

ENRA GROUP BERHAD
(Registration No. 199201005296/ 236800-T)
UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 30 JUNE 2024

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30 / 06 / 2024 RM ' 000	As at 31 / 03 / 2024 RM ' 000
ASSETS		
Non-current assets		
Property, plant and equipment	74,697	72,267
Right of use assets	8,882	8,968
Work in Progress	-	-
	<u>83,579</u>	<u>81,235</u>
Current assets		
Inventories	57,508	57,493
Trade and other receivables	6,912	5,011
Contract assets	1,832	2,850
Derivative assets	-	-
Current tax assets	59	44
Cash and bank balances and short term funds	9,080	5,295
	<u>75,391</u>	<u>70,693</u>
TOTAL ASSETS	<u>158,970</u>	<u>151,928</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	144,744	144,744
Redeemable convertible preference shares equity	2,477	2,477
Treasury Shares	(1,199)	(1,199)
Share Option Reserve	375	375
Non-distributable reserves	4,568	5,114
Reserves	(84,315)	(76,009)
	<u>66,650</u>	<u>75,502</u>
Non-controlling interests	(3,566)	(3,199)
Total equity	<u>63,084</u>	<u>72,303</u>
Non-current liabilities		
Trade and other payables	21,147	21,146
Borrowings	11,478	11,500
Lease liabilities	1,743	1,714
Redeemable convertible preference shares liability	-	-
	<u>34,368</u>	<u>34,360</u>
Current liabilities		
Trade and other payables	18,345	15,168
Derivative liabilities	46	40
Contract Liability	2	185
Borrowings	35,784	22,696
Lease liabilities	139	184
Redeemable convertible preference shares liability	7,039	6,916
Current tax liabilities	163	76
	<u>61,518</u>	<u>45,265</u>
Total liabilities	95,886	79,625
TOTAL EQUITY AND LIABILITIES	<u>158,970</u>	<u>151,928</u>
Net assets per share (after deducting the treasury shares) attributable to equity holders of the Company (RM)	<u>0.49</u>	<u>0.56</u>

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2024 and the accompanying explanatory notes to the interim financial statements.

ENRA GROUP BERHAD

(Registration No. 199201005296/ 236800-T)

UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 30 JUNE 2024**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarters	
	30 / 06 / 2024	30 / 6 / 2023	30 / 06 / 2024	30 / 6 / 2023
	RM ' 000	RM ' 000	RM ' 000	RM ' 000
Revenue	764	10,908	764	10,908
Cost of sales	(5,681)	(7,391)	(5,681)	(7,391)
Gross (loss)/profit	(4,917)	3,517	(4,917)	3,517
Other operating income	397	69	397	69
Operating expenses	(3,206)	(3,098)	(3,206)	(3,098)
Loss from operations	(7,726)	488	(7,726)	488
Lease interest expense	(33)	(32)	(33)	(32)
Finance cost	(1,328)	(487)	(1,328)	(487)
Loss before taxation	(9,087)	(31)	(9,087)	(31)
Taxation	0	(172)	0	(172)
Loss for the financial period	(9,087)	(203)	(9,087)	(203)
Other comprehensive income, net of tax				
Foreign currency translation differences for foreign operations	(132)	4,949	(132)	4,949
Total comprehensive loss for the financial period	(9,219)	4,746	(9,219)	4,746
(Loss) / Profit attributable to:-				
Equity holders of the Company	(8,306)	(1,947)	(8,306)	(1,947)
Non-controlling interests	(781)	1,744	(781)	1,744
	(9,087)	(203)	(9,087)	(203)
Total comprehensive (loss) / profit attributable to:-				
Equity holders of the Company	(8,852)	1,095	(8,852)	1,095
Non-controlling interests	(367)	3,651	(367)	3,651
	(9,219)	4,746	(9,219)	4,746
Earnings per share (after deducting the treasury shares) attributable to equity holders of the Company (sen):				
(a) Basic				
Loss from operations	(6.16)	(1.44)	(6.16)	(1.44)
(b) Fully diluted				
Loss from operations	(4.05)	(1.09)	(4.05)	(1.07)

The above Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2024 and the accompanying explanatory notes to the interim financial statements.

ENRA GROUP BERHAD
(Registration No. 199201005296/ 236800-T)
UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 30 JUNE 2024

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	<----- Attributable to equity holders of the Company ----->								
	<----- Non-distributable ----->				Distributable				
	Share Capital RM ' 000	Redeemable Convertible Preference Shares RM ' 000	Share options reserve RM ' 000	Exchange Translation Reserve RM ' 000	Treasury Shares RM ' 000	Accumulated Losses RM ' 000	Total RM ' 000	Non- controlling Interests RM ' 000	Total Equity RM ' 000
Financial year ended 31 March 2025									
As at 1 April 2024	144,744	2,477	375	5,114	(1,199)	(76,009)	75,502	(3,199)	72,303
(Loss)/profit for the financial year	-	-	-	-	-	(8,306)	(8,306)	(781)	(9,087)
Other comprehensive income, net of tax	-	-	-	(546)	-	-	(546)	414	(132)
Total comprehensive (loss)/income	-	-	-	(546)	-	(8,306)	(8,852)	(367)	(9,219)
Disposal of subsidiary	-	-	-	-	-	-	-	-	-
Issue of shares to a non-controlling interest	-	-	-	-	-	-	-	-	-
Repayment of capital contribution to non-controlling interest	-	-	-	-	-	-	-	-	-
Share option granted under ESOS	-	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-	-
As at 30 June 2024	144,744	2,477	375	4,568	(1,199)	(84,315)	66,650	(3,566)	63,084
Financial year ended 31 March 2024									
As at 1 April 2023	144,744	2,886	18.00	1,969	(1,199)	(61,132)	87,286	(1,060)	86,226
Loss for the financial year	-	-	-	-	-	(1,947)	(1,947)	1,744	(203)
Other comprehensive income, net of tax	-	-	-	3,042	-	-	3,042	1,907	4,949
Total comprehensive income/(loss)	-	-	-	3,042	-	(1,947)	1,095	3,651	4,746
Issue of shares by subsidiaries to a non-controlling interest	-	-	-	-	-	-	-	1	1
Total transactions with owners	-	-	-	-	-	-	-	1	1
As at 30 June 2023	144,744	2,886	18	5,011	(1,199)	(63,079)	88,381	2,592	90,973

The above Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2024 and the accompanying explanatory notes to the interim financial statements.

ENRA GROUP BERHAD

(Registration No. 199201005296/ 236800-T)

UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 30 JUNE 2024**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Cumulative quarters ended	
	30 / 06 / 2024	30 / 6 / 2023
	RM ' 000	RM ' 000
Cash flows from operating activities		
Profit before taxation	(9,087)	(31)
Adjustments for non-cash items:		
Depreciation of property, plant and equipment	1,486	1,428
Depreciation of right of use assets	85	65
Fair value loss/(gain) on derivatives	(9)	(16)
Unrealised loss on foreign exchange	(70)	(2)
Interest expense:		
- Unwinding of discount (RCPS)	123	113
- Unwinding of lease interest	33	32
- Borrowings	1,205	374
Interest income	(7)	(26)
Operating profit before changes in working capital	(6,241)	1,937
Changes in working capital	141	(5,565)
Net tax paid	(1)	(257)
Net cash (used in)/ from operating activities	(6,101)	(3,885)
Cash flows from investing activities		
Interest received	7	26
Proceeds from disposal of property, plant and equipment	-	3
Acquisition of property, plant and equipment	(1,867)	(79)
Net cash from/(used in) investing activities	(1,860)	(50)
Cash flows from financing activities		
Interest paid	(1,205)	(374)
Repayment of capital contribution reserve to NCI	-	(545)
Net drawdown of borrowing	13,000	-
Repayment of lease liabilities	(47)	(24)
Net cash used in financing activities	11,748	(943)
Net decrease in cash and cash equivalents	3,787	(4,878)
Cash and cash equivalents at beginning of financial period	2,314	10,513
Effect of foreign currency exchange rate changes	(2)	205
Cash and cash equivalents at end of financial period	<u>6,099</u>	<u>5,840</u>
Cash and cash equivalents comprise:-		
Cash and bank balances	9,080	8,121
Less: Deposits pledged to licensed banks	(2,981)	(2,281)
	<u>6,099</u>	<u>5,840</u>

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2024 and the accompanying explanatory notes to the interim financial statements.

Compliance with Malaysian Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Securities Berhad Listing Requirements**1 Basis of preparation**

The interim financial report are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*, International Accounting Standard (IAS) 34 *Interim Financial Reporting* and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements of Bursa Malaysia Securities Berhad ("BMSB"). The interim financial report should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 March 2024.

2 Changes in Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2023, except for the adoption of the following standards, amendments to published standards and interpretations to existing standards which are effective for the financial period commencing on or after 1 January 2024:

Title:	Effective date for the financial period commencing on or after:
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
Amendments to MFRS 107 and MFRS 7 Supplier Finance Arrangements	1 January 2024

Adoption of the above Standards did not have any material effect on the financial performance or position of the Company.

Title:	Effective date for the financial period commencing on or after:
Amendments to MFRS 121 <i>Lack of Exchangeability</i>	1 January 2025
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Group and the Company are in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable in future financial years.

3 Qualification of auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 March 2024 was not subject to any audit qualification.

4 Seasonal and cyclical factors

The business of the Group was not affected by any significant seasonal and cyclical factors during the current financial period under review.

5 Unusual items due to their nature, size and incidence

There were no items during the financial period under review affecting the assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence other than the material items disclosed in Note 18.

6 Changes in estimates

There were no changes in estimates which have a material effect on the results of the current financial period under review other than material items disclosed in Note 17.

7 Debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities of the Company during the current financial period under review.

a) Free Warrants

On 23 December 2020, up to 45,402,647 free warrants has been issued on the basis of 1 Warrant for every 3 existing shares. The securities will be traded and quoted "[ex-bonus issue]" as from 22 December 2020 and the last date of lodgement was on 23 December 2020.

On 6 January 2021, the Board has determined that each Warrant entitles the holder of the warrant to subscribed for 1 new ENRA Share at the exercise price of RM1.00 at any time during the Exercise Period ("At any time during the period commencing on, and inclusive of, the Issue Date and ending at 5.00 p.m. on the Market Day immediately preceding the 5th anniversary of the Issue Date"), subject to any adjustment that may be made from time to time in accordance with the provisions of the deed poll constituting the Warrants dated 8 December 2020. Any Warrant not exercised during the Exercise Period will thereafter lapse and cease to be valid for any purpose.

On 7 January 2021, the issuance of the Free Warrants has been completed following the listing of and quotation for 44,971,973 Warrants on the Main Market of Bursa Securities. The calculation of diluted earning per share arising from these free warrants is shown in Note 24.

b) Proposed private placement of the Company

On 7 June 2024, the Company has proposed to undertake the proposed private placement of up to 10% of the total number of issued shares of the Company (excluding treasury shares) ('Proposed Private Placement').

Bursa Securities had, via its letter dated 18 June 2024, approved the listing of and quotation for up to 19,179,000 new shares to be issued pursuant to the Proposed Private Placement on the Main Market of Bursa Securities, subject to the conditions set out in the letter by Bursa Securities.

On 27 June 2024, the Company announced that the issue price for the Proposed Private Placement has been fixed at RM0.65 per Placement Share. The Issue Price represents a discount of approximately RM0.0053 or 0.81% to the 5-day VWAP of ENRA Shares up to and including 26 June 2024, being the last trading day immediately preceding the Price- Fixing Date of RM0.6553 per ENRA Share.

On 5 July 2024, the Company announced that the Private Placement has been completed following the listing of and quotation for 13,491,800 Placement Shares on the Main Market of Bursa Securities on 5 July 2024.

c) Shares Buy Back/ Treasury Shares

The Shareholders have given the Directors the renewed mandate to purchase its own shares from 7 September 2023 to the conclusion of the next AGM subject to:

- i) The aggregate number of shares purchased does not exceed 10% of the total number of shares at the time of purchase.
- ii) The maximum fund for the purchase shall not exceed the Company's retained earnings at the time of purchase.

As of 31 March 2024, 1.289 million treasury shares at RM1.199 million is held by the Company.

7 Debt and equity securities (Cont...)

d) Employees' Shares Scheme ("ESS")

On 2 January 2024, ENRA made an offer of 11,900,000 ESOS Option 2024/2027 ("2nd Award") to the eligible Directors and employees of ENRA and its subsidiaries of which 7,600,000 Options were allocated to the Directors of ENRA. The offers were accepted by the Directors and employees on 5 January 2024.

As of 31 March 2024, no ESOS Option under the 1st and 2nd Awards had been exercised, and no new ESOS or ESGP had been awarded to anyone under the ESS.

8 Dividends paid to equity holders of the Company

There was no dividend paid during the current quarter ended 30 June 2024.

9 Revenue

The disaggregation of Group's revenue by major products and services are as follows:

	Individual Quarters		Cumulative Quarters	
	30 / 06 / 2024	30 / 6 / 2023	30 / 06 / 2024	30 / 6 / 2023
	RM'000	RM'000	RM'000	RM'000
Products and services:				
Sale of properties	655	1,015	655	1,015
Sale of trading goods	-	-	-	-
Leasing	-	5,606	-	5,606
Services rendered	109	4,287	109	4,287
	<u>764</u>	<u>10,908</u>	<u>764</u>	<u>10,908</u>
Timing of revenue recognition:				
At a point in time	90	700	90	700
Over time	674	10,208	674	10,208
	<u>764</u>	<u>10,908</u>	<u>764</u>	<u>10,908</u>

10 Segmental information

	Property development	Energy Logistics	MRO services	Investment holdings and others	Total	Discontinued Operations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Financial period ended 30 June 2024							
Revenue							
- External	655	-	109	-	764	-	764
Results							
Operating (loss)/profit	(762)	(4,862)	(647)	(1,463)	(7,734)	-	(7,734)
Interest income					7	-	7
Lease interest expense					(33)	-	(33)
Finance cost					(1,328)	-	(1,328)
Tax expense					(0)	-	(0)
Profit for the financial year					<u>(9,089)</u>	<u>-</u>	<u>(9,089)</u>
Earning before interest, tax, depreciation and amortisation	(712)	(3,462)	(552)	(1,428)	(6,155)	-	(6,155)

10 Segmental information (Cont...)

	Property development	Energy Logistics	MRO services	Investment holdings and others	Total	Discontinued Operations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Financial period ended 30 June 2023							
Revenue							
- External	1,015	9,893	-	-	10,908	-	10,908
Results							
Operating profit/(loss)	(215)	2,629	(508)	(1,437)	469	(7)	462
Interest income					9	17	26
Lease interest expense					(32)	-	(32)
Finance cost					(487)	0	(487)
Tax expense					(172)	(4)	(176)
Loss for the financial year					(213)	6	(207)
Earning before interest, tax, depreciation and amortisation	(158)	4,035	(505)	(1,401)	1,971	10	1,981

The Group's reportable segments are operating segments or aggregations of operation segments with 10% or more contribution in term of revenue or in term of total assets of all operating segments.

11 Changes in the composition of the Group

(a) Acquisition of Hexagon SBM (Sarawak) Sdn Bhd ("HSBMS")

On 5 April 2024, Hexagon SPM Solutions Sdn Bhd ("HSPMS"), an indirect wholly-owned subsidiary of the Company, acquired 70 ordinary shares in HSBMS for RM70.00 from Encik Ikhwan bin Zaidel. The acquisition represents 70% of the total issued capital of HSBMS.

(b) Incorporation of a subsidiary, Hexagon Marine Services (S) Pte. Ltd. ("HMSS")

On 23 May 2024, Hexagon Energy Logistics Sdn Bhd ("HELSB"), an indirect wholly owned subsidiary of the Company, incorporated a new subsidiary in Singapore known as HMSS, with a paid-up share capital of USD9.00 comprising of 9 ordinary shares for the purpose of providing shipping services, including chartering of ships and boats with crew (freight).

12 Significant related party transactions

The significant related party transactions during the current financial year to date is as follows:

	Cumulative Quarters	
	30 / 06 / 2024	30 / 6 / 2023
	RM'000	RM'000
i) Provision of operation and maintenance (O&M) services from a non-controlling interest of subsidiaries	-	1,858
ii) Project management fee from non-controlling interest of subsidiaries	84	240
iii) Interest charges on mezzanine financing from directors and employee of the company	504	190

13 Changes in material contingent liabilities or assets

There were no material contingent liabilities or contingent assets since the last financial year ended 31 March 2024 other than the corporate guarantees given by the Company in favour of its subsidiaries as follows:

- (i) Corporate guarantees for licenced financial institutions
- (ii) Corporate guarantee to subsidiaries' customer
- (iii) Corporate guarantee to subsidiaries' vendors

14 Review of performance

For the financial period under review, the Group's business activities were split into 4 segments:

- (i) The Group's property development division comprises projects in Malaysia and abroad.
- (ii) The Group's energy logistics services division entails the provision of logistics/ chartering, engineering, operation and maintenance services relating to the energy sector.
- (iii) The Group's MRO services division entails the provision of maintenance, repair and overhaul, engineering and fabrication services to various sectors.
- (iv) The Group's investment holdings division comprises of holding of investment in subsidiaries, associate and joint venture as well as management services and provision of financial assistance for companies within the Group.
- (v) The figures stated below has been restated "in line with the requirements of MFRS 5.

<u>Quarter</u>	<u>Revenue</u>				<u>Consolidated</u>
	<u>Property development</u>	<u>Energy Logistics</u>	<u>MRO services</u>	<u>Investment holdings and others</u>	
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>FY24/25:</u>					
Quarter 1	655	-	109	-	764
Full financial year	655	-	109	-	764
<u>FY23/24:</u>					
Quarter 1	1,015	9,893	-	-	10,908
Quarter 2	645	10,221	793	-	11,659
Quarter 3	1,003	5,182	12	-	6,197
Quarter 4	1,920	138	235	-	2,293
Full financial year	4,583	25,434	1,040	-	31,057

<u>Quarter</u>	<u>(Loss)/Profit before taxation</u>				<u>Consolidated</u>
	<u>Property development</u>	<u>Energy Logistics</u>	<u>MRO services</u>	<u>Investment holdings and others</u>	
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>FY24/25:</u>					
Quarter 1	(929)	(5,234)	(649)	(2,275)	(9,087)
Full financial year	(929)	(5,234)	(649)	(2,275)	(9,087)
<u>FY23/24:</u>					
Quarter 1	(368)	2,635	(508)	(1,790)	(31)
Quarter 2	(292)	1,942	(203)	(2,033)	(586)
Quarter 3	(407)	(2,195)	(397)	(1,740)	(4,739)
Quarter 4	(2,288)	(5,395)	(572)	(2,560)	(10,815)
Full financial year	(3,355)	(3,013)	(1,680)	(8,123)	(16,171)
Exceptional items	994	519	-	(88)	1,425
Full financial year excluding exceptional items	(2,361)	(2,494)	(1,680)	(8,211)	(14,746)

14 Review of performance (cont...)

Q1 FY24/25 vs Q1 FY23/24

For the first quarter ended 30 June 2024 ("Q1 FY24/25"), the Group's revenue decreased by 93% compared to the previous year's corresponding quarter of RM10.91 million. In terms of profitability for the quarter, the Group reported a higher loss before taxation ("LBT") of RM9.09 million, compared to a loss of RM0.03 million during the same period last year.

The Energy Logistics division did not record any revenue in Q1 FY24/25 as the vessel, Hexagon Alpha (formerly known as Ratu ENRA) was undergoing dry docking and a special survey. The division recorded a LBT of RM5.23 million for the quarter, against a PBT of RM2.64 million in the same quarter last year, which was attributed to revenue generated from the Floating Storage and Offloading ("FSO") operation with GPM.

The Property Development division reported a decrease in revenue by RM0.36 million and an increase in LBT by RM0.56 million for the quarter compared to the same period last year.

The Maintenance, Repair, and Overhaul ("MRO") Services division contributed RM0.11 million in revenue in the first quarter of the year, with a slightly higher LBT by RM0.14 million compared to the same quarter last year.

15 Material change in profit before taxation compared to the immediate preceeding quarter

Q1 FY24/25 vs Q4 FY23/24

The revenue for Q1 FY24/25 amounted to RM0.76 million, a decrease of 67% compared to Q4 FY23/24. This decrease was attributed to the absence of revenue from our Energy Logistics division, as the vessel was undergoing physical preparation for its next operation. Comparing the profitability for the quarters, the LBT of the quarter was lower by 16%.

16 Current Year Prospects

The prospects of the Group's business segments are as follows:

(a) Property Development division

The Group's affordable homes segment demonstrated stronger performance in the last financial year. Our second project, Taman Vista Impian in Dengkil, achieved an encouraging sales rate of 65%, with construction progress reaching 60%. With several active bookings in hand, both sales and construction are on track for project completion by June 2025.

(b) Energy Logistics division

The company's vessel, Hexagon Alpha, formerly known as Ratu ENRA, has successfully completed its mandatory dry docking and special survey and is now fully prepared for time chartering operations. The first contract is scheduled to commence in the second half of August 2024. This strategic venture into the time chartering business is expected to contribute positively to the Group's earnings, reinforcing a commitment to sustainable growth and operational excellence.

(c) Maintenance, Repair and Overhaul ("MRO") Services division

In the new financial year, the Group is continuing the progress made previously, focusing on promoting its specialty in Maintenance, Repair, and Overhaul (MRO) services for diesel power generation and propulsion equipment, as well as its capability to serve various industries beyond the Oil and Gas sector. The Group is actively participating in bids and tenders and is awaiting results that are expected to drive growth and strengthen its position in the MRO sector.

Based on the positive developments across all three of our business divisions, along with the successful completion of the recent Private Placement, the Board of Directors and the Management are confident that these factors will contribute positively to our financial results, cash position, and overall net worth of the company.

17 Profit forecast

The Group has not issued any profit forecast in a public document.

18 (Loss)/Profit for the financial year

	Cumulative Quarters	
	30 / 06 / 2024	30 / 6 / 2023
	RM'000	RM'000
(Loss)/Profit before taxation is arrived at after (crediting) / charging		
Interest income	(7)	(26)
Interest expense	1,328	487
Lease interest expense	33	32
Other income including investment income	(390)	(43)
Depreciation of property, plant and equipment	1,486	1,428
Depreciation of right of use assets	85	65
Fair value loss on derivatives	(9)	(16)
Net gain on foreign exchange	(155)	(22)

Save as disclosed above and in the Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income, the other items as required under Appendix 9B, Part A (16) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

19 Income tax expense

Continuing Operations:

	Individual Quarter		Cumulative Quarter	
	30 / 06 / 2024	30 / 6 / 2023	30 / 06 / 2024	30 / 6 / 2023
	RM'000	RM'000	RM'000	RM'000
Malaysian income tax :-				
- current taxation	-	166	-	166
- under provision for prior year	-	6	-	6
	-	172	-	172

20 Borrowings and debts securities

Total borrowings of the Group were analysed as follows :

	Short Term	Long Term	Total Group
	Malaysian Ringgit	Malaysian Ringgit	
	RM'000	RM'000	RM'000
As at 30 June 2024:			
Secured			
Term loans	35,784	11,478	47,262
As at 30 June 2023:			
Secured			
Term loans	13,251	721	13,972

21 Derivatives

The Group entered into forward currency selling and buying contracts to manage its foreign currency exchange risk.

Details of the Group's derivatives financial instruments outstanding as at 30 June 2024 are as follows:

	Currency	Notional value	Net Fair value
		RM'000	(loss)/gain
		RM'000	RM'000
As at 30 June 2024:			
Forward currency buying contracts less than 1 year	SGD	2,469	(9)
Net fair value loss			(9)
As at 30 June 2023:			
Forward currency buying contracts less than 1 year	SGD	1,895	(71)
Forward currency selling contracts less than 1 year	USD	2,298	87
Net fair value loss			16

22 Material impairment of assets

There is no material impairment loss of assets recognised in the statement of profit and loss and other comprehensive income in the current quarter and comparative quarter except as disclosed in Note 18.

23 Material litigation

The Group is not engaged in any material litigation as at the date of issuance of this financial statements.

24 Earnings per ordinary share

Basic earnings per share are calculated by dividing profit for the year attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period, excluding any treasury shares held by the Company.

Diluted earnings per share takes into account the maximum number of ordinary shares assuming all free warrants, the ESOS option under the employee share scheme ("ESS") 2nd award and the proposed private placement, are converted into new ordinary shares.

	Quarter Ended		Cumulative Quarter Ended	
	30 / 06 / 2024	30 / 6 / 2023	30 / 06 / 2024	30 / 6 / 2023
Profit/(Loss) from continuing operation attributable to equity holders of the Company (RM'000)	(8,306)	(1,947)	(8,306)	(1,946)
	<u>(8,306)</u>	<u>(1,947)</u>	<u>(8,306)</u>	<u>(1,946)</u>
Weighted average number of ordinary shares in issue ('000)				
Total number of ordinary shares	136,208	136,208	136,208	136,208
Treasury shares	(1,289)	(1,289)	(1,289)	(1,289)
	<u>134,919</u>	<u>134,919</u>	<u>134,919</u>	<u>134,919</u>
Potential maximum shares from the warrants and ESOS option conversion to new shares	70,364	47,412	70,364	47,412
Potential maximum number of ordinary shares	<u>205,282</u>	<u>182,331</u>	<u>205,282</u>	<u>182,331</u>
(a) Basic				
(Loss)/ Profit from operations	(6.16)	(1.44)	(6.16)	(1.44)
(b) Fully diluted				
(Loss)/ Profit from operations	(4.05)	(1.07)	(4.05)	(1.07)

By Order of the Board
ENRA Group Berhad