

PANDA ECO SYSTEM'S 9M2024 NET PROFIT JUMPS 27% TO RM 5.7 MIL

Announces Proposed Acquisitions of 100% Equity Interest in Gross Synergy & Day One Technology

KUALA LUMPUR, 29 November 2024 – PANDA ECO SYSTEM BERHAD <熊猫软件生态系统> (“**Panda Eco System**” or the “**Group**”), a home-grown retail management solutions provider, has today announced its third quarter results for the three months financial period ended 30 September 2024 (“**3Q 2024**”).

In the first nine months of the year (“**9M 2024**”), Panda Eco System and its subsidiaries (the “**Group**”) achieved revenue of RM22.9 million and profit after tax (“**PAT**”) of RM5.7 million, a surge of 41% and 27%, respectively, from the same period in the preceding year. In 3Q 2024, the Group achieved revenue of RM8.1 million and PAT of RM1.6 million. The Group maintained a strong balance sheet with net cash and cash equivalents of RM35.4 million at the end of the quarter. With this set of results, the Group declared a dividend of 0.5 sen per share to reward its shareholders, payable on 27 December 2024.

Panda Eco System also announced its proposed acquisition of the entire equity interests of Gross Synergy Sdn Bhd (“**GSSB**”) and Day One Technology Sdn Bhd (“**DOTSB**”) for a total consideration of RM17.1 million, to be settled through a combination of cash and issuance of new ordinary shares in Panda Eco System (“**Proposed Acquisitions**”). The Proposed Acquisitions come with a two-year profit guarantee, of which the audited profit after taxation of GSSB and DOTSB for financial year ended 31 December (“**FYE**”) 2025 and 2026 shall not be less than RM1.4 million in aggregate for each financial year (“**Profit Guarantee**”). Both GSSB and DOTSB are specialised in providing information technology solutions for the retail segment, aligning with Panda Eco System’s strategy to enhance its offerings and broaden its customer base.

MEDIA RELEASE

For immediate release



Executive Director / Chief Executive Officer of Panda Eco System, **Mr. Loo Chee Wee** <罗智伟> commented: “Momentum picked up in 3Q 2024, as reflected in our higher revenue and profitability. We see continued robust interest in our Retail Management Eco-System solutions and are working to convert key prospects identified earlier this year into new customers, further growing our market share. Moving into the final quarter, we anticipate sustained momentum, driven by the festive season and the roll-out of our e-invoicing modules. Next year promises to be even more exciting as we focus on expanding in Indonesia following the success of our first pilot project.

The Proposed Acquisitions will strengthen our position in the retail segment by expanding our product portfolio and diversifying our customer base. In addition, the Group will be able to leverage on the technical expertise and resources of GSSB and DOTSB to assist in the growth of the Group’s existing business operations. The Proposed Acquisitions, backed by the Profit Guarantee, are set to enhance group revenue and earnings, boosting our financial performance and delivering greater value to our shareholders,” he concluded.



CEO of Panda Eco System Mr Loo Chee Wee (second from right) and CTO of Panda Eco System Mr Tay Kheng Seng (far right) with the vendors of GSSB and DOTSB at the signing ceremony

ABOUT PANDA ECO SYSTEM BERHAD

We are principally engaged in the development, customisation, implementation, and integration of Retail Management Eco-system. In addition, we are involved in the trading of third-party software and IT hardware, as well as software customisation, implementation, and integration of process control and automation solutions.

For more information, please contact:

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