



# DIGISTAR CORPORATION BERHAD

(Co. No. 603652-K)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2024

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30/6/2024 (Unaudited) RM'000	Preceding Year Corresponding Quarter 30/6/2023 (Unaudited) RM'000	Current Year To Date 30/6/2024 (Unaudited) RM'000	Preceding Year Corresponding Period 30/6/2023 (Unaudited) RM'000
<b>Revenue (Note A)</b>	12,832	11,433	35,553	40,071
Cost of sales	(4,688)	(1,911)	(11,698)	(11,879)
Operating income	8,144	9,522	23,855	28,192
Administrative expenses	(5,781)	(4,215)	(13,659)	(12,386)
Other expenses	(979)	(1,214)	(2,919)	(3,406)
Finance costs:				
- Interest expense	(3,333)	(3,988)	(10,385)	(12,016)
	(1,949)	105	(3,108)	384
Share of results in an associate	-	-	-	-
<b>(Loss)/Profit before taxation</b>	(1,949)	105	(3,108)	384
Income tax expense	(28)	(30)	(85)	(87)
<b>(Loss)/Profit after taxation</b>	(1,977)	75	(3,193)	297
Attributable to:				
Equity holders of the company	(1,842)	(252)	(3,445)	(476)
Non-Controlling Interest	(135)	327	252	773
	(1,977)	75	(3,193)	297
Other Comprehensive income:				
Changes in fair value of available-for-sale investments	-	-	-	-
Effects of foreign exchange differences	-	-	-	-
Total for the quarter / cumulative quarter	(1,977)	75	(3,193)	297
Attributable to:				
Equity holders of the company	(1,842)	(252)	(3,445)	(476)
Non-Controlling Interest	(135)	327	252	773
	(1,977)	75	(3,193)	297
Earnings per share attributable to equity holders of the company:				
- basic (sen)	(0.39)	(0.06)	(0.73)	(0.11)
- fully diluted (sen)	(0.39)	(0.06)	(0.73)	(0.11)
Remarks:				
Note A: Revenue consist of:				
- Revenue	12,296	10,726	34,368	36,228
- Other income	536	707	1,185	3,843



# DIGISTAR CORPORATION BERHAD

(Co. No. 603652-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024		
	As At End of Current Quarter 30/6/2024 (Unaudited) RM'000	As At Preceding Financial Year Ended 30/9/2023 (Audited) RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	2,764	2,933
Investment property	21,182	28,771
Right-of-use assets	69,085	70,381
Other investment	-	607
Goodwill & intangible assets	36	200
Trade receivables	126,125	126,125
	219,192	229,017
<b>CURRENT ASSETS</b>		
Inventories	595	700
Trade receivables	10,264	21,004
Other receivables, deposits and prepayments	15,281	6,946
Contract assets	387	-
Current tax assets	1,148	183
Fixed deposits with licensed banks	38,807	35,179
Cash and bank balances	25,248	18,022
	91,730	82,034
<b>TOTAL ASSETS</b>	310,922	311,051
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	61,881	61,340
Treasury shares, at cost	(3,249)	(3,249)
Retained profits	6,001	9,446
<b>SHAREHOLDERS' EQUITY</b>	64,633	67,537
Non-controlling interest	(4,839)	(5,091)
<b>TOTAL EQUITY</b>	59,794	62,446
<b>NON-CURRENT LIABILITIES</b>		
Lease Liability	66	11
Long term borrowings	5,022	6,429
Bonds	179,190	182,329
Deferred tax liabilities	13,847	13,847
<b>TOTAL NON-CURRENT LIABILITIES</b>	198,125	202,616
<b>CURRENT LIABILITIES</b>		
Trade pay ables	3,003	3,761
Contract liabilities	351	856
Other pay ables, deposit received and accruals	18,763	16,288
Bonds	28,304	21,603
Provision for taxation	-	19
Lease Liability	106	152
Bank overdraft	2,476	2,443
Short term borrowings	-	867
<b>TOTAL CURRENT LIABILITIES</b>	53,003	45,989
<b>TOTAL LIABILITIES</b>	251,128	248,605
<b>TOTAL EQUITY AND LIABILITIES</b>	310,922	311,051
<b>NET ASSETS PER SHARE (SEN)</b>	0.14	0.19



# DIGISTAR CORPORATION BERHAD

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## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2024

	← Non-Distributable Reserve →				Distributable Reserve		Non-Controlling Interest	Total Equity
	Share Capital	Reserve	Discount On Share	Treasury Shares	Retained Profits/ (Accumulated Losses)	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 October 2023	61,340	5,208	(5,208)	(3,249)	9,446	67,537	(5,091)	62,446
Conversion of warrants	541	-	-	-	-	541	-	541
Total comprehensive loss for the financial year	-	-	-	-	(3,445)	(3,445)	252	(3,193)
At 30 June 2024	61,881	5,208	(5,208)	(3,249)	6,001	64,633	(4,839)	59,794
At 1 October 2022	47,956	11,479	(5,475)	(3,249)	10,212	60,923	(4,114)	56,809
Issue of shares pursuant to - private placement	6,562	-	-	-	-	6,562	-	6,562
Acquisition of non-controlling interest	-	-	-	-	1,423	1,423	(1,423)	-
Total comprehensive (loss)/profit for the financial year	-	-	-	-	(476)	(476)	773	297
At 30 June 2023	54,518	11,479	(5,475)	(3,249)	11,159	68,432	(4,764)	63,668

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# DIGISTAR CORPORATION BERHAD

(Co. No. 603652-K)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2024

	30/6/2024 (Unaudited) RM'000	30/6/2023 (Unaudited) RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before taxation	(3,108)	384
Adjustments for:-		
Non cash items	1,107	1,283
Non operating items	11,141	11,703
Operating profit before working capital changes	9,140	13,370
Net changes in current assets	2,659	3,026
Net changes in current liabilities	676	(4,173)
Cash from operations	12,475	12,223
Interest paid	(162)	(121)
Income tax paid	(1,069)	(883)
Net cash from operating activities	11,244	11,219
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest received	830	987
Purchase of property, plant and equipment	(960)	(304)
Purchase of investment property	(418)	-
Acquisition of other investment	-	(1,381)
Proceeds from disposal of investment properties	7,760	-
Proceeds from disposal of other investment	603	639
Changing of surplus funds placed in FD with licensed banks	(32,010)	(26,205)
Placement/(Withdrawal) of deposits in Debt Service Reserve Account	1,263	(565)
Net placement of FD	20,444	12,316
Net cash for investing activities	(2,488)	(14,513)
<b>CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES</b>		
Proceeds from conversion of warrants	540	6,562
Drawdown of term loan	504	2,731
Repayment of term loan	(2,778)	(129)
Interest paid	(6,513)	(8,392)
Payment of lease liabilities	9	(119)
Net cash (for)/from financing activities	(8,238)	653
Net increase in cash and cash equivalents	518	(2,641)
Cash and cash equivalents at beginning of period	26,301	19,744
Cash and cash equivalents at end of period	26,819	17,103
<b>Note:</b>		
Cash and cash equivalents comprise of the following:		
Fixed deposits with licensed bank	38,807	54,130
Fixed deposits and bank balances - restricted / pledge	(34,760)	(48,787)
Cash and bank balances	25,248	14,460
Bank overdraft	(2,476)	(2,700)
	26,819	17,103



## A. EXPLANATORY NOTES

### A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"), and should be read in conjunction with the Group's annual financial report for the financial year ended 30 September 2023.

### A2. Changes in Accounting Policies

The significant accounting policies, methods of computation and basis of consolidation adopted are consistent with those of the most recent audited financial statements for the year ended 30 September 2023, except for the adoption of the following MFRSs, Amendments to MFRSs and Issues Committee Interpretation ("IC Interpretation") that are effective for the Group from 1 January 2024:

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Classification of Liabilities as Current and Non-current
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 107 and 7	Supplier Finance Arrangements

The adoption of the above Amendments to MFRSs does not have significant impact on the financial statements of the Group.

### A3. Seasonal or Cyclical Factors

There were no material changes brought about by seasonal or cyclical factors that affects the performance of the Group for financial period under review.

### 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 during the quarter under review.

### A5. Material Changes in Estimates

There were no changes in estimates that had any material effect or the financial period-to-date results.



## A6. Debts and Equity Securities

There was no repurchase and repayment of debt and equity securities, for the current period and financial period-to-date.

There was no share buy-back or treasury shares cancelled by the Company in the current financial quarter. As at 30 June 2024, the number of treasury shares repurchased and held are as follow:

	<b>Number of shares</b>	<b>30/6/2024 RM'000</b>
Balance as at 1 October	2,457,602	3,249
Repurchased	-	-
Total treasury shares held	<u>2,457,602</u>	<u>3,249</u>

## A7. Dividend Paid

No dividend was paid during the quarter under review.

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## A8. Segmental Information

Segment information for the cumulative period is presented in respect of the Group's business segments as follows:

### Results for the period ended 30 June 2024

<b>30-Jun-2024</b>	System	Investment	CMS/		Property	Construction /			
<b>RM'000</b>	<u>Integration</u>	<u>Holding</u>	<u>PayTV Operator</u>	<u>Rental</u>	<u>Development</u>	<u>Concession</u>	<u>Hospitality</u>	<u>Elimination</u>	<u>Group</u>
<b>The Group</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>REVENUE</b>									
External revenue	2,079	135	2,248	50	-	17,978	11,878	-	34,368
Intersegment revenue	-	-	-	26	-	-	-	(26)	-
<b>Total revenue</b>	<b>2,079</b>	<b>135</b>	<b>2,248</b>	<b>76</b>	<b>-</b>	<b>17,978</b>	<b>11,878</b>	<b>(26)</b>	<b>34,368</b>
<b>RESULTS</b>									
Segment results (external)	(66)	(1,060)	(1,357)	(229)	(172)	9,649	(318)		6,447
Interest income									830
Finance costs									(10,385)
Share of results in associate									-
Loss from ordinary activities before taxation									(3,108)
Income tax expense									(85)
Loss after taxation									(3,193)
Non-controlling interest									(252)
Net loss attributable to the owners of the Company									(3,445)

### Results for the period ended 30 June 2023

<b>30-Jun-2023</b>	System	Investment	CMS/		Property	Construction /			
<b>RM'000</b>	<u>Integration</u>	<u>Holding</u>	<u>PayTV Operator</u>	<u>Rental</u>	<u>Development</u>	<u>Concession</u>	<u>Hospitality</u>	<u>Elimination</u>	<u>Group</u>
<b>The Group</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>REVENUE</b>									
External revenue	2,684	77	2,182	50	-	18,960	12,275	-	36,228
Intersegment revenue	-	-	-	26	-	-	-	(26)	-
<b>Total revenue</b>	<b>2,684</b>	<b>77</b>	<b>2,182</b>	<b>76</b>	<b>-</b>	<b>18,960</b>	<b>12,275</b>	<b>(26)</b>	<b>36,228</b>
<b>RESULTS</b>									
Segment results (external)	829	(309)	(801)	(618)	888	10,780	644		11,413
Interest income									987
Finance costs									(12,016)
Share of results in associate									-
Profit from ordinary activities before taxation									384
Income tax expense									(87)
Profit after taxation									297
Non-controlling interest									(773)
Net loss attributable to the owners of the Company									(476)



## A9. Material Events Subsequent to the End of the Quarter

There were no material event subsequent to the current quarter under review up to the date of this report which is likely to substantially affect the results of the operations of the Company (being the latest practicable date not earlier than seven (7) days from the date of issue of this report).

## A10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the quarter under review and financial period to-date.

## A11. Contingent Liabilities

Save as disclosed in below, there were no material contingent liabilities up to the date of this report (being the latest practicable date not earlier than seven (7) days from the date of issue of this report).

	<b>As at 22/8/2024</b>
Contingent Liabilities :	<b>RM</b>
Unsecured :	
Guarantee given to a subsidiary's supplier for credit facility	380,285
Guarantee given to a subsidiary's customer for due performance of works by a subsidiary	180,000
Total	<u>560,285</u>

## A12. Significant Related Party Transactions

There were no significant related party transactions during the quarter under review.





## B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES' LISTING REQUIREMENTS

### B1. Review of the Performance

For the period ended 30 June 2024, the Group registered revenue of RM34.37 million as compared to RM36.23 million for the period ended 30 June 2023.

The Group registered a year-to-date loss after tax of RM3.19 million for the period ended 30 June 2024 which is approximately 9.28% of total group revenue as compared to profit after taxation of RM0.30 million representing 0.83% of total group revenue for the period ended 30 June 2023.

The concession asset sector and construction generated revenue of RM17.98 million for the period ended 30 June 2024 which is approximately 52.31% of total group revenue. In the same period of preceding year, this sector generated revenue of RM18.96 million.

The hospitality sector has contributed RM11.88 million in revenue and registered loss before taxation of RM1.37 million for the period ended 30 June 2024 as compared to revenue of RM12.27 million and loss before tax of RM1.44 million in the same period of preceding year. The segment contributed 34.56% of the total Group revenue.

### B2. Variation of Results against Preceding Quarter

	<b>Current Quarter Ended 30/6/2024 RM'000</b>	<b>Preceding Quarter Ended 30/6/2023 RM'000</b>	<b>Difference</b>	
			<b>RM'000</b>	<b>%</b>
Revenue	12,296	10,726	1,570	14.64
(Loss)/Profit before taxation	<u>(1,949)</u>	<u>105</u>	<u>(2,054)</u>	<u>(1,956.04)</u>

### B3. Prospects

Despite the challenging business and economic environment in the country, the Board foresee a stronger performance for the Group in 2024.

### B4. Profit Forecast, Profit Guarantee and Internal Targets

- a) Profit forecast : Not Applicable
- b) Profit guarantee : Not Applicable
- c) Internal targets : Not Applicable



## B5. Taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30/6/2024 RM'000	Preceding Year Corresponding Quarter 30/6/2023 RM'000	Current Year To Date 30/6/2024 RM'000	Preceding Year Corresponding Period 30/6/2023 RM'000
<b>Income tax expense</b>				
- For the year	(28)	(30)	(85)	(87)

The Group's effective tax rate was higher than the statutory tax rate due to losses of certain subsidiaries that were not able to offset against taxable profits of other subsidiaries.

## B6. Profit/ (Loss) on Sale of Unquoted Investments and/or Properties

On 10 October 2023, Mulia Optima Sdn Bhd ("MOSB"), a wholly-owned subsidiary of Digistar, had entered into a Sale and Purchase Agreement with Earning Base Sdn Bhd ("EBSB") for the proposed disposal of two pieces of freehold land for a total consideration of RM7,760,025. The disposal is completed in January 2024.

Other than above, there was no disposal of Unquoted Investments and Properties for the current quarter and financial period-to-date.

## B7. Purchase or Disposal of Quoted Securities

	CUMULATIVE QUARTER	
	Current Year To Date 30/6/2024 RM'000	Preceding Year Corresponding Period 30/6/2023 RM'000
Balance as at 1 October	607	-
Acquisition of quoted securities	-	-
Disposal of quoted securities	(607)	-
Impairment on quoted securities	-	-
	<u>-</u>	<u>-</u>

Other than the above, there was no other purchase or disposal of quoted securities for the current quarter and financial period-to-date.



## B8. Status of Corporate Proposals

There are no corporate proposals announced but not completed as at the date of this report.

## B9. Group Borrowings and Debt Securities

The Group's borrowings (which are all denominated in Ringgit Malaysia) as at 30 June 2024 consist of the following:-

	<b>Short Term RM'000</b>	<b>Long Term RM'000</b>	<b>Total RM'000</b>
Secured:-			
Bank overdraft	2,476	-	2,476
Lease Liability	106	66	172
Bridging Loan/ Term Loan	-	5,022	5,022
Bonds	28,304	179,190	207,494
Total	30,886	184,278	215,164

## B10. Off Balance Sheet Financial Instruments

There were no financial instruments with off balance sheet risks as of to date of this report.

## B11. Material Litigation, Claims or Arbitration

There was no material litigation action since the last annual balance sheet to the date of this report.

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# DIGISTAR CORPORATION BERHAD

(Co. No. 603652-K)

## B12. Earnings per Share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30/6/2024	Preceding Year Corresponding Quarter 30/6/2023	Current Year To Date 30/6/2024	Preceding Year Corresponding Period 30/6/2023
<b>(a) Basic Earnings Per Share</b>				
Net loss attributable to members of the Company (RM'000)	(1,842)	(252)	(3,445)	(476)
Weighted average number of ordinary shares in issue	470,169,821	414,494,639	470,169,821	414,494,639
Basic loss per share (sen)	<u>(0.39)</u>	<u>(0.06)</u>	<u>(0.73)</u>	<u>(0.11)</u>
<b>(b) Diluted Earnings Per Share</b>				
Net loss attributable to members of the Company (RM'000)	(1,842)	(252)	(3,445)	(476)
Weighted average number of ordinary shares in issue	470,169,821	414,494,639	470,169,821	414,494,639
Adjustment for assumed exercise of Warrants	-	-	-	-
Adjusted weighted average number of ordinary shares in issue and issuable	<u>470,169,821</u>	<u>414,494,639</u>	<u>470,169,821</u>	<u>414,494,639</u>
Diluted loss per share (sen)	<u>(0.39)</u>	<u>(0.06)</u>	<u>(0.73)</u>	<u>(0.11)</u>

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## B13. Notes to the Condensed Consolidated Statement of Comprehensive Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30/6/2024 RM'000	Preceding Year Corresponding Quarter 30/6/2023 RM'000	Current Year To Date 30/6/2024 RM'000	Preceding Year Corresponding Period 30/6/2023 RM'000
(Loss)/Profit before taxation is arrived at after charging / (crediting):				
Other operation (income) / expense:				
Doubtful debt no longer required	(172)	(16)	(226)	(857)
Allowance/(Reversal) for doubtful debt	21	1,300	79	(329)
Interest Income	(331)	(405)	(830)	(987)
Loss on disposal of quoted securities	-	108	4	108
Interest Expense	3,333	3,988	10,385	12,016
Depreciation and Amortization	958	997	2,836	3,035

## B14. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors on 28 August 2024.