

**SUPERCOMNET TECHNOLOGIES BERHAD**  
( Company No. : 199001005958 (197527-H) )  
( Incorporated in Malaysia )

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED JUNE, 2024**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Note	( Unaudited )		( Unaudited )	
		Second Quarter Ended 30.06.2024 RM ' 000	30.06.2023 RM ' 000	Cumulative Quarter Ended 30.06.2024 RM ' 000	30.06.2023 RM ' 000
Revenue		38,284	33,333	74,425	70,698
Cost of sales		(25,571)	(23,016)	(50,783)	(48,482)
Gross profit		12,713	10,317	23,642	22,216
Other operating income (net)	#	2,378	3,437	5,404	4,989
Administrative expenses		(3,716)	(3,766)	(6,944)	(7,528)
Distribution costs		(597)	(571)	(1,271)	(1,243)
Profit from operation		10,778	9,417	20,831	18,434
Finance cost, net		-	-	-	-
Profit before tax		10,778	9,417	20,831	18,434
Taxation	19	(2,370)	(2,117)	(4,372)	(4,114)
Profit after tax		8,408	7,300	16,459	14,320
Other comprehensive income, net of tax		-	-	-	-
Total comprehensive income for the period		8,408	7,300	16,459	14,320
Attributable to :					
Equity holders of the parent		8,408	7,300	16,459	14,320
Non-controlling interest		-	-	-	-
		8,408	7,300	16,459	14,320
Gross profit margin (%)		33.21	30.95	31.77	31.42
Profit after tax margin (%)		21.96	21.90	22.11	20.26
Weighted average number of shares ('000)		835,852	775,594	835,852	775,594
Earnings per share attributable to equity holders of the parent in sen					
EPS - Basic (sen)	24(a)	1.01	0.94	1.97	1.85
- Diluted (sen)	24(b)	0.99	0.89	1.94	1.75
Note # : Net other operating income					
Fair value gain on other financial asset		1,540	1,932	3,313	3,142
Property, plant and equipment written off		-	(1)	(1)	(1)
(Loss)/Gain on disposal of property, plant and equipment		-	-	(1)	56
Gain from scrap sales and other disposal		210	474	470	650
Interest income		263	234	425	388
Rental income		7	6	14	12
Reversal of allowance for expected credit losses		-	-	51	-
Unrealised gain on foreign exchange		4	586	359	361
Realised gain on foreign exchange		354	206	774	381
		2,378	3,437	5,404	4,989

**The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of the Group for the year ended December 31, 2023.**

**SUPERCOMNET TECHNOLOGIES BERHAD**  
( Company No. : 199001005958 (197527-H) )  
( Incorporated in Malaysia )

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED JUNE 30,2024**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>(Unaudited)</b> As At End Of Current Quarter 30.06.2024 RM ' 000	<b>(Audited)</b> As At Preceding Financial Year End 31.12.2023 RM ' 000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Intangible asset	9,248	10,482
Goodwill	87,478	87,478
Property, plant and equipment	30,181	21,541
Right-of-use assets	1,671	1,698
Deferred tax assets	1,148	1,013
Term deposits with licensed banks	342	202
	<b>130,068</b>	<b>122,414</b>
<b>Current Assets</b>		
Inventories	45,223	41,816
Trade and other receivables	32,615	30,158
Current tax assets	1,056	632
Other financial asset	195,194	166,281
Term deposits with licensed bank	11,450	19,527
Cash and bank balances	33,446	8,017
	<b>318,984</b>	<b>266,431</b>
<b>TOTAL ASSETS</b>	<b>449,052</b>	<b>388,845</b>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to equity holders of the parent		
Share capital	310,543	265,870
Treasury shares	(491)	(418)
Share options reserve	1,694	2,144
Retained earnings	111,643	94,734
	<b>423,389</b>	<b>362,330</b>
<b>Non-Current Liability</b>		
Deferred tax liabilities	4,612	4,908
	<b>4,612</b>	<b>4,908</b>
<b>Current Liabilities</b>		
Trade payables	2,109	5,938
Other payables	12,245	10,263
Current tax payable	3,254	1,553
Accrued expenses	3,443	3,853
	<b>21,051</b>	<b>21,607</b>
Total Liabilities	<b>25,663</b>	<b>26,515</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>449,052</b>	<b>388,845</b>
Net asset per share (RM)	<b>0.51</b>	<b>0.47</b>

**The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of the Group for the year ended December 31, 2023.**

**SUPERCOMNET TECHNOLOGIES BERHAD**  
( Company No. : 199001005958 (197527-H) )  
( Incorporated in Malaysia )

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED JUNE 30, 2024**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	( Unaudited ) 2024 6 months ended 30.06.2024 RM ' 000	( Unaudited ) 2023 6 months ended 30.06.2023 RM ' 000
Profit for the period	16,459	14,320
<b>Adjustments for :-</b>		
Depreciation and amortisation of non-current assets	2,944	3,242
Fair value gain on financial asset carried at fair value through profit or loss	(3,313)	(3,142)
Loss/(Gain) on disposal of property, plant and equipment	1	(56)
Interest income	(425)	(388)
Property, plant and equipment written off	1	1
Reversal of allowance for expected credit losses	(51)	-
Share Options granted under ESOS	-	796
Unrealised (gain)/loss on foreign exchange	(359)	(361)
Tax expense recognised in profit or loss	4,371	4,114
Operating profit before changes in working capital	<u>19,628</u>	<u>18,526</u>
<b>Changes in Working Capital :-</b>		
Net Change in inventories : (Increase)	(3,407)	(1,759)
Net Change in other current assets : (Increase) / Decrease	(2,278)	9,081
Net Change in current liabilities : (Decrease)	<u>(2,257)</u>	<u>(5,272)</u>
Cash generated from operation	11,686	20,576
Income taxes paid	<u>(3,525)</u>	<u>(5,006)</u>
<b>Net cash generated from operation</b>	<u>8,161</u>	<u>15,570</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES :-</b>		
Interest received	425	388
Decrease in term deposits	1,110	50
Increase in other financial asset	(25,600)	(2,301)
Purchase of property, plant and equipment	(10,326)	(4,122)
Proceeds from disposal of property, plant and equipment	1	71
<b>Net cash used in investing activities</b>	<u>(34,390)</u>	<u>(5,914)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES :-</b>		
Conversion of warrants to ordinary shares	42,640	16,299
Conversion of ESOS to ordinary shares	2,033	-
Purchase of treasury shares	(73)	(149)
<b>Net cash generated from financing activities</b>	<u>44,600</u>	<u>16,150</u>
Net change in cash & cash equivalents	18,371	25,806
Cash & cash equivalents at beginning of period	24,194	29,149
Effects of foreign exchange rate changes	231	465
Cash & cash equivalents at end of period	<u>42,796</u>	<u>55,420</u>
Cash and cash equivalents comprise the following:		
Term deposits with licensed bank	11,792	31,448
Cash and bank balances	<u>33,446</u>	<u>30,880</u>
	45,238	62,328
Less : Term deposit held as security	(342)	(208)
Less : Deposits not recognised as cash and cash equivalent	<u>(2,100)</u>	<u>(6,700)</u>
	<u>42,796</u>	<u>55,420</u>

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements of the Group for the year ended December 31, 2023.**

**SUPERCOMNET TECHNOLOGIES BERHAD**  
( Company No. : 199001005958 (197527-H) )  
( Incorporated in Malaysia )

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED JUNE 30, 2024**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	( Unaudited )				
	<----- Attributable to equity holders of the parent ----->				
	Share Capital	Treasury Share	Share Options Reserve	Retained Earnings	Total
	RM ' 000	RM ' 000	RM ' 000	RM ' 000	RM ' 000
<b><u>Current Year's 6 months ended 30.06.2024</u></b>					
Balance as of January 1, 2024	265,870	(418)	2,144	94,734	362,330
Total comprehensive income for the period	-	-	-	16,459	16,459
Exercise of warrants	42,640	-	-	-	42,640
Purchase of treasury shares	-	(73)	-	-	(73)
Issuance of share pursuant to ESOS	2,033	-	(450)	450	2,033
Balance as of June 30, 2024	<u>310,543</u>	<u>(491)</u>	<u>1,694</u>	<u>111,643</u>	<u>423,389</u>
<b><u>Preceding Year's 6 months ended 30.06.2023</u></b>					
Balance as of January 1, 2023	247,571	(123)	-	81,428	328,876
Total comprehensive income for the period	-	-	-	14,320	14,320
Exercise of warrants	16,299	-	-	-	16,299
Purchase of treasury shares	-	(149)	-	-	(149)
Share options granted under ESOS	-	-	796	-	796
Balance as of June 30, 2023	<u>263,870</u>	<u>(272)</u>	<u>796</u>	<u>95,748</u>	<u>360,142</u>

**The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements of the Group for the year ended December 31, 2023.**

**SUPERCOMNET TECHNOLOGIES BERHAD**  
( Company No. : 199001005958 (197527-H) )  
( Incorporated in Malaysia )

**QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED JUNE 30, 2024**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT**

**1. Basis Of Preparation**

This interim financial report is unaudited and has been prepared in accordance with the requirements of Chapter 9, Continuing Disclosure, Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the Main Market ("MMLR") and in compliance with Malaysian Financial Reporting Standards ("MFRSs") 134, Interim Financial Reporting issued by Malaysian Accounting Standards Board (MASB) and should be read in conjunction with the Group's annual audited financial statements for the financial year ended December 31, 2023.

The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended December 31, 2023.

**New MFRS adopted during the financial year**

The Group and the Company adopted the following Standards of the MFRS Framework that are issued by the Malaysian Accounting Standards Board (MASB) during the financial year.

<b>Title</b>	<b>Effective Date</b>
Amendments to MFRS 16 Lease Liability in a Sale and Leaseback	January 1, 2024
Amendments to MFRS 101 Non-Current Liabilities with Covenants	January 1, 2024
Amendments to MFRS 101 Classification of Liabilities as Current or Non-current	January 1, 2024
Amendments to MFRS 107 and MFRS 7 Supplier Finance Arrangements	January 1, 2024

**2. Audit Report of Preceding Annual Financial Statements**

The auditors' report on the preceding annual financial statements was not subject to any qualification.

**3. Seasonal or Cyclical Factors**

The business operations of the Group were not materially affected by any seasonal or cyclical factors.

**4. Unusual Material Event**

There was no unusual material event during the quarter.

**5. Material Changes In Estimates**

There were no changes in estimates which materially affect the current interim period.

**6. Changes in Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review except for the following:

- (i) issuance of 36,295,959 ordinary shares at an issue price of RM0.65 per share on each warrant exercised,
- (ii) issuance of 1,600,900 ordinary share at an issue price of RM1.27 per share on each ESOS exercised

As at June 30, 2024, of the total 857,328,138 issued and fully paid ordinary shares, 410,000 ordinary shares are held as treasury shares by the Company.

**7. Dividends Paid**

No dividend has been paid in the current quarter under review.

**8. Segmental Reporting**

The Group's principal activities include manufacturing and assembly of medical cables and devices, automotive fuel tanks, wires and cable for electrical appliances, consumer electronics and automotive markets.

For the quarter under review, the medical segment continues to be key contributor for the Group with a revenue contribution of 81% as compared to 69% in the last corresponding period.

Meanwhile, the automotive segment has lower revenue contribution at 2%, compared to 11% in the last corresponding period.

Revenue contribution for the industrial segment stands at 17%, compared to 20% in the last corresponding period.

**9. Valuations of Property, Plant and Equipment**

Not applicable as the Group did not revalue its property, plant and equipment during the current financial period.

**10. Material Subsequent Events**

There were no material subsequent events during the financial period under review.

**SUPERCOMNET TECHNOLOGIES BERHAD**  
( Company No. : 199001005958 (197527-H) )  
( Incorporated in Malaysia )

**QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED JUNE 30, 2024**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT**

**11. Significant Event**

There is no significant event during the financial period under review.

**12. Changes in the Composition of The Group**

The Group had two subsidiaries at the reporting date.

**13. Contingent Liabilities and Contingent Assets**

There was no contingent liabilities / assets during the financial period under review.

**14. Capital Commitments**

As of June 30, 2024, the Group has the following commitments in respect of capital expenditure on acquisition of property, plant and equipment

	<b>30.06.2024</b>
	<b>RM ' 000</b>
Contracted and not provided for:	
Property, plant and equipment	6,200

**15. Review of Performance**

	<b>Individual Quarter Ended</b>			<b>Cumulative Quarter Ended</b>		
	<b>30.06.2024</b>	<b>30.06.2023</b>	<b>Variance</b>	<b>30.06.2024</b>	<b>30.06.2023</b>	<b>Variance</b>
	<b>RM ' 000</b>	<b>RM ' 000</b>	<b>%</b>	<b>RM ' 000</b>	<b>RM ' 000</b>	<b>%</b>
Revenue	38,284	33,333	14.85	74,425	70,698	5.27
Operating Profit	10,778	9,417	14.45	20,831	18,434	13.00
<i>Profit before Interest and Tax</i>	10,778	9,417	14.45	20,831	18,434	13.00
<i>Profit before Tax</i>	10,778	9,417	14.45	20,831	18,434	13.00
<i>Profit After Tax</i>	8,408	7,300	15.18	16,459	14,320	14.94
<i>Profit Attributable to Ordinary Equity Holders of the Parent</i>	8,408	7,300	15.18	16,459	14,320	14.94

For the quarter under review, the Group recorded a growth in revenue of RM4.951 million (or 14.85%) from RM33.333 million (Q2/23) to RM38.284 million (Q2/24) due to increased orders from medical segment, particularly with the pick up in demand for Endoscopy Video Cables and Gastroscopes. However the increase is mitigated by decreased orders from automotive segment. Profit after tax for the group increased by RM1.108 million (or 15.18%) from RM7.300 million (Q2/23) to RM8.408 million (Q2/24) attributed by increased in sales of medical products with better profit margin.

The cumulative revenue recorded a growth of RM3.727 million (or 5.27%) from RM70.698 million (cumulative Q2/23) to RM74.425 million (cumulative Q2/24) and the cumulative profit after tax of the group has increased by RM2.139 million (or 14.94%) from RM14.320 million (cumulative Q2/23) to RM16.459 million (cumulative Q2/24) attributed by increase in revenue from medical segments as mentioned in above, and absence of the one-off fair value expense of RM0.796 million related to share options granted under ESOS.

**16. Comparison with Immediate Preceding Quarter's Result**

	<b>Current Quarter Ended</b>	<b>Immediate Preceding Quarter Ended</b>	<b>Variance</b>
	<b>30.06.2024</b>	<b>31.03.2024</b>	<b>%</b>
	<b>RM ' 000</b>	<b>RM ' 000</b>	<b>%</b>
Revenue	38,284	36,141	5.93
Operating Profit	10,778	10,053	7.21
<i>Profit Before Interest and Tax</i>	10,778	10,053	7.21
<i>Profit Before Tax</i>	10,778	10,053	7.21
<i>Profit After Tax</i>	8,408	8,051	4.43
<i>Profit Attributable to Ordinary Equity Holders of the Parent</i>	8,408	8,051	4.43

As compared to the immediate preceding quarter, the Group revenue increased by RM2.143 million (or 5.93%) from RM36.141 million (Q1/24) to RM38.284 million (Q2/24) mainly due to the increased in revenue from medical segment. The profit after tax saw a increase of RM0.357 million (or 4.43%) from RM8.051 million (Q1/24) to RM8.408 million (Q2/24) in tandem with the increase of revenue from medical segment, however the increase was partially offset by lower other income related to foreign exchange.

**17. Prospects**

We remain optimistic with the Group's mid to long term prospects and will continue to work closely with existing and new customers on product development.

Thus, barring any unforeseen circumstances, the Group expects the performance for the current financial year to be satisfactory.

**18. Profit Forecast or Guarantee**

The Group has not given any profit forecast nor guarantee in respect of any corporate proposals.

**19. Taxation**

Taxation comprises the following :-

	<b>Individual Quarter Ended</b>		<b>Cumulative Quarter Ended</b>	
	<b>30.06.2024</b>	<b>30.06.2023</b>	<b>30.06.2024</b>	<b>30.06.2023</b>
	<b>RM ' 000</b>	<b>RM ' 000</b>	<b>RM ' 000</b>	<b>RM ' 000</b>
Current tax:				
Income tax expense in respect of current year	(2,588)	(2,235)	(4,803)	(4,397)
Deferred tax	218	118	431	283
	(2,370)	(2,117)	(4,372)	(4,114)

**SUPERCOMNET TECHNOLOGIES BERHAD**  
( Company No. : 199001005958 (197527-H) )  
( Incorporated in Malaysia )

**QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED JUNE 30, 2024**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT**

**20. Corporate Proposals**

There was no corporate proposal announced but not completed as at the date of this quarterly report.

**21. Borrowings and Debts Securities**

There was no Group borrowings and Debts Securities at the end of the reporting period.

**22. Changes in Material Litigation**

There was no material litigation pending on the date of this announcement.

**23. Dividend**

The Directors proposed a final single tier dividend of RM0.015 per ordinary shares in respect of the financial year ended December 31, 2023. This dividend has been approved by shareholders during the Annual General Meeting held on June 12, 2024 and the payment was subsequently made on July 18, 2024.

**24. Earnings Per Share (EPS)**

(a) Basic EPS

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
Profit attributable to shareholders (RM '000)	8,408	7,300	16,459	14,320
Weighted average number of ordinary shares ('000)	835,852	775,594	835,852	775,594
Basic EPS (sen)	1.01	0.94	1.97	1.85

(b) Fully Diluted EPS

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
Profit attributable to shareholders (RM '000)	8,408	7,300	16,459	14,320
Weighted average number of ordinary shares ('000)	835,852	775,594	835,852	775,594
Warrant shares deemed to be issued for no consideration ('000)	10,988	43,196	10,988	43,196
Share options deemed to be issued for no consideration ('000)	467	367	467	367
	847,307	819,157	847,307	819,157
Diluted EPS (sen)	0.99	0.89	1.94	1.75

**25. Profit for the Period**

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM ' 000	RM ' 000	RM ' 000	RM ' 000
Profit for the period is arrived at after crediting / (charging) :				
Depreciation and amortisation	(1,683)	(1,471)	(2,944)	(3,242)
Gain/(Loss) on disposal of property, plant and equipment	-	-	(1)	56
Interest income	263	234	425	388
Rental income	7	6	14	12
Reversal of allowance for expected credit losses	-	-	51	-
Property, plant and equipment written off	-	(1)	(1)	(1)
Net foreign exchange gain	358	792	1,133	742

Save as disclosed above, the other items as required under Appendix 9B, Part A (16) of the Bursa Securities Main Market Listing Requirements are not applicable.

**26. Authorisation for issue**

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on August 27, 2024.