

BRITE-TECH BERHAD

Registration No. 200101014455 (550212-U)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2024

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CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE 1ST QUARTER ENDED 31 MARCH 2024

	<---- Individual Quarter ---->		<---- Cumulative Quarters ---->	
	Current Quarter Ended 31.03.2024 (Unaudited) RM'000	Preceding Year Corresponding Quarter Ended 31.03.2023 (Unaudited) RM'000	Current Year-To-Date 31.03.2024 (Unaudited) RM'000	Preceding Year-To-Date 31.03.2023 (Unaudited) RM'000
Revenue	6,608	5,511	6,608	5,511
Operating expenses	(4,668)	(3,698)	(4,668)	(3,698)
Other operating income	109	202	109	202
Profit from operating activities	2,049	2,015	2,049	2,015
Finance income	140	108	140	108
Finance costs	(541)	(394)	(541)	(394)
Profit before tax	1,648	1,729	1,648	1,729
Taxation	(404)	(426)	(404)	(426)
Profit/Total comprehensive income for the period	1,244	1,303	1,244	1,303
Profit/Total comprehensive income for the period				
Owners of the Company	1,258	1,324	1,258	1,324
Non-controlling interests	(14)	(21)	(14)	(21)
	<u>1,244</u>	<u>1,303</u>	<u>1,244</u>	<u>1,303</u>
Number of shares in issue ('000)	252,000	252,000	252,000	252,000
Weighted average number of shares ('000)	252,000	252,000	252,000	252,000
Earnings per ordinary share attributable to owners of the Company (sen):				
- Basic	<u>0.50</u>	<u>0.53</u>	<u>0.50</u>	<u>0.53</u>
- Diluted	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023.)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2024

	As at End of Current Year Quarter 31.03.2024 (Unaudited) RM'000	As at Preceding Financial Year End 31.12.2023 (Audited) RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	21,206	21,231
Right-of-use assets	1,043	1,192
Investment properties	98,110	98,120
Total Non-Current Assets	120,359	120,543
Current Assets		
Inventories	761	814
Trade and other receivables	6,890	6,566
Tax recoverable	368	377
Short-term investments	17,196	14,320
Fixed deposits with licensed banks	1,000	1,978
Cash and bank balances	4,076	3,137
Total Current Assets	30,291	27,192
TOTAL ASSETS	150,650	147,735
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	25,200	25,200
Reserves	64,319	63,061
	89,519	88,261
Non-controlling interests	988	1,002
Total Equity	90,507	89,263
Non-Current Liabilities		
Long term borrowings (secured)	48,781	45,780
Lease liabilities	260	253
Deferred taxation	5,447	5,447
	54,488	51,480
Current Liabilities		
Trade and other payables	3,938	4,347
Lease liabilities	65	116
Bank overdrafts	99	416
Amount due to directors	3	2
Short term borrowings (secured)	1,027	1,600
Provision for taxation	523	511
	5,655	6,992
Total Liabilities	60,143	58,472
TOTAL EQUITY AND LIABILITIES	150,650	147,735
Net assets per share attributable to owners of the Company (RM)	0.36	0.35

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023.)

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE 1ST QUARTER ENDED 31 MARCH 2024

	<----- Attributable to owners of the Company ----->					
	<---- Non-distributable ---->		<-Distributable ->			
	Share Capital RM'000	Revaluation Reserves RM'000	Retained Profits RM'000	Total Shareholders' Equity RM'000	Non- controlling Interests RM'000	Total Equity RM'000
<u>3 Months Ended 31 March 2024</u>						
<u>(Unaudited)</u>						
Balance as at 1 January 2024	25,200	25,797	37,264	88,261	1,002	89,263
Total comprehensive income for the financial period	-	-	1,258	1,258	(14)	1,244
Balance as at 31 March 2024	25,200	25,797	38,522	89,519	988	90,507
<u>3 Months Ended 31 March 2023</u>						
<u>(Unaudited)</u>						
Balance as at 1 January 2023	25,200	25,521	32,176	82,897	811	83,708
Total comprehensive income for the financial period	-		1,324	1,324	(21)	1,303
Balance as at 31 March 2023	25,200	25,521	33,500	84,221	790	85,011

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023.)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE 1ST QUARTER ENDED 31 MARCH 2024

	3 Months Period Ended 31.03.2024 (Unaudited) RM'000	3 Months Corresponding Period Ended 31.03.2023 (Unaudited) RM'000
Cash flows from operating activities		
Profit before taxation	1,648	1,729
Adjustments for:		
Depreciation	414	396
Finance costs	541	394
Finance income	(140)	(108)
Gain on disposal of property, plant and equipment	(10)	(3)
Impairment loss on receivables	-	3
Plant and equipment written off	30	1
Operating profit before working capital changes	<u>2,483</u>	<u>2,412</u>
Changes in working capital:		
Inventories	53	(24)
Trade & other receivables	(324)	116
Trade & other payables	(409)	312
Cash from operations	<u>1,803</u>	<u>2,816</u>
Interest received	140	108
Interest paid	(541)	(394)
Income tax paid	(383)	(404)
Net cash from operating activities	<u>1,019</u>	<u>2,126</u>
Cash flows from investing activities		
Purchase of investment properties	-	(6,753)
Purchase of property, plant and equipment	(260)	(135)
Proceeds from disposal of property, plant and equipment	10	3
Net cash used in investing activities	<u>(250)</u>	<u>(6,885)</u>
Cash flows from financing activities		
Drawdown of loan and borrowings, net of repayment	2,384	5,783
Advance from directors	1	7
Net cash from financing activities	<u>2,385</u>	<u>5,790</u>
Net changes in cash and cash equivalents	3,154	1,031
Cash and cash equivalent at beginning of period	<u>19,019</u>	<u>16,064</u>
Cash and cash equivalent at end of period	<u>22,173</u>	<u>17,095</u>
Cash and cash equivalents comprise the following:		
Short-term investments and fixed deposits	18,196	14,194
Cash and bank balances	4,076	3,022
Bank overdrafts	(99)	(121)
Cash and cash equivalents at end of the period	<u>22,173</u>	<u>17,095</u>

(The Interim Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023.)

A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 ("MFRS 134")

A1 Basis of preparation

The unaudited interim financial statements have been prepared in accordance with MFRS 134 Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The unaudited interim financial statements should be read in conjunction with the audited financial statement for the financial year ended 31 December 2023. The explanatory notes attached to the interim financial statements 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 31 December 2023.

The accounting policies and presentation adopted for this unaudited interim financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2023, except as below:

Amendments to MFRS 7, Financial Instruments: Disclosures
Amendments to MFRS 16, Leases
Amendments to MFRS 101, Presentation of Financial Statements
Amendments to MFRS 107, Statement of Cash Flows

The adoption of these new MFRSs do not have any significant financial impact on the financial statements of the Group for the current quarter.

A2 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited annual financial statements for the year ended 31 December 2023 was not qualified.

A3 Comments About Seasonal or Cyclical Factors

The Group's principal business is not significantly affected by seasonality or cyclicity factors during the current quarter under review.

A4 Unusual Items Affecting Interim Financial Report

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

A5 Dividends Paid

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

A6 Material Changes in Estimates Used

There were no significant changes in the nature and amount of estimates used in prior interim reporting period or prior financial years that have a material effect in the current quarter under review.

A7 Debt and Equity Securities

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter under review.

A8 Segmental Information

Segment revenue and segment results for the financial period ended 31 March 2024 by the respective operating segments are as follows:

Financial Period Ended 31.03.2024	Environmental products and services RM'000	System equipment and ancillary products RM'000	Investments RM'000	Inter- segment Eliminations RM'000	Group RM'000
REVENUE					
External revenue	5,011	687	910	-	6,608
Inter-segment revenue	49	1	513	(563)	-
Total revenue	<u>5,060</u>	<u>688</u>	<u>1,423</u>	<u>(563)</u>	<u>6,608</u>
RESULT					
Segment results (external)	969	176	904	-	2,049
Finance income	116	23	1	-	140
Finance costs	(57)	(14)	(470)	-	(541)
Profit before taxation	<u>1,028</u>	<u>185</u>	<u>435</u>	<u>-</u>	<u>1,648</u>
Taxation					(404)
Profit for the period					<u>1,244</u>
Non-controlling interests					(14)
Profit attributable to Owners of the Company					<u><u>1,258</u></u>

Financial Period Ended 31.03.2023	Environmental products and services RM'000	System equipment and ancillary products RM'000	Investments RM'000	Inter- segment Eliminations RM'000	Group RM'000
REVENUE					
External revenue	4,215	753	543	-	5,511
Inter-segment revenue	82	2	451	(535)	-
Total revenue	<u>4,297</u>	<u>755</u>	<u>994</u>	<u>(535)</u>	<u>5,511</u>
RESULT					
Segment results (external)	1,236	207	572	-	2,015
Finance income	89	18	1	-	108
Finance costs	(61)	(14)	(319)	-	(394)
Profit before taxation	<u>1,264</u>	<u>211</u>	<u>254</u>	<u>-</u>	<u>1,729</u>
Taxation					(426)
Profit for the period					<u>1,303</u>
Non-controlling interests					21
Profit attributable to Owners of the Company					<u><u>1,324</u></u>

A9 Valuations of Properties

There was no valuation undertaken for the Group's properties in the current quarter under review.

A10 Material Subsequent Events

There were no material events subsequent to the end of the reporting date that require disclosure or adjustments to the unaudited interim financial statements.

A11 Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter under review.

A12 Derivatives

- (a) There were no outstanding derivatives (including financial instruments designated as hedging instruments) as at the end of the quarter ended 31 March 2024; and
- (b) The Group has not entered into a type of derivatives not disclosed in the previous financial year or any of the previous quarters under the current financial year.

A13 Gains / Losses Arising from Fair Value Changes of Financial Liabilities

There were no material amount of gains or losses arising from fair value changes of its financial liabilities for the current and cumulative quarter.

A14 Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets arising since the last financial year ended on 31 December 2023.

A15 Capital Commitments

After having made all reasonable enquiries and save as disclosed below, as at the end of the financial year, the Board is not aware of any material commitment for capital expenditure incurred or known to be incurred by the Group that has not been provided for which, upon becoming enforceable, may have a material impact on the financial results / position of the Group:

	31.12.2023 (Unaudited) RM'000
Capital expenditures not provided for in the financial statements	
- Approved and contracted for	13,866
- Approved but not contracted for	33,170

The above mentioned material commitments are expected to be funded through internally-generated fund and / or bank borrowings of the Group.

A16 Significant Related Party Transactions

The Group has the following inter companies transactions:

	Current Year Quarter 31.03.2024 RM'000	Cumulative Year To Date 31.03.2024 RM'000
Management fees	475	475
Rental	41	41
Purchases	50	50

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET

B1 Review of Performance for the Current Quarter and Financial Year-To-Date

	Individual Quarter				Cumulative Quarters			
	Current Quarter Ended 31.03.2024 RM'000	Preceding Year Corresponding Quarter Ended 31.03.2023 RM'000	Changes Amount RM'000	Changes %	Current Year-To-Date 31.03.2024 RM'000	Preceding Year-To-Date 31.03.2023 RM'000	Changes Amount RM'000	Changes %
	Revenue	6,608	5,511	1,097	19.91	6,608	5,511	1,097
Operating Profit	2,049	2,015	34	1.69	2,049	2,015	34	1.69
Profit Before Tax	1,648	1,729	(81)	(4.68)	1,648	1,729	(81)	(4.68)
Profit After Tax	1,244	1,303	(59)	(4.53)	1,244	1,303	(59)	(4.53)
Profit Attributable to: Owners of the Company	1,258	1,324	(66)	(4.98)	1,258	1,324	(66)	(4.98)
Non-Controlling Interest	(14)	(21)	7	(33.33)	(14)	(21)	7	(33.33)

The Group's revenue for the current quarter ended 31 March 2024 showed an increase of 19.91% to RM6.608 million from RM5.511 million in the preceding corresponding year's quarter. The Group's profit before tax decreased slightly by 4.68% to RM1.648 million as against preceding corresponding year's quarter of RM1.729 million.

The Group's revenue for the current financial year-to-date ended 31 March 2024 showed an increase of 19.91% to RM6.608 million from RM5.511 million in the preceding corresponding year's financial year-to-date. The Group's profit before tax decreased slightly by 4.68% to RM1.648 million as against preceding corresponding financial year-to-date of RM1.729 million.

Despite the increase in revenue for the current quarter and for the current financial year-to-date, the operating expenses and finance costs also increase accordingly which attributed to the slight decrease in the Group's profit before tax.

Environmental products and services

This segment is the main contributor for the financial period ended 31 March 2024 as it comprised 75.83% of the total revenue.

For the financial period ended 31 March 2024, the revenue in environmental products and services increased by RM0.763 million or 17.76% to RM5.06 million as compared to RM4.297 million reported in the corresponding financial period ended 31 March 2023. The profit before tax for the financial period ended 31 March 2024 was decreased by RM0.236 million or 18.67% to RM1.028 million as compared to RM1.264 million reported in the corresponding financial period ended 31 March 2023.

System equipment and ancillary products

This segment comprised 10.4% of the total revenue for the financial period ended 31 March 2024.

For the financial period ended 31 March 2024, the revenue in system equipment and ancillary products decreased by RM0.067 million or 8.87% to RM0.688 million as compared to RM0.755 million reported in the corresponding financial period ended 31 March 2023. The profit before tax for the financial period ended 31 March 2024 decreased by RM0.026 million or 12.32% to RM0.185 million as compared to RM0.211 million reported in the corresponding financial period ended 31 March 2023.

Investments

This segment comprised 13.77% of the total revenue for the financial period ended 31 March 2024.

For the financial period ended 31 March 2024, the revenue in investments increased by RM0.429 million or 43.16% to RM1.423 million as compared to RM0.994 million reported in the corresponding financial period ended 31 March 2023. The profit before tax for the financial period ended 31 March 2024 increased by RM0.181 million or 71.26% to RM0.435 million as compared to profit before tax at RM0.254 million reported in the corresponding financial period ended 31 March 2023.

The results of the current quarter and financial year-to-date under review have not been affected by any transactions or events of a material or unusual nature.

B2 Variation of Results Against Immediate Preceding Quarter

	Current Year Quarter 31.03.2024 RM'000	Immediate Preceding Quarter 31.12.2023 RM'000	Changes Amount RM'000	Changes %
Revenue	6,608	7,189	(581)	(8.08)
Operating Profit	2,049	4,745	(2,696)	(56.82)
Profit Before Tax	1,648	4,243	(2,595)	(61.16)
Profit After Tax	1,244	3,616	(2,372)	(65.60)
Profit Attributable to: Owners of the Company	1,258	3,339	(2,081)	(62.32)
Non-Controlling Interest	(14)	277	(291)	(105.05)

For the current quarter under review, the Group recorded revenue of RM6.608 million, representing a decrease of 8.08% from the immediate preceding quarter's revenue of RM7.189 million. The Group's profit before tax for the current quarter decreased by 61.16% to RM1.648 million as compared to the preceding quarter.

B3 Prospects for the Financial Year 2024

The Group will continue to focus on its existing business activities and concentrate on its core competencies while at the same time, improve its operational efficiency and cost management. The Group will continue to implement various cost saving measures and stringent cost control to counter the challenges ahead and to enhance the Group's competitiveness in the Group's industry.

The Group will continue to explore and assess other viable business and investment opportunities within the same or complementary sectors and also outside the Group's industry domain for opportunities which can bring financial stability to the Group.

Barring any unforeseen circumstances, the Board of Directors is of the opinion that the performance of the existing business of the Group is expected to remain challenging for the financial year.

B4 Variance of Actual Profit from Forecast Profit

Not applicable as the Group did not issue any profit forecast or profit guarantee for the current quarter under review.

B5 Taxation

The Group's taxation for the current quarter and financial year-to-date were as follows:

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 31.03.2024 RM'000	Preceding Year Corresponding Quarter 31.03.2023 RM'000	Current Year-To-Date 31.03.2024 RM'000	Preceding Year-To-Date 31.03.2023 RM'000
Income and deferred tax				
-Current	404	426	404	426
	<u>404</u>	<u>426</u>	<u>404</u>	<u>426</u>

B6 Additional Notes to Condensed Consolidated Statements of Comprehensive Income

	Current Year Quarter 31.03.2024 (Unaudited) RM'000	Current Year-To-Date 31.03.2023 (Unaudited) RM'000
Other operating income:		
Gain on disposal of property, plant and equipment	10	3
Rental income	97	111
Operating expense:		
Depreciation	414	396
Plant and equipment written off	30	1

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

B7 Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this announcement.

B8 Borrowings

The Group's borrowings as at the current quarter are as follows:

	Current Year Quarter 31.03.2024 RM'000
Short term borrowings (Secured)	1,191
Long term borrowings (Secured)	49,041
Total	<u>50,232</u>

Bank overdraft of RM 0.99 million has been included as short term borrowings.

The Group has no unsecured borrowings in the current quarter under review.

The Group's borrowings are all denominated in Ringgit Malaysia.

B9 Changes in Material Litigation

There were no pending material litigation which would materially and adversely affect the financial position of the Group and of the Company at the date of this announcement.

B10 Earnings Per Share

The basic and diluted earnings per share (EPS) for the current quarter and financial year-to-date have been calculated as follows:

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 31.03.2024	Preceding Year Corresponding Quarter 31.03.2023	Current Year-To-Date 31.03.2024	Preceding Year-To-Date 31.03.2023
Profits attributable to owners of the Company (RM'000)	1,258	1,324	1,258	1,324
Weighted average number of shares in issue ('000)	252,000	252,000	252,000	252,000
Basic earnings per share (sen)	0.50	0.53	0.50	0.53
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

The diluted EPS is not applicable as there were no potential ordinary shares in issue for the current quarter and cumulative quarter.

B11 Dividends Payable

a) No dividend has been proposed for the financial period ended 31 March 2024.

b) The Board of Directors is proposing a final single tier dividend on ordinary share of 1.00 sen per share amounting to RM2,520,000 in respect of the financial year ended 31 December 2023 (2022: 0.80 sen per share), subject to approval by shareholders at the forthcoming Annual General Meeting.

BY ORDER OF THE BOARD

Wong Maw Chuan (MIA 7413) (SSM PC No. 202008003554)
Wong Youn Kim (f) (MAICSA 7018778) (SSM PC No. 201908000410)
Lee Chin Wen (f) (MAICSA 7061168) (SSM PC No. 202008001901)
Company Secretaries
29 May 2024