

RAMSSOL GROUP BERHAD

Company No: 201901001120 (1310446-A)

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Quarter ended		Period ended	
	Notes	31/03/2024	31/03/2023	31/03/2024	31/03/2023
		Unaudited	Unaudited	Unaudited	Unaudited
		RM'000	RM'000	RM'000	RM'000
Revenue		14,423	6,454	14,423	6,454
Cost of sales		(4,565)	(2,169)	(4,565)	(2,169)
Gross profit		9,858	4,285	9,858	4,285
Other income		3	46	3	46
		9,861	4,331	9,861	4,331
Administrative expenses		(3,137)	(1,939)	(3,137)	(1,939)
Other expenses		(774)	(1)	(774)	(1)
Depreciation and amortisation		(1,083)	(180)	(1,083)	(180)
		(4,994)	(2,120)	(4,994)	(2,120)
Profit from operations		4,867	2,211	4,867	2,211
Finance costs		(333)	(201)	(333)	(201)
Profit before taxation	B5	4,534	2,010	4,534	2,010
Income tax expense	B6	(430)	(5)	(430)	(5)
Profit after taxation		4,104	2,005	4,104	2,005
Other comprehensive income					
Item that will not be reclassified subsequent to profit or loss:					
Remeasurement of employee benefits liability		-	-	-	-
Item that will be reclassified subsequently to profit or loss:					
Foreign currency translation differences		(37)	1	(37)	1
Total comprehensive income for the financial period/year		4,067	2,006	4,067	2,006

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(CONTINUED) ⁽¹⁾

	Notes	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Quarter ended		Period ended	
		Unaudited 31/03/2024 RM'000	Unaudited 31/03/2023 RM'000	Unaudited 31/03/2024 RM'000	Unaudited 31/03/2023 RM'000
Profit after taxation attributable to:					
Owners of the Company		4,174	2,100	4,174	2,100
Non-Controlling Interests		(70)	(95)	(70)	(95)
		<u>4,104</u>	<u>2,005</u>	<u>4,104</u>	<u>2,005</u>
Total comprehensive income attributable to:					
Owners of the Company		4,137	2,091	4,137	2,091
Non-Controlling Interests		(70)	(85)	(70)	(85)
		<u>4,067</u>	<u>2,006</u>	<u>4,067</u>	<u>2,006</u>
Earning per share (sen)					
- Basic	B13	1.31	0.86	1.31	0.86
- Diluted	B13	1.31	0.86	1.31	0.86

Note:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the unaudited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.

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RAMSSOL GROUP BERHAD
(Company No. 201901001120) (1310446 - A)
(Incorporated in Malaysia)
INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 March 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION ⁽¹⁾

	Notes	Unaudited As at 31/03/2024 RM'000	Audited As at 31/12/2023 RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		3,135	3,338
Investment property		714	718
Right-of-use assets		746	843
Intangible assets		42,502	43,286
Other Investment		4,643	4,643
Goodwill on consolidation		223	223
Total Non-Current Assets		<u>51,963</u>	<u>53,051</u>
Current Assets			
Trade receivables		27,382	16,558
Other receivables, deposits, and prepayments		6,238	3,946
Contract assets		12,909	18,930
Fixed deposits and bank balances		13,784	8,348
Total Current Assets		<u>60,313</u>	<u>47,782</u>
TOTAL ASSETS		<u>112,276</u>	<u>100,833</u>
EQUITY AND LIABILITIES			
EQUITY			
Share capital		61,745	61,745
Reserves		27,578	23,441
Equity attributable to owners of the Company		<u>89,323</u>	<u>85,186</u>
Non-controlling interests		(3,998)	(3,928)
TOTAL EQUITY		<u>85,325</u>	<u>81,258</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED) ⁽¹⁾

		Unaudited As at 31/03/2024 RM'000	Audited As at 31/12/2023 RM'000
Notes			
EQUITY AND LIABILITIES (CONTINUED)			
LIABILITIES			
Non-Current Liabilities			
Lease liabilities	B9	84	395
Borrowings	B9	8,556	4,445
Deferred tax liabilities		2	2
Employee benefits liability		135	102
Total Non-Current Liabilities		<u>8,777</u>	<u>4,944</u>
Current Liabilities			
Trade payables		2,496	348
Other payables and accruals		3,860	4,291
Lease liabilities	B9	420	388
Borrowings	B9	10,135	8,837
Contract liabilities		-	16
Tax payable		1,263	751
Total Current Liabilities		<u>18,174</u>	<u>14,631</u>
TOTAL LIABILITIES		<u>26,951</u>	<u>19,575</u>
TOTAL EQUITY AND LIABILITIES		<u>112,276</u>	<u>100,833</u>
Net assets per share attributable to ordinary equity holders (RM)		<u>0.28</u>	<u>0.27</u>

Note:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.

RAMSSOL GROUP BERHAD
(Company No. 201901001120) (1310446 - A)
(Incorporated in Malaysia)
INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 March 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ⁽¹⁾

	Share capital RM'000	Merger Deficit RM'000	Foreign Currency Translation Reserve RM'000	Fair value Reserve RM'000	Retained Earnings RM'000	Equity attributable to owners of the Company RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
Balance as at 1/1/2024	61,745	(1,074)	186	(857)	25,186	85,186	(3,928)	81,258
Profit after taxation	-	-	-	-	4,174	4,174	(70)	4,104
Other comprehensive income/(loss): Foreign currency translation differences	-	-	(37)	-	-	(37)	-	(37)
Total comprehensive income/(loss)	-	-	(37)	-	4,174	4,137	(70)	4,067
Contributions by and distribution to owners of the Company:								
Issuance of shares	-	-	-	-	-	-	-	-
Additional non-controlling interests arising on business combination	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
Balance as at 31/03/2024	61,745	(1,074)	149	(857)	29,360	89,323	(3,998)	85,325

Note:

- (1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.

RAMSSOL GROUP BERHAD
(Company No. 201901001120) (1310446 - A)
(Incorporated in Malaysia)
INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 MARCH 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED) ⁽¹⁾

	Share capital RM'000	Merger Deficit RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000	Equity attributable to owners of the Company RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
Balance as at 1/1/2023	37,186	(1,074)	217	18,792	55,121	(3,856)	51,265
Profit after taxation	-	-	-	2,100	2,100	(95)	2,005
Other comprehensive income/(loss): Foreign currency translation differences	-	-	(9)	-	(9)	10	1
Total comprehensive income/(loss)	-	-	(9)	2,100	2,091	(85)	2,006
Contributions by and distribution to owners of the Company: - Issuance of shares	417	-	-	-	417	-	417
Additional non-controlling interests arising on Business combination						139	139
Balance as at 31/03/2023	37,603	(1,074)	208	20,892	57,629	(3,802)	53,827

Note:

- (1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾

	<u>CUMULATIVE QUARTER</u>	
	Unaudited 31/03/2024 RM'000	Unaudited 31/03/2023 RM'000
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before taxation	4,534	2,010
Adjustments for:		
Amortization of development costs	784	59
Depreciation of:		
-investment properties	4	4
-property, plant and equipment	198	60
-right-of-use assets	97	57
Interest expense	329	199
Interest expense on lease liabilities	4	2
Provision for employee benefits	35	-
Interest income	(2)	(2)
Operating profit before working capital changes	5,983	2,389
Decrease in contract assets	5,951	2,520
(Increase)/Decrease in trade and other receivables	(13,042)	4,765
Increase /(Decrease) in trade and other payables	1,760	(437)
(Decrease) in contract liabilities	-	(70)
Increase in employee benefits liability	-	7
Net cash from operations	652	9,174
Income tax paid	(16)	(100)
Interest paid	-	(115)
Interest received	2	2
Net cash from operating activities	638	8,961

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED) ⁽¹⁾

	<u>CUMULATIVE QUARTER</u>	
	31/03/2024	31/03/2023
	Unaudited	Unaudited
	RM'000	RM'000
<u>CASH FLOWS USED IN INVESTING ACTIVITIES</u>		
Addition to right-of-use assets	-	(2)
Development costs paid	-	(9,714)
Purchase of property, plant and equipment	-	(107)
Increase in other investment	-	(217)
Net cash for investing activities	-	(10,040)
<u>CASH FLOWS USED IN FINANCING ACTIVITIES</u>		
Interest paid	(333)	(86)
Drawdown of term loan	7,006	-
Net (repayment)/drawdown of lease liabilities	(279)	(66)
Repayment of term loans	(354)	(279)
Repayment of flexi loans	(481)	(7)
Placement of pledged deposits	(3,396)	(125)
Proceeds from issuance of ordinary shares	-	417
Net cash from/(for) financing activities	2,163	(146)
NET CHANGE IN CASH AND CASH EQUIVALENTS	2,801	(1,225)
Effect of exchange translation differences	(2)	4
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	(2,049)	7,785
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	750	6,564
Cash and cash equivalents comprise the following:		
Cash and bank balances	8,628	12,215
Deposits with licensed banks	5,156	168
Less: Bank overdraft	(7,731)	(5,652)
	6,053	6,731
Less: Deposit pledged	(5,157)	(167)
Less: Cash collateral pledged with licensed banks	(146)	-
	750	6,564

Note:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.

A. SELECTED EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) NO. 134 - INTERIM FINANCIAL REPORTING

A1. BASIS OF PREPARATION

The interim financial report of Ramssol Group Berhad (“**Ramssol**” or “**Company**”) and its subsidiaries (“**Group**”) have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“**MASB**”) and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”). These condensed consolidated interim financial statements also comply with International Accounting Standards (“**IAS**”) 34, *Interim Financial Reporting* issued by the International Accounting Standards Board.

This interim financial report should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

A2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and presentations adopted by the Group in this interim financial report are consistent with those adopted in the audited consolidated financial statements for the financial year ended 31 December 2023, except for the adoption of the following new MFRSs and amendment to MFRSs and interpretation:

- (a) the Group has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):

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 Estimates*

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) did not have any material impact on the Group’s interim financial report.

A2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- (b) The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by MASB but are not yet effective for the current financial period:

MFRSs and/or IC Interpretations (including the consequential amendments)	Effective Date
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101: Non-current Liabilities with Covenants	1 January 2024
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 101: Non-current Liabilities Covenants 1 January 2024	1 January 2024
Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements 1 January 2024	1 January 2024
Amendments to MFRS 121: Lack of Exchangeability 1 January 2025	1 January 2025

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A3. AUDITORS' REPORT

The audited consolidated financial statements of the Group for the financial year ended 31 December 2023 was not subject to any qualification.

A4. SEASONAL AND CYCLICAL FACTORS

The business of the Group is not affected by any significant seasonal or cyclical factors.

A5. UNUSUAL ITEMS

There was no unusual item affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review.

A6. CHANGES IN ESTIMATES

There were no major changes in estimates that have had material effect on the results of the current quarter under review.

A7. DEBT AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter under review:

A8. DIVIDEND PAID

There was no dividend paid during the current quarter under review.

A9. SEGMENTAL INFORMATION

Operating segments are prepared in a manner consistent with the internal reporting provided to the management as its chief operating decision maker in order to allocate resources to segments and to assess their performance. For management purposes, the Group is organized into business units based on their geographical region. No segmental analysis by business segment is prepared as the Group operates predominantly in one industry.

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A9. SEGMENTAL INFORMATION (CONTINUED)

<u>Geographical segment</u>	Malaysia	Singapore	Thailand	Others	Group
3 months ended 31/03/2024	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External customers	8,770	-	5,535	118	14,423
Inter-segment	75	-	-	91	166
	<u>8,845</u>	<u>-</u>	<u>5,535</u>	<u>209</u>	<u>14,589</u>
Adjustments/eliminations on combination					(166)
Consolidated revenue					<u>14,423</u>
Results					
Segment profit/(loss) before interest and taxation	3,900	-	941	26	4,867
Finance costs					(333)
Profit before taxation					<u>4,534</u>
Income tax expense					(430)
Profit after taxation					<u>4,104</u>

A9. SEGMENTAL INFORMATION (CONTINUED)

<u>Geographical segment</u>	Malaysia	Singapore	Thailand	Others	Group
3 months ended 31/03/2024	RM'000	RM'000	RM'000	RM'000	RM'000
Assets					
Non-current assets	51,823	-	114	26	51,963
Segment assets/Consolidated total assets	102,002	1,519	2,746	6,009	112,276
Liabilities					
Segment liabilities	17,393	1,022	2,231	5,042	25,688
Unallocated liabilities:					
- tax payable					1,263
Consolidated total liabilities					26,951

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(Incorporated in Malaysia)
INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

A9. SEGMENTAL INFORMATION (CONTINUED)

<u>Geographical segment</u>	Malaysia	Singapore	Thailand	Others	Group
3 months ended 31/03/2023	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External customers	3,148	725	1,676	905	6,454
Inter-segment	25	-	-	95	120
	<u>3,173</u>	<u>725</u>	<u>1,676</u>	<u>1,000</u>	<u>6,574</u>
Adjustments/eliminations on combination					(120)
Consolidated revenue					<u>6,454</u>
Results					
Segment profit/(loss) before interest and taxation	150	360	1,313	388	2,211
Finance costs					(201)
Profit before taxation					<u>2,010</u>
Income tax expense					(5)
Profit after taxation					<u>2,005</u>

A9. SEGMENTAL INFORMATION (CONTINUED)

<u>Geographical segment</u>	Malaysia	Singapore	Thailand	Others	Group
3 months ended 31/03/2023	RM'000	RM'000	RM'000	RM'000	RM'000
Assets					
Non-current assets	34,078	-	138	44	34,260
Segment assets/Combined total assets	63,664	1,985	3,512	1,901	71,062
Liabilities					
Segment liabilities	16,050	769	127	197	17,143
Unallocated liabilities:					
- tax payable					92
Consolidated total liabilities					17,235

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A10. MATERIAL SUBSEQUENT EVENTS TO THE INTERIM FINANCIAL PERIOD

There were no material events subsequent to end of the interim financial period that has not been reflected in this interim financial report.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no other major changes in the composition of the Group during the current quarter under review and up to the date of this interim financial report.

A12. SIGNIFICANT RELATED PARTY TRANSACTIONS

The related party transactions described below were carried out on terms and conditions negotiated amongst the parties. The significant related party transactions are as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended		Period ended	
	31/03/2024	31/03/2023	31/03/2024	31/12/2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Fellow directors:				
Rental paid or payable to directors	(95)	(91)	(95)	(91)
Retainer fees paid or payable to a company	(24)	-	(24)	-

The rental paid or payable to directors are derived from office spaces provided by Datuk Seri Tan Chee Seng and Ms. Lee Miew Lan. The office is located at the headquarters as disclosed in the Annual Report 2023 of Ramssol.

The retainer fees paid or payable for legal advice or services rendered by a company owned by an independent director, Mr Goh Keng Tat.

RAMSSOL GROUP BERHAD

(Company No. 201901001120) (1310446 - A)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. REVIEW OF PERFORMANCE FOR CURRENT QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2024

	Quarter ended			Cumulative		
	31/03/2024 Unaudited RM'000	31/03/2023 Unaudited RM'000	Changes %	31/03/2024 Unaudited RM'000	31/03/2023 Unaudited RM'000	Changes %
Revenue from:						
Malaysia	8,770	3,148	>100	8,770	3,148	>100
Singapore	-	725	(100)	-	725	(100)
Thailand	5,535	1,676	>100	5,535	1,676	>100
Indonesia	118	905	(86.96)	118	905	(86.96)
	14,423	6,454		14,423	6,454	

The Group recorded an unaudited revenue of RM14.42 million for the quarter ended (“FYE”) 31 March 2024, which was much higher as compared to the comparative quarter revenue of RM6.45 million for the quarter ended 31 March 2023, increased by 123.48% of sales as per current quarter compared to previous correspondence quarter. This was mainly due to higher sales generated from provision of human capital management (“HCM”) solutions in Malaysia and HCM technology applications in Thailand and work performed related to the HCM digital transformation consulting, business process mapping and distributorship of HCM licenses in the quarter ended 31 March 2024 as compared to the quarter ended 31 March 2023.

The Group’s unaudited profit before taxation (“PBT”) for the quarter ended 31 March 2024 of RM4.53 million is much higher as compared to the unaudited quarter ended 31 March 2023 of RM2.01 million mainly due to certain projects with higher profit margin and the distributorship of HCM licenses.

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B2. COMPARATIVE WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

	INDIVIDUAL QUARTER		Changes %
	Quarter ended		
	31/03/2024 RM'000	31/12/2023 RM'000	
Revenue	14,423	7,680	87.80%
PBT	4,534	1,726	>100

The Group's revenue in quarter ended 31 March 2024 ("**Q1 2024**") increased by RM6.74 million or 87.80% to RM14.42 million as compared to the immediate preceding quarter ended 31 December 2023 ("**Q4 2023**") was mainly due to higher sales generated from provision of human capital management ("**HCM**") solutions in Malaysia and HCM technology applications in Thailand and work performed related to the HCM digital transformation consulting, business process mapping and distributorship of HCM licenses in the current quarter 31 March 2024 as compared to the immediate preceding quarter ended 31 December 2023.

The Group recorded a higher PBT of RM4.53 million in Q1 2024 as compared to RM1.73 million in Q4 2023 mainly due to the increase in revenue as explained above.

B3. PROSPECTS AND OUTLOOK

The Group's resilience is rooted in strong fundamentals and effective management. As the digital industry continues to grow and evolve, the Group is well-positioned to take advantage of this growth and focus on the digital industry value chain positions to potentially benefit with new projects secured in the local market and Asian region on its diversified products in HCM solutions, used-bike selling platform, e-learning and interactive platform and digital media services specialising in corporate and commercial videos.

These factors have collectively subdued economic growth and impacted investor confidence in global financial markets. Nevertheless, the Group is witnessing positive outcomes, and our performance aligns with the established plans. As project-based revenue expands, there will be a corresponding growth in recurring revenue from professional information technology (IT) services, as clients typically engage in service and maintenance contracts post-project completion.

The Group approaches the business outlook for the financial year ending 31 December 2024 with cautious optimism, anticipating sustainable demands in our products to enhance the overall revenue and business value.

B4. VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST OR PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.

B5. PROFIT/(LOSS) BEFORE TAXATION

	Quarter ended		Cumulative ended	
	31/03/2024	31/03/2023	31/03/2024	31/03/2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) before taxation is arrived at after charging/(crediting):				
Amortization of development costs	784	59	784	59
Depreciation of:				
-investment properties	4	4	4	4
-property, plant and equipment	198	60	198	60
-right-of-use assets	97	57	97	57
Interest expense:				
-bank overdraft	220	115	220	115
-flexi loan	1	14	1	14
-term loans	108	70	108	70
Interest expense on lease liabilities	4	2	4	2
Short-term leases	-	86	-	86
Net loss/(gain) on foreign exchange:				
-realized		(35)		(35)
-unrealized		-		-
COVID-19-related subsidies from government		-		-
Interest income	(2)	(2)	(2)	(2)
Rental income from investment property	-	(9)	-	(9)

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B6. INCOME TAX EXPENSE

	Year ended		Year ended	
	31/03/2024	31/03/2023	31/03/2024	31/03/2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Current tax recognized in profit or loss:				
-Malaysian income tax	394	5	394	5
-Foreign income tax	36	-	36	-
Tax expense	430	5	430	5
Effective tax rate	9.5%	0.3%	9.5%	0.3%

B7. UTILISATION OF PROCEEDS

UTILISATION OF PROCEEDS FROM THE PRIVATE PLACEMENT

As at the date of this interim financial report, the status of the utilization of proceeds from the Private Placement is outlined as follows:

Details of Utilization of Proceeds	Actual gross proceeds raised RM'000	Actual Utilization RM'000	Balance To Be Utilized RM'000	Estimated Timeframe for Utilization of Proceeds
Repayment of bank borrowings	12,000	12,000	-	Within 3 months
Working Capital	12,821	9,151	3,670	Within 12 months
Professional fees	367	367	-	Within 1 month
	25,188	21,518	3,670	

B8. STATUS OF CORPORATE PROPOSAL

There were no corporate proposals announced but pending completion as at the date of this interim financial report.

B9. BORROWINGS

	Unaudited As at 31/03/2024 RM'000	Audited As at 31/12/2023 RM'000
Current		
Secured:		
Bank overdraft	7,731	8,493
Flexi loan	16	16
Term loans	2,388	328
Lease liabilities	420	388
	<u>10,135</u>	<u>9,225</u>
Non-current		
Secured:		
Flexi loan	-	481
Term loans	8,556	3,964
Lease liabilities	84	395
	<u>8,640</u>	<u>4,840</u>
Total borrowings:		
Bank overdraft	7,731	8,493
Flexi loan	16	497
Term loans	10,944	4,292
Lease liabilities	504	783
	<u>19,195</u>	<u>14,065</u>
The currency profile of borrowings is as follows:		
Ringgit Malaysia	19,195	14,065
Singapore Dollar	-	-
Thai Baht	-	-
	<u>19,195</u>	<u>14,065</u>

B10. DERIVATIVES

The Group did not enter any derivatives during the current quarter under review.

B11. MATERIAL LITIGATION

There is no litigation or arbitration which has a material effect on the financial position of the Group. The Board of Directors is not aware of any pending proceedings or of any fact likely to give rise to any proceedings as at the date of this interim financial report.

B12. DIVIDEND PROPOSED

No dividend was proposed for the current quarter ended 31 March 2024.

B13. EARNING PER SHARES ("EPS")

Basic EPS

	Quarter ended		Year ended	
	31/03/2024	31/03/2023	31/03/2024	31/03/2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Company (RM'000)	4,174	2,100	4,174	2,100
Weighted average number of ordinary shares in issue ('000)	318,964	244,723	318,964	244,723
Basic (sen) ⁽¹⁾	1.31	0.86	1.31	0.86

Note:

- (1) The basic EPS is calculated based on the Company's weighted average number of ordinary shares as at the end of the interim financial period.

B13. EARNING PER SHARES (“EPS”) (CONTINUED)

Diluted EPS

	Quarter ended		Year ended	
	31/03/2024	31/03/2023	31/03/2024	31/03/2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) attributable to owners of the Company (RM'000)	4,174	2,100	4,174	2,100
Weighted average number of ordinary shares in issue ('000)	318,964	244,723	318,964	244,723
Effect of dilution on potential exercise of: - Warrants A 2023/2028 ('000)	_(1)	-	_(1)	-
Diluted EPS (sen) ⁽²⁾	1.31	0.86	1.31	0.86

Notes:

- (1) The potential conversion is anti-dilutive as the warrant’s exercise price is higher than the average market price of the Company’s ordinary shares during the current quarter under review.
- (2) The diluted EPS is calculated based on the Company’s weighted average number of ordinary shares as at the end of the interim financial period.

B14. APPROVAL OF INTERIM FINANCIAL REPORT

The interim financial report as set out above was approved by the Board of Directors in accordance with their resolution dated 23 April 2024.