



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THIRD (3RD) QUARTER ENDED 31 OCTOBER 2024**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED	AUDITED
	CURRENT	PRECEDING	CUMULATIVE QUARTER	PRECEDING
	QUARTER ENDED 31-Oct-2024	CORRESPONDING QUARTER ENDED 31-Oct-2023	CURRENT YEAR TO DATE ENDED 31-Oct-2024	CORRESPONDING YEAR TO DATE ENDED 31-Oct-2023
	RM'000	RM'000	RM'000	RM'000
Revenue	70,619	67,745	211,719	210,383
Cost of sales	(54,018)	(51,762)	(166,709)	(158,139)
Gross profit	<u>16,601</u>	<u>15,983</u>	<u>45,010</u>	<u>52,244</u>
Other operating income	576	324	1,974	2,066
Selling and distribution expenses	(8,175)	(8,717)	(24,034)	(25,533)
Administrative expenses	(3,826)	(4,531)	(12,589)	(12,778)
Other expenses	95	(387)	(1,799)	(2,344)
Profit from operations	<u>5,271</u>	<u>2,672</u>	<u>8,562</u>	<u>13,655</u>
Interest expense	(1,886)	(872)	(3,408)	(2,966)
Profit before tax expense	<u>3,385</u>	<u>1,800</u>	<u>5,154</u>	<u>10,689</u>
Tax credit/(expense)	(1,333)	(791)	(32)	(4,085)
Profit for the period	<u>2,052</u>	<u>1,009</u>	<u>5,122</u>	<u>6,604</u>
Other comprehensive income				
- Foreign exchange translation from foreign operations	(21,557)	9,749	(15,331)	18,458
- Remeasurement of retirement benefits obligation	(37)	9	(27)	77
Total comprehensive income	<u>(19,542)</u>	<u>10,767</u>	<u>(10,236)</u>	<u>25,139</u>
Profit attributable to :				
Equity holders of the Company	2,052	1,009	5,122	6,604
Minority shareholders	-	-	-	-
	<u>2,052</u>	<u>1,009</u>	<u>5,122</u>	<u>6,604</u>
Total comprehensive income :				
Equity holders of the company	(19,542)	10,767	(10,236)	25,139
Minority shareholders	-	-	-	-
	<u>(19,542)</u>	<u>10,767</u>	<u>(10,236)</u>	<u>25,139</u>
Weighted average no. of ordinary shares ('000)	741,995	735,238	741,995	735,238
Earnings per share (EPS) attributable to the equity holders of the Company (sen)				
- Basic EPS	<u>0.28</u>	<u>0.14</u>	<u>0.69</u>	<u>0.90</u>

Note:-

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 31 January 2024 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE THIRD (3RD) QUARTER ENDED 31 OCTOBER 2024**

	UNAUDITED AS AT 31-Oct-2024 RM'000	AUDITED As At 31-Jan-2024 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	125,130	131,825
Goodwill on consolidation	263,295	263,295
Development costs	9	30
Other receivables	33,051	12,374
Deferred tax assets	953	704
	<u>422,438</u>	<u>408,228</u>
Current Assets		
Inventories	19,723	18,702
Trade receivables	46,262	78,726
Other receivables	75,841	40,242
Cash and bank balances	76,115	83,326
	<u>217,941</u>	<u>220,996</u>
	<u>640,379</u>	<u>629,224</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	347,327	346,617
Reserves	100,463	110,699
Total Equity	<u>447,790</u>	<u>457,316</u>
Non Current Liabilities		
Deferred revenue	11,963	12,174
Borrowings	-	1,840
Lease liabilities	67,777	28,435
Other payables	101	85
Retirement benefits obligations	1,363	1,523
Deferred tax liability	1,047	7,999
	<u>82,251</u>	<u>52,056</u>
Current Liabilities		
Trade payables	49,751	57,059
Other payables	18,612	22,196
Deferred revenue	19,463	23,039
Borrowings	9,894	10,901
Lease liabilities	6,284	5,997
Current tax liabilities	6,334	660
	<u>110,338</u>	<u>119,852</u>
	<u>192,589</u>	<u>171,908</u>
Total Liabilities	<u>192,589</u>	<u>171,908</u>
TOTAL EQUITY AND LIABILITIES	<u>640,379</u>	<u>629,224</u>
Net assets per share (RM)	<u>0.60</u>	<u>0.62</u>

Note:-

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2024 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD (3RD) QUARTER ENDED 31 OCTOBER 2024

	← Non-Distributable →				Distributable	Total Equity RM'000
	Share Capital RM'000	Retirement Benefit Obligations RM'000	Foreign Exchange Fluctuation Reserve RM'000	Merger Reserve RM'000	Retained earnings RM'000	
At 1 February 2024	346,617	357	18,684	(17,406)	109,064	457,316
Foreign exchange translation	-	-	(15,331)	-	-	(15,331)
Remeasurement of retirement benefits obligation	-	(27)	-	-	-	(27)
Profit for the financial period	-	-	-	-	5,122	5,122
Total comprehensive income for the financial period	-	(27)	(15,331)	-	5,122	(10,236)
Transaction with owners						
Issuance of share capital	710	-	-	-	-	710
At 31 October 2024	<u>347,327</u>	<u>330</u>	<u>3,353</u>	<u>(17,406)</u>	<u>114,186</u>	<u>447,790</u>
At 1 February 2023	331,847	327	1,521	(17,406)	100,436	416,725
Foreign exchange translation	-	-	18,458	-	-	18,458
Remeasurement of retirement benefits obligation	-	77	-	-	-	77
Profit for the financial period	-	-	-	-	6,604	6,604
Total comprehensive income for the financial period	-	77	18,458	-	6,604	25,139
Transaction with owners						
Issuance of share capital	14,770	-	-	-	-	14,770
At 31 October 2023	<u>346,617</u>	<u>404</u>	<u>19,979</u>	<u>(17,406)</u>	<u>107,040</u>	<u>456,634</u>

Note:-

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2024 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD (3RD) QUARTER ENDED 31 OCTOBER 2024

	UNAUDITED CURRENT YEAR TO DATE ENDED 31-Oct-2024 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED 31-Jan-2024 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax expense	5,154	12,974
Adjustments for:		
Amortisation of development cost	20	219
Depreciation of property, plant and equipment	10,184	31,696
Bad debts written off (non-trade)	-	25
Loss/(Gain) on disposal of property, plant and equipment	(66)	(60)
Property, plant and equipment written off	24	146
Impairment on inventories	-	16
Reversal of impairment on receivables	-	(230)
Reversal of impairment on inventories	-	(210)
Unrealised loss/(gain) on foreign exchange differences	80	1,036
Share grant expenses	-	1,880
Dividend income	-	(1)
Interest income	(1,198)	(1,256)
Interest expense	3,408	4,048
Operating profit before working capital changes	17,606	50,283
Inventories	(1,021)	(4,873)
Receivables	(24,815)	(796)
Payables	(10,494)	6,666
Deferred revenue	(3,786)	9,162
Cash (used in)/generated from operations	(22,510)	60,442
Interest received	1,198	1,256
Tax paid	(77)	(3,618)
Net cash (used in)/generated from operating activities	(21,389)	58,080
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend income	-	1
Purchase of property, plant and equipment	(2,884)	(60,222)
Proceeds from disposal of property, plant and equipment	75,524	92
Net cash used in investing activities	72,640	(60,129)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net drawdown/(Repayment) of lease liabilities	(46,912)	725
Interest expenses paid	(3,408)	(4,048)
Net drawdown/(Repayment) of borrowings	(2,847)	(25,332)
Net cash (used in)/generated from financing activities	(53,167)	(28,655)
NET DECREASED IN CASH AND CASH EQUIVALENTS	(1,916)	(30,704)
Foreign exchange fluctuation reserve	(5,295)	7,597
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	83,326	106,433
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	76,115	83,326
<u>Cash and cash equivalents at the end of the financial period comprises of:-</u>		
Cash and bank balances	33,671	47,004
Short term investment	-	1,176
Fixed deposit with license bank	42,444	35,146
Cash and bank balances	76,115	83,326

Note:-

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2024 and the accompanying explanatory notes attached to this interim financial report.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the Third (3rd) Quarter Ended 31 October 2024

A NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 January 2024. These explanatory notes attached to the interim financial statements provide explanation of events and transactions that are significant for the understanding of the changes in the financial position and performance of the Group since the year ended 31 January 2024.

The Group has adopted merger method for the preparation of this interim financial statement.

A2. Changes in accounting policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 January 2024 except for the newly-issued Malaysian Financial Reporting Standards ("MFRS") and amendments to standards to be applied by all Entities Other Than Private Entities for the financial periods beginning on or after 1 January 2024:-

Description	Effective for annual periods beginning on or after
• Amendments to MFSR 16, <i>Leases</i> : Lease Liability in a Sale and Leaseback	1 January 2024
• Amendments to MFRS 101, <i>Presentation of Financial Statements</i> : Non-current Liabilities with Covenants	1 January 2024
• Amendments to MFRS 107, <i>Statement of Cash Flows</i> and MFRS 7 <i>Financial Instruments</i> : Disclosure – Supplier Finance Arrangements	1 January 2024

The adoption of the above will have no significant effects on the interim financial report upon their initial application.

A3. Seasonal or cyclical factors

The Group's operations are not materially affected by seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

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

A5. Material changes in estimates

There were no changes in estimates that have had a material effect in the current financial quarter under review.

A6. Debt and equity securities

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



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the Third (3rd) Quarter Ended 31 October 2024

A7. Dividends paid

No dividends were paid by the Company in the current financial quarter and period under review.

A8. Segmental information

(a) Analysis of revenue by geographical area

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended	Preceding Corresponding Quarter Ended	Current Year To Date Ended	Preceding Corresponding Year To Date Ended
	31/10/2024	31/10/2023	31/10/2024	31/10/2023
	RM'000	RM'000	RM'000	RM'000
Singapore	7,712	21,456	58,389	63,218
China	33,954	16,748	55,988	66,415
Philippines	22,414	15,952	66,665	46,835
Hong Kong & Taiwan	3,351	3,623	13,696	13,799
India	2,104	7,807	11,397	14,258
SEA (1)	1,082	2,075	5,561	5,409
Others	2	84	23	449
Total revenue	70,619	67,745	211,719	210,383
Add: Inter-company transactions	25,919	22,166	67,621	44,977
Total revenue before eliminating Inter-company transaction	96,538	89,911	279,340	255,360

Note : (1) SEA represents South East Asia countries excluding Singapore and Philippines

(b) Analysis of revenue by product categories

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended	Preceding Corresponding Quarter Ended	Current Year To Date Ended	Preceding Corresponding Year To Date Ended
	31/10/2024	31/10/2023	31/10/2024	31/10/2023
	RM'000	RM'000	RM'000	RM'000
EDM Infrastructure Technology	55,065	49,980	162,875	156,153
EDM As-A-Service	15,554	17,765	48,844	54,230
Total revenue	70,619	67,745	211,719	210,383
Add: Inter-company Transactions	25,919	22,166	67,621	44,977
Total revenue before eliminating inter-company transaction	96,538	89,911	279,340	255,360



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the Third (3rd) Quarter Ended 31 October 2024

A8. Segmental information (cont'd)

(c) Analysis of segment results, assets and liabilities

	EDM Infrastructure Technology RM'000	EDM As-A Service RM'000	Investment Holdings RM'000	Others RM'000	Elimination/ Adjustment RM'000	Total RM'000
As at 31.10.2024						
Results						
Segment results	4,209	3,380	291	(17)	(499)	7,364
Interest income	1,111	84	12	-	(9)	1,198
Interest expenses	(2,961)	(446)	-	(3)	2	(3,408)
Profit/(Loss) before tax expense	2,359	3,018	303	(20)	(506)	5,154
Tax credit/(expense)	(526)	599	-	(105)	-	(32)
Profit/(loss) after tax expense	1,833	3,617	303	(125)	(506)	5,122
Segment assets	521,520	48,975	319,320	9	(249,445)	640,379
Segment liabilities	347,115	47,304	354	-	(202,184)	192,589
As at 31.10.2023						
Results						
Segment results	11,087	5,246	(3,499)	(206)	(1)	12,627
Interest income	934	87	7	-	-	1,028
Interest expenses	(2,297)	(664)	-	(5)	-	(2,966)
Profit/(Loss) before tax expense	9,724	4,669	(3,492)	(211)	(1)	10,689
Tax expense	(3,206)	(839)	-	(40)	-	(4,085)
Profit/(loss) after tax expense	6,518	3,830	(3,492)	(251)	(1)	6,604
Segment assets	376,522	76,618	315,883	38	(168,589)	600,472
Segment liabilities	217,778	49,213	2,843	-	(125,996)	143,838

A9. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter under review.

A10. Material events subsequent to the end of the quarter

There were no other material events subsequent to the end of the current financial quarter and period to date that have not been reflected in this interim financial report.

A11. Changes in composition of the Group

There were no other changes in the composition of the Group for the current quarter and financial period to-date.

A12. Contingent assets or liabilities

The Directors are not aware of any contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group as at reporting date.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the Third (3rd) Quarter Ended 31 October 2024

A13. Capital commitments

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

A14. Significant related party transactions

During the current financial quarter, the Directors are not aware of any related party transactions which would have a significant impact on the financial position and business of the Group.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the Third (3rd) Quarter Ended 31 October 2024

ADDITIONAL NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET

B1. Review of performance of the Group

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended	Preceding Corresponding Quarter Ended	Current Year To Date Ended	Preceding Corresponding Quarter Ended
	31/10/2024 RM'000	31/10/2023 RM'000	31/10/2024 RM'000	31/10/2023 RM'000
Revenue	70,619	67,745	211,719	210,383
Profit from operations	5,271	2,672	8,562	13,655
Profit after tax	2,052	1,009	5,122	6,604

For the current financial quarter under review, the Group recorded revenue of RM70.619 million, an increase by 4.2% or RM2.874 million and the Group's profit after tax increased by 103.4% or RM1.043 million due to improved Gross Profit and lower operating expenses comparatively.

For the financial period ended 31 October 2024 as compared to the preceding corresponding quarter, the revenue was comparable. Profit was lower by 22.4% compared to the previous financial period due to lower profit margin as a result of competitive business environment and global uncertainties.

Majority of the Group's revenues continue to be contributed from Singapore, China and Philippines, amounting to a total amount of RM181.042 million (85.5% of total revenue).

By product category, the Enterprise Data Management ("EDM") Infrastructure Technology segment remained the primary contributor to the Group's revenue, amounting to RM162.875 million or 76.9% of total revenue, with EDM As-A-Service making up the balance.

B2. Comparison with preceding quarter's results

	3 months ended	
	31/10/2024 RM'000	31/07/2024 RM'000
Revenue	70,619	83,349
Profit from operations	5,271	1,276
Profit before tax expense	3,385	623
Profit for the period	2,052	1,627

Revenue in the current quarter ended 31 October 2024 of RM70.619 million was 15.3% or RM12.730 million lower than the previous immediate quarter due to several delayed completion of projects. The Group recorded profit for the period of RM2.052 million due to the improvement of gross profit margin, including a reversal of deferred tax liabilities, which is an increase of 26.1% compared to Q2'FY25.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the Third (3rd) Quarter Ended 31 October 2024

3. Prospects

Our focus on creating user values and improving operations efficiencies can be seen in the progress of net profit improvement of 26% QoQ. Broad-based customer preference for intelligent data infrastructure platforms and As-A-Service approach for a data-driven future has enabled us to achieve the positive result and places us well-positioned into our final quarter for the year. The momentum fuels our confidence in the Group's ability to potentially exceed our financial performance over the previous financial year to benefit our shareholders

B4. Tax credit/(expense)

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31/10/2024 RM'000	Preceding Corresponding Quarter Ended 31/10/2023 RM'000	Current Year To Date Ended 31/10/2024 RM'000	Preceding Corresponding Year To Date Ended 31/10/2023 RM'000
Current tax				
- current year	948	1,368	(7,578)	(780)
- in prior years	443	(162)	577	(154)
Deferred taxation				
- current provision	(2,724)	(1,997)	6,969	(3,151)
	<u>(1,333)</u>	<u>(791)</u>	<u>(32)</u>	<u>(4,085)</u>

B5. Profit forecast and profit guarantee

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

B6. Status of corporate proposals

There were no corporate proposals announced by the Company during the current financial quarter under review.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the Third (3rd) Quarter Ended 31 October 2024

B7. Borrowings and debt securities

The total borrowings of the Group as at 31 October 2024 and 31 October 2023 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
31 October 2024			
Secured			
Lease liabilities	3,370	4,639	8,009
Bills payable	9,894	-	9,894
	<u>13,264</u>	<u>4,639</u>	<u>17,903</u>
Unsecured			
Lease liabilities	2,914	63,138	66,052
	<u>16,178</u>	<u>67,777</u>	<u>83,955</u>
31 October 2023			
Secured			
Lease liabilities	3,332	8,451	11,783
Bills payable	15,323	5,559	20,882
	<u>18,655</u>	<u>14,010</u>	<u>32,665</u>
Unsecured			
Lease liabilities	2,695	21,015	23,710
	<u>21,350</u>	<u>35,025</u>	<u>56,375</u>

The lease liabilities are secured by lessor's title to the leased assets and the bill payable is secured by corporate guarantee by Kronologi Asia Berhad.

The increase in unsecured lease liabilities is derived from the additions of right-of-used assets of EDM System and Infrastructure as a result of change of capital expenditure model to operating expenses model.

As highlighted in the Q1 announcement, this one-off year-on-year increase in the unsecured lease liability is due to the Group switching from a focus on capital expenditure to streamlining our PPE operating expenses. This strategic change is anticipated to be positive and accretive for our stakeholders. PPE spending is an inherent part of improving our scalability to our current and future set of customers.

The lease liabilities and bills payable are denominated in Singapore Dollars and United States Dollars respectively.

B8. Material litigation

The Group has not been involved in any material litigation for the financial period under review.

B9. Dividends

The Board of Directors has not recommended any dividends for the current financial quarter under review and the financial period-to-date.



QUARTERLY REPORT ON CONSOLIDATED RESULTS
For the Third (3rd) Quarter Ended 31 October 2024

B10. Earnings per share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31/10/2024	Preceding Corresponding Quarter Ended 31/10/2023	Current Year To Date Ended 31/10/2024	Preceding Corresponding Year To Date Ended 31/10/2023
Net profit attributable to ordinary equity holders of the Company (RM'000)	2,052	1,009	5,122	6,604
Weighted average number of ordinary shares in issue ('000)	741,995	735,238	741,995	735,238
Basic earnings per share ("EPS") (sen)	0.28	0.14	0.69	0.90

B11. Disclosure on selected expenses/income items as required by the Listing Requirements

Profit after tax expense is stated after charging/(crediting):-

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31/10/2024 RM'000	Preceding Corresponding Quarter Ended 31/10/2023 RM'000	Current Year To Date Ended 31/10/2024 RM'000	Preceding Corresponding Year To Date Ended 31/10/2023 RM'000
Amortisation of development cost	6	54	20	212
Depreciation on property, plant and equipment	4,191	7,877	10,184	22,604
Realised foreign currency exchange (gain)/loss	(769)	170	686	(586)
Unrealised foreign currency exchange loss	(243)	23	80	2,578
Interest income	(293)	(155)	(1,198)	(1,028)
Finance costs	1,886	872	3,408	2,966
Share grant expenses	-	312	-	912

B12. Authorisation for issue

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 20 December 2024.

Kronologi Asia Berhad
20 December 2024