



**RADIANT GLOBALTECH BERHAD**

*(Registration No.: 200301018877 (621297-A))*

*(Incorporated in Malaysia)*

**INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023**

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**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))  
UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER  
2023<sup>(1)</sup>**

	UNAUDITED CURRENT YEAR QUARTER 31.12.23 RM'000	UNAUDITED PRECEDING YEAR QUARTER 31.12.22 RM'000	UNAUDITED CURRENT YEAR TO DATE 31.12.23 RM'000	AUDITED PRECEDING YEAR TO DATE 31.12.22 RM'000
Revenue	37,937	41,045	135,389	137,632
Cost of sales	(23,384)	(26,707)	(81,803)	(87,932)
Gross profit	14,553	14,338	53,586	49,700
Other income	289	157	1,165	1,200
	14,842	14,495	54,751	50,900
Selling and distribution expenses	(615)	(561)	(1,662)	(1,635)
Administrative expenses	(8,743)	(8,843)	(38,313)	(34,502)
Other expenses	(721)	(720)	(3,214)	(1,942)
Finance costs	(24)	(4)	(97)	(76)
Net impairment on financial assets	28	(345)	(175)	(384)
Profit before taxation	4,767	4,022	11,290	12,361
Income tax expense	(1,066)	(1,196)	(3,206)	(3,292)
<b>Profit after taxation</b>	<b>3,701</b>	<b>2,826</b>	<b>8,084</b>	<b>9,069</b>
Other comprehensive income, net of tax <i>Item that may be reclassified subsequently to profit or loss</i>				
Foreign currency translation differences	(59)	(94)	(34)	24
<b>Total comprehensive income for the financial period</b>	<b>3,642</b>	<b>2,732</b>	<b>8,050</b>	<b>9,093</b>
<b>PROFIT/(LOSS) AFTER TAXATION ATTRIBUTABLE TO:-</b>				
Owners of the Company	3,294	2,282	7,589	7,468
Non-controlling interests	407	544	495	1,601
	<b>3,701</b>	<b>2,826</b>	<b>8,084</b>	<b>9,069</b>

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))  
UNAUDITED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER  
2023<sup>(1)</sup> (CONT'D)**

	UNAUDITED CURRENT YEAR QUARTER 31.12.23 RM'000	UNAUDITED PRECEDING YEAR QUARTER 31.12.22 RM'000	UNAUDITED CURRENT YEAR TO DATE 31.12.23 RM'000	AUDITED PRECEDING YEAR TO DATE 31.12.22 RM'000
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-</b>				
Owners of the Company	3,264	2,217	7,594	7,506
Non-controlling interests	378	515	456	1,587
	3,642	2,732	8,050	9,093
<b>Earnings per share attributable to owners of the Company:-</b>				
- Basic (Sen)	0.63 <sup>(2)</sup>	0.43	1.44 <sup>(2)</sup>	1.42
- Diluted (Sen)	0.63 <sup>(2)</sup>	0.43	1.44 <sup>(2)</sup>	1.42

**Notes:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended ("FYE") 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.
- (2) The basic earnings per share is computed based on profit after taxation attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 31 December 2023. The diluted earnings per share is equivalent to the basic earnings per share as the Company does not have any convertible securities outstanding.

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))  
UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER  
2023<sup>(1)</sup>**

	Unaudited 31.12.23 RM'000	Audited 31.12.22 RM'000
<b>ASSETS</b>		
NON-CURRENT ASSETS		
Property, plant and equipment	10,003	6,109
Intangible assets	48	602
Right of use assets	10,568	10,661
Deferred tax assets	580	684
Goodwill on acquisition	11,447	11,447
	<u>32,646</u>	<u>29,503</u>
CURRENT ASSETS		
Inventories	7,414	16,290
Trade receivables	33,713	31,347
Other receivables, deposits and prepayments	3,586	3,798
Amount owing by related parties	1,950	565
Current tax assets	3,533	3,495
Short-term investments	11,886	14,418
Fixed deposits with licensed banks	1,219	1,192
Cash and bank balances	18,493	26,893
	<u>81,796</u>	<u>97,998</u>
<b>TOTAL ASSETS</b>	<u>114,442</u>	<u>127,501</u>
<b>EQUITY AND LIABILITIES</b>		
EQUITY		
Share capital	48,153	48,153
Merger deficit	(13,681)	(13,681)
Foreign exchange translation reserve	(150)	(155)
Retained profits	39,837	43,234
Shareholders' fund	74,159	77,551
Non-controlling interests	(311)	3,478
<b>TOTAL EQUITY</b>	<u>73,848</u>	<u>81,029</u>
NON-CURRENT LIABILITIES		
Provision	498	428
Lease liabilities	648	262
Hire purchase payables	989	129
Deferred revenue	34	105
Deferred tax liabilities	5	27
	<u>2,174</u>	<u>951</u>
CURRENT LIABILITIES		
Trade payables	15,021	13,070
Other payables and accruals	19,906	28,753
Amount owing to related parties	2,467	2,338
Amount owing to directors	546	606
Lease liabilities	122	339
Hire purchase payables	34	34
Current tax liabilities	324	381
	<u>38,420</u>	<u>45,521</u>
<b>TOTAL LIABILITIES</b>	<u>40,594</u>	<u>46,472</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>114,442</u>	<u>127,501</u>

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))  
UNAUDITED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER  
2023<sup>(1)</sup> (CONT'D)**

	<b>Unaudited 31.12.23</b>	<b>Audited 31.12.22</b>
Number of issued shares ('000)	525,200	525,200
Net assets per ordinary share attributable to owners of the Company (Sen)	<u>14.1</u>	<u>14.8</u>

**Note:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended ("FYE") 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

	<---- Non-Distributable ---->			Distributable	Attributable to Owners of the Company	Non-controlling interests	Total Equity
	Share Capital	Merger Deficit	Foreign Exchange Translation Reserve	Retained Profits	RM'000	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1.1.22	48,153	(13,681)	(193)	38,392	72,671	1,891	74,562
Profit after taxation	-	-	-	7,468	7,468	1,601	9,069
Other comprehensive income for the financial year:							
- Foreign currency translation differences	-	-	38	-	38	(14)	24
Total comprehensive income for the financial year	-	-	38	7,468	7,506	1,587	9,093
Distribution to owners of the Company:							
- Dividends	-	-	-	(2,626)	(2,626)	-	(2,626)
<b>Balance as at 31.12.22 (Audited)</b>	<b>48,153</b>	<b>(13,681)</b>	<b>(155)</b>	<b>43,234</b>	<b>77,551</b>	<b>3,478</b>	<b>81,029</b>
Balance as at 1.1.23	48,153	(13,681)	(155)	43,234	77,551	3,478	81,029
Profit after taxation	-	-	-	7,589	7,589	495	8,084
Other comprehensive income for the financial period:							
- Foreign currency translation differences	-	-	5	-	5	(39)	(34)
Total comprehensive income for the financial period	-	-	5	7,589	7,594	456	8,050
Distribution to owners of the Company:							
- Dividends	-	-	-	(2,626)	(2,626)	-	(2,626)
Changes in a subsidiary's ownership interests that do not result in a loss of control	-	-	-	(8,360)	(8,360)	(4,245)	(12,605)
<b>Balance as at 31.12.23 (Unaudited)</b>	<b>48,153</b>	<b>(13,681)</b>	<b>(150)</b>	<b>39,837</b>	<b>74,159</b>	<b>(311)</b>	<b>73,848</b>

**Note:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended (“FYE”) 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))  
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER AND YEAR-  
TO-DATE ENDED 31 DECEMBER 2023<sup>(1)</sup>**

	<b>CURRENT YEAR TO DATE 31.12.23 RM'000</b>	<b>AUDITED YEAR TO DATE 31.12.22 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	11,290	12,361
Adjustments for:		
Amortisation of intangible assets	554	579
Bad debts written off	-	16
Depreciation of property, plant and equipment	968	560
Depreciation of right-of-use assets	816	664
Gain on disposal of property, plant and equipment	(273)	-
Interest income	(498)	(242)
Interest expenses	97	81
Inventories (written back) / written down	(789)	268
Inventories written off	755	145
Impairment losses on trade receivables	716	650
Unrealised gain on foreign exchange	(244)	(104)
Property, plant and equipment written off	149	31
Provision made during the financial year	-	42
Reversal of inventories previously written down	-	-
Reversal of impairment losses on trade receivables	(540)	(266)
Operating profit before working capital changes	13,001	14,785
Decrease/(Increase) in inventories	8,908	(9,128)
Increase in trade and other receivables	(2,357)	(301)
(Decrease)/Increase in trade and other payables	(6,755)	12,183
(Decrease)/Increase in amount owing by related parties	(1,385)	556
Increase in amount owing to related parties	129	151
<b>CASH FROM OPERATIONS</b>	<b>11,541</b>	<b>18,246</b>
Interest paid	-	(5)
Income tax paid	(3,218)	(3,842)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>8,323</b>	<b>14,399</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Acquisition of a subsidiary company	(12,605)	-
Proceed from sales of property, plant and equipment	276	-
Purchase of property, plant and equipment	(4,970)	(5,055)
Interest received	498	242
Increase in fixed deposits with tenure more than 3 months	(27)	(30)
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>(16,828)</b>	<b>(4,843)</b>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Dividend paid	(2,626)	(2,626)
Proceed from hire purchase payables	916	-
Interest paid	(97)	(71)
Repayment of hired purchase payables	(57)	(181)
Repayment of lease liabilities	(544)	(427)
<b>NET CASH FOR FINANCING ACTIVITIES</b>	<b>(2,408)</b>	<b>(3,305)</b>



**RADIANT GLOBALTECH BERHAD ((REGISTRATION NO.: 200301018877 (621297-A))  
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE QUARTER AND YEAR-  
TO-DATE ENDED 31 DECEMBER 2023<sup>(1)</sup> (CONT'D)**

	<b>CURRENT YEAR TO DATE 31.12.23 RM'000</b>	<b>PRECEDING YEAR TO DATE 31.12.22 RM'000</b>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(10,913)	6,251
EFFECT OF FOREIGN EXCHANGE TRANSLATION	(19)	26
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	41,311	35,034
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>30,379</u>	<u>41,311</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD COMPRISES:		
Short-term investments	11,886	14,418
Cash and bank balances	18,493	26,893
Fixed deposits with licensed banks	1,219	1,192
	<u>31,598</u>	<u>42,503</u>
Less: Fixed deposits pledged to licensed banks	(500)	(492)
Fixed deposits with tenure of more than 3 months	(719)	(700)
	<u>30,379</u>	<u>41,311</u>

**Note:**

- (1) The basis of preparation of the Unaudited Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended ("FYE") 31 December 2022 and the accompanying explanatory notes attached to this interim financial report.

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023**

**A1. Basis of Preparation**

The interim financial report of the Group is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting, International Financial Reporting Standards (“IFRS”) 34, Interim Financial Reporting and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

This interim financial report should be read in conjunction with the audited financial statements for the financial year ended (“FYE”) 31 December 2022. These explanatory notes attached to the interim financial report provide explanations of events and transactions that are significant for the understanding of the changes in the financial position and performance of the Group since the FYE 31 December 2022.

**A2. Changes in Accounting Policies**

The accounting policies and methods of computation adopted by the Group in this interim financial report is consistent with those adopted in the audited financial statements for FYE 31 December 2022 except for the adoption of the following MFRS and Amendments to MFRS which came into effect for annual periods beginning on or after 1 January 2023 and are applicable for the Group’s interim financial report for the quarter and year-to-date ended 31 December 2023, as disclosed below:

**MFRSs and/or IC Interpretations (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: Classification of Liabilities as Current or Non-Current
- Amendments to MFRS 101: Disclosure of Accounting Policies
- Amendments to MFRS 108: Definition of Accounting Policies
- Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) do not have any material impact on the financial performance and position of the Group upon their initial application.

The Group has not applied in advance the following accounting standards and interpretations (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 period ended 31 December 2023:-

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective for annual periods on or after</b>
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
Amendments to MFRS 101: Non-current Liabilities with Covenants	1 January 2024

**A2. Changes in Accounting Policies (Cont'd)**

The adoption of the above accounting standards and interpretations (including the consequential amendments, if any) is not expected to have a material impact on the financial statements of the Group upon their initial application.

**A3. Auditors' Report**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2022.

**A4. Seasonal or Cyclical Factors**

The business operations of the Group during the current financial quarter under review were not materially affected by any seasonal or cyclical factors.

**A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items for the current financial quarter under review.

**A6. Changes in Estimates**

There were no material changes in estimates for the current financial quarter under review.

**A7. Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter under review.

**A8. Dividends Paid**

There was no payment of dividend during the current financial quarter under review.

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023 (CONT'D)**
**A9. Segmental Reporting**

The Group's operating segments information are as follows:-

	Hardware and Maintenance RM'000	Software RM'000	Group RM'000
<b>Current year quarter ended 31 December 2023</b>			
<b>Revenue</b>			
External revenue	30,306	7,631	37,937
Inter-segment revenue	681	2,146	2,827
	<u>30,987</u>	<u>9,777</u>	<u>40,764</u>
Consolidation adjustments			(2,827)
Consolidated revenue			<u>37,937</u>
<b>Results</b>			
Segmental profit/(loss) before interest and taxation	2,631	2,017	4,648
Interest income			143
Finance costs			(24)
Consolidated profit before taxation			<u>4,767</u>
Income tax expense			(1,066)
Consolidated profit after taxation			<u>3,701</u>
	Hardware and Maintenance RM'000	Software RM'000	Group RM'000
<b>Preceding year quarter ended 31 December 2022</b>			
<b>Revenue</b>			
External revenue	34,042	7,003	41,045
Inter-segment revenue	363	1,031	1,394
	<u>34,405</u>	<u>8,034</u>	<u>42,439</u>
Consolidation adjustments			(1,394)
Consolidated revenue			<u>41,045</u>
<b>Results</b>			
Segmental profit before interest and taxation	3,215	741	3,956
Interest income			71
Finance costs			(5)
Consolidated profit before taxation			<u>4,022</u>
Income tax expense			(1,196)
Consolidated profit after taxation			<u>2,826</u>

**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2023 (CONT'D)**
**A9. Segmental Reporting**

The Group's operating segments information are as follows:-

	<b>Hardware and Maintenance RM'000</b>	<b>Software RM'000</b>	<b>Group RM'000</b>
<b>Current year to date ended 31 December 2023</b>			
<b>Revenue</b>			
External revenue	108,121	27,268	135,389
Inter-segment revenue	11,223	4,771	15,994
	<u>119,344</u>	<u>32,039</u>	<u>151,383</u>
Consolidation adjustments			(15,994)
Consolidated revenue			<u>135,389</u>
<b>Results</b>			
Segmental profit before interest and taxation	7,958	2,931	10,889
Interest income			498
Finance costs			(97)
Consolidated profit before taxation			<u>11,290</u>
Income tax expense			(3,206)
Consolidated profit after taxation			<u>8,084</u>
<b>Preceding year to date ended 31 December 2022</b>			
<b>Revenue</b>			
External revenue	116,003	21,629	137,632
Inter-segment revenue	2,572	4,051	6,623
	<u>118,575</u>	<u>25,680</u>	<u>144,255</u>
Consolidation adjustments			(6,623)
Consolidated revenue			<u>137,632</u>
<b>Results</b>			
Segmental profit before interest and taxation	10,682	1,513	12,195
Interest income			242
Finance costs			(76)
Consolidated profit before taxation			<u>12,361</u>
Income tax expense			(3,292)
Consolidated profit after taxation			<u>9,069</u>

**A10. Significant Events Subsequent to the End of the Interim Financial Period**

There were no significant events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

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

There were no changes in the composition of the Group during the current financial quarter under review.

**A12. Fair Value of Financial Instruments**

There were no gain or losses arising from fair value changes for all financial assets and liabilities for the current financial quarter under review.

**A13. Capital Commitments**

There were no capital commitments for the current financial quarter under review.

**A14. Contingent Liabilities**

The Group has no contingent liabilities as at the date of this report.

**A15. Related Party Transactions**

The Group had the following transactions during the financial period under review with related parties in which certain directors and major shareholders of the Company have substantial financial interests:

	<b>Unaudited Current Year Quarter 31.12.23 RM'000</b>	<b>Unaudited Current Year to Date 31.12.23 RM'000</b>
Related parties by virtue of common directors		
- Rental expenses	62	140
	<hr/>	<hr/>
Related parties by virtue of major shareholders		
- Sales of Hardware and Software	2,057	6,870
	<hr/>	<hr/>

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Review of Group Performance**

For the quarter ended 31 December 2023 (4Q23)

For the fourth quarter ended 31 December 2023 (4Q23), the Group reported 7.6% lower revenue of RM37.9 million from RM41.0 million in the preceding year corresponding quarter ended 31 December 2022 (4Q22).

RM30.3 million or 79.9% of the revenue in 4Q23 was contributed by the Hardware and Maintenance segment, while the remaining RM7.6 million or 20.1% was derived from the Software segment.

As a comparison, RM34.0 million or 82.9% of the Group's revenue in 4Q22 was derived from the Hardware and Maintenance segment, while the remaining RM7.0 million or 17.1% was from the Software segment.

The Group recorded 2.1% higher gross profit to RM14.6 million in 4Q23 from RM14.3 million in 4Q22. Overall gross profit margin increased to 38.5% in 4Q23 from 34.9% in 4Q22. The increase in gross profit was mainly due to certain projects that were delivered in 4Q23 yielding higher gross profit margin compared to 4Q22.

The Group recorded profit before taxation of RM4.8 million in 4Q23 as compared to RM4.0 million in 4Q22. The increase was mainly due to higher gross profit generated in the quarter and decrease in impairment losses compared to 4Q22.

For the year ended 31 December 2023 (FY23)

For FY23, the Group reported 1.6% lower revenue of RM135.4 million from RM137.6 million in the previous corresponding twelve months ended 31 December 2022 (FY22).

RM108.1 million or 79.8% of the revenue in FY23 was contributed by the Hardware and Maintenance segment, while the remaining RM27.3 million or 20.2% was derived from the Software segment.

As a comparison, RM116.0 million or 84.3% of the revenue in FY22 was contributed by the Hardware and Maintenance segment, while the remaining RM21.6 million or 15.7% was derived from the Software segment.

The Group recorded 7.8% higher gross profit to RM53.6 million in FY23 from RM49.7 million in FY22. Overall gross profit margin increased to 39.6% in FY23 from 36.1% in FY22. The increase was mainly due to projects that were delivered in FY23 yielding higher gross profit compared to FY22.

The Group recorded profit before taxation of RM11.3 million in FY23 as compared to RM12.4 million in FY22. The decrease was mainly due to increase in administrative and other expenses in FY23.

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B2. Comparison with Immediate Preceding Quarter Results**

	Quarter Ended		<---- Changes ---->	
	31.12.2023 RM'000	30.09.2023 RM'000	RM'000	%
Revenue	37,937	31,593	6,344	20.0
Profit before taxation	<u>4,767</u>	<u>1,636</u>	<u>3,131</u>	<u>191.4</u>

The Group's revenue of RM37.9 million for the current quarter under review was 20.0% higher than the RM31.6 million recorded in the previous quarter due to deployment of projects in business segments.

The Group recorded profit before taxation of RM4.8 million in the current quarter as compared to RM1.6 million in the previous quarter. The increase mainly due to more revenue generated in the business segments and decreased in impairment of trade receivables.

**B3. Prospects**

The Group is in the midst of expanding it's customer base to various other industries, leveraging on it's strong track record with prominent retailers and industrial companies. The Group plans to integrate it's hardware and software solutions for both industrial and retail markets into more robust and customizable offerings that will fulfil it's customers' digital needs.

The Group will focus it's efforts on securing and implementing business enhancement solutions for it's existing customers in the region, as well as capturing new market share.

Backed by it's healthy balance sheet and robustness of it's various solutions, the group intends to capitalise on software, maintenance and support services segments to create a long-term sustainable revenue stream. the group is cautiously optimistic about our business outlook for 2024 and expect that demand for retail and industrial automation solutions will remain strong, driven by businesses' desire to increase digitalisation and automation.

**B4. Profit Forecast**

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



**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B5. Income Tax Expense**

The breakdown of income tax expense are as follows:-

	Quarter Ended		Year-To-Date Ended	
	31.12.23 RM'000	31.12.22 RM'000	31.12.23 RM'000	31.12.22 RM'000
Income tax expense	1,110	1,041	3,204	3,208
(Over) provision in previous financial year	(30)	68	(94)	31
Deferred tax	(14)	87	96	53
	<u>1,066</u>	<u>1,196</u>	<u>3,206</u>	<u>3,292</u>
Effective tax rate (%) <sup>(1)</sup>	<u>22.4</u>	<u>29.7</u>	<u>28.4</u>	<u>26.6</u>

**Notes:**

- (1) The Group's effective tax rate for the fourth quarter ended 31 December 2023 of 22.4% is lower than the statutory tax rate of 24.0% due to utilisation on unrecognised deferred tax assets arising from business losses of the subsidiaries.
- (2) Income tax expense is recognised based on management's best estimate.

**B6. Status of Corporate Proposals**

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

**B7. Group Borrowings and Debt Securities**

The Group's borrowings are as follows:

	Unaudited 31.12.23 RM'000	Audited 31.12.22 RM'000
<b>Current:</b>		
Lease liabilities	122	339
Hire purchase payables	34	34
	<u>156</u>	<u>373</u>
<b>Non-current:</b>		
Lease liabilities	648	262
Hire purchase payables	989	129
	<u>1,637</u>	<u>391</u>

All the borrowings are secured and denominated in Ringgit Malaysia.

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B8. Material Litigation**

As at the date of this report, the Group is not engaged in any material litigation.

**B9. Dividend**

No dividend has been declared or recommended for payment by the Company during the current financial quarter under review.

**B10. Earnings Per Share**

The basic and diluted earnings per share for the current financial quarter and year-to-date are computed as follows:

	Quarter Ended		Year-To-Date Ended	
	31.12.23 RM'000	31.12.22 RM'000	31.12.23 RM'000	31.12.22 RM'000
Profit after taxation attributable to owners of the Company	3,294	2,282	7,589	7,468
	<hr/>	<hr/>	<hr/>	<hr/>
	Quarter Ended		Year-To-Date Ended	
	31.12.23	31.12.22	31.12.23	31.12.22
Weighted average number of ordinary shares ('000)	525,200	525,200	525,200	525,200
	<hr/>	<hr/>	<hr/>	<hr/>
Earnings per share attributable to owners of the Company				
- Basic <sup>(1)</sup> (Sen)	0.63	0.43	1.44	1.42
- Diluted <sup>(2)</sup> (Sen)	0.63	0.43	1.44	1.42
	<hr/>	<hr/>	<hr/>	<hr/>

**Notes:**

- (1) The basic earnings per share is computed based on profit after taxation attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 31 December 2023.
- (2) The diluted earnings per share is equivalent to the basic earnings per share as the Company does not have any convertible securities.

**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**

**B11. Notes to the Statements of Profit or Loss and Other Comprehensive Income**

Profit before taxation is arrived at after charging / (crediting):-

	Quarter Ended		Year-To-Date Ended	
	31.12.23 RM'000	31.12.22 RM'000	31.12.23 RM'000	31.12.22 RM'000
Amortisation of intangible assets	146	145	554	579
Bad debts written off	-	16	-	16
Depreciation of property, plant and equipment	135	155	968	560
Depreciation of right-of-use assets	255	207	816	664
Gain on disposal of property, plant and equipment	(183)	-	(273)	-
Interest income	(143)	(71)	(498)	(242)
Interest expenses	24	4	97	76
Realised loss/(gain) on foreign exchange	186	(27)	875	85
Unrealised loss/(gain) on foreign exchange	24	301	(244)	(104)
Net inventories (written back) / written down	(27)	218	(34)	413
Net (reversal of impairments)/impairment losses on trade receivables	(28)	345	176	384

**BY ORDER OF THE BOARD**