for the current financial quarter under review are computed as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 Months Ended		9 Months Ended	
	31.01.2024	31.01.2023	31.01.2024	31.01.2023
	RM'000	RM'000	RM'000	RM'000
Profit after tax attributable to owners of the Company	1,422	1,238	3,430	6,899
Weighted average number of ordinary share in issue ('000) (basic)	519,372	519,372	519,372	519,372
Basic Earnings Per Share (sen)	0.27	0.24	0.66	1.33

**INTERIM FINANCIAL STATEMENT****B13. Restatement of comparative figures**

The following figures have been reclassified to conform with the presentation of the current financial period:-

	9 Months Ended	
	31.01.2023	31.01.2023
	RM'000	RM'000
		(Restated)
Condensed Consolidated Statement of Cash Flows (Extract)		
<i>Cash flows from operating activities:-</i>		
Interest expense	1,381	1,435
Interest expenses on lease liabilities	240	186
Fair value gain on short term investment	-	(266)
<i>Cash flows for investing activities:-</i>		
Acquisition of property, plant and equipment	(790)	(859)
Acquisition of Right-of-use assets	(69)	-
Placement of short-term investment	(2,781)	(2,515)
<i>Cash flow for financing activities:-</i>		
Repayment of lease liabilities	(1,995)	(1,552)
Net drawdown of short-term bank borrowings	28,437	27,994