

**MMAG HOLDINGS BERHAD** 200301007003 (609423-V)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SIXTH QUARTER ENDED  
30 SEPTEMBER 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2024**

	<b>UNAUDITED AS AT 30.09.2024 RM'000</b>	<b>AUDITED AS AT 31.03.2023 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	447,154	384,846
Investment properties	3,837	3,978
Intangible assets	260	120
Other investments	-	59,371
Deferred tax assets	1,600	1,600
Goodwill on consolidation	37,226	37,226
Fixed deposits with a licensed bank	4,687	6,023
<b>Total non-current assets</b>	<b>494,764</b>	<b>493,164</b>
<b>Current assets</b>		
Inventories	12,981	8,275
Contract assets	5,979	3,418
Trade receivables	60,129	42,369
Other receivables	61,842	38,195
Tax recoverable	23	41
Fixed deposits with licensed banks	16,693	1,705
Cash and bank balances	66,405	11,326
<b>Total current assets</b>	<b>224,052</b>	<b>105,329</b>
<b>TOTAL ASSETS</b>	<b>718,816</b>	<b>598,493</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	565,222	340,920
Reserves	(276,732)	(170,296)
	288,490	170,624
Non-controlling interests	(17,517)	(22,328)
<b>TOTAL EQUITY</b>	<b>270,973</b>	<b>148,296</b>
<b>Non-current liabilities</b>		
Borrowings	2,476	-
Lease liabilities	283,173	288,004
<b>Total non-current liabilities</b>	<b>285,649</b>	<b>288,004</b>
<b>Current liabilities</b>		
Trade payables	30,909	27,983
Other payables	62,278	69,520
Contract liabilities	3,913	325
Borrowings	11,329	15,425
Lease liabilities	52,619	48,937
Tax payable	1,146	3
<b>Total current liabilities</b>	<b>162,194</b>	<b>162,193</b>
<b>TOTAL LIABILITIES</b>	<b>447,843</b>	<b>450,197</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>718,816</b>	<b>598,493</b>
<b>Net Assets per share attributable to Owners of the Company (RM)</b>	<b>0.1249</b>	<b>0.0704</b>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023 and the accompanying explanatory notes to these interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT & LOSS  
AND OTHER COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 SEPTEMBER 2024**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT PERIOD QUARTER ENDED 30.09.2024 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 30.09.2023 RM'000	CURRENT PERIOD-TO-DATE ENDED 30.09.2024 RM'000	PRECEDING YEAR-TO-DATE ENDED 30.09.2023 RM'000
Revenue	175,924	-	824,443	-
Cost of sales	(176,746)	-	(847,981)	-
<b>Gross profit/(loss)</b>	<b>(822)</b>	<b>-</b>	<b>(23,538)</b>	<b>-</b>
Other income	28,390	-	44,849	-
Gain on foreign exchange	796	-	(551)	-
Depreciation and amortisation	(3,516)	-	(22,528)	-
Bad debts written off	(170)	-	(185)	-
Impairment loss on receivables	2,048	-	638	-
Finance costs	(4,028)	-	(25,407)	-
Other expenses	(738)	-	(77,864)	-
<b>Results from operating activities</b>	<b>21,960</b>	<b>-</b>	<b>(104,586)</b>	<b>-</b>
Share of results of associates	(1)	-	(1)	-
Interest income	477	-	1,608	-
<b>Profit/(Loss) before tax for the period</b>	<b>22,436</b>	<b>-</b>	<b>(102,979)</b>	<b>-</b>
Tax expenses	(247)	-	(1,766)	-
<b>Profit/(Loss) after tax for the period</b>	<b>22,189</b>	<b>-</b>	<b>(104,745)</b>	<b>-</b>
<b>Profit/(Loss) attributable to:</b>				
Owners of the Company	21,042	-	(95,706)	-
Non-controlling interest	1,147	-	(9,039)	-
	<b>22,189</b>	<b>-</b>	<b>(104,745)</b>	<b>-</b>
Basic profit/(loss) per share (sen)	1.03	-	(9.74)	-
Diluted profit/(loss) per share (sen)	1.00	-	(8.89)	-
<b>Profit/(Loss) after tax for the period</b>	<b>22,189</b>	<b>-</b>	<b>(104,745)</b>	<b>-</b>
<b>Other comprehensive loss, net of tax</b>	<b>296</b>	<b>-</b>	<b>(1,895)</b>	<b>-</b>
<b>Total other comprehensive income/(loss), net of tax</b>	<b>22,485</b>	<b>-</b>	<b>(106,640)</b>	<b>-</b>
<b>Total comprehensive income/(loss), attributable to:</b>				
Owners of the parent	21,338	-	(97,601)	-
Non-controlling interests	1,147	-	(9,039)	-
	<b>22,485</b>	<b>-</b>	<b>(106,640)</b>	<b>-</b>

## Notes:

- The financial year end of the Group has been changed from 31 March to 30 September. As such, the next set of audited financial statements shall be for a period of eighteen (18) months from 1 April 2023 to 30 September 2024. There will be no comparative financial information available for the financial period ended 30 September 2024.
- The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023 and the accompanying explanatory notes to these interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

	Attributable to Equity Holders of the Company								Non-controlling interests RM'000	Total equity RM'000	
	Non-distributable										
	Share capital RM'000	Irredeemable convertible preference shares RM'000	Revaluation reserve RM'000	Fair value reserve RM'000	Warrant reserve RM'000	Merger deficit RM'000	Exchange translation reserve RM'000	Accumulated losses RM'000			Total RM'000
At 1 April 2023	340,920	-	-	(30,315)	-	-	(146)	(139,835)	170,624	(22,328)	148,296
<b>Transactions with owners:</b>											
Change in ownership interest in subsidiaries	-	-	-	-	-	-	-	(21,970)	(21,970)	13,850	(8,120)
Issuance of shares arising from rights issue with warrants	60,682	-	-	-	84,662	-	-	-	145,344	-	145,344
Issuance of shares arising from conversion of warrants	163,620	-	-	-	(71,526)	-	-	-	92,094	-	92,094
<b>Total transactions with owners</b>	<b>224,302</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,136</b>	<b>-</b>	<b>-</b>	<b>(21,970)</b>	<b>215,468</b>	<b>13,850</b>	<b>229,318</b>
Realisation of fair value reserve upon disposal of shares	-	-	-	32,329	-	-	-	(32,329)	-	-	-
Net loss for the period	-	-	-	-	-	-	-	(95,706)	(95,706)	(9,039)	(104,745)
Other comprehensive (loss)/income for the period	-	-	-	(2,014)	-	-	118	-	(1,896)	-	(1,896)
<b>Total comprehensive loss income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,014)</b>	<b>-</b>	<b>-</b>	<b>118</b>	<b>(95,706)</b>	<b>(97,602)</b>	<b>(9,039)</b>	<b>(106,641)</b>
<b>At 30 September 2024</b>	<b>565,222</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,136</b>	<b>-</b>	<b>(28)</b>	<b>(289,840)</b>	<b>288,490</b>	<b>(17,517)</b>	<b>270,973</b>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2024 (CONT'D)

	Attributable to Equity Holders of the Company								Non-controlling interests RM'000	Total equity RM'000	
	Non-distributable										
	Share capital RM'000	Irredeemable convertible preference shares RM'000	Revaluation reserve RM'000	Fair value reserve RM'000	Warrant reserve RM'000	Merger deficit RM'000	Exchange translation reserve RM'000	Accumulated losses RM'000	Total RM'000		
At 1 April 2022	270,547	754	9,875	165,346	25,143	(7,900)	23	(87,537)	376,251	1,551	377,802
Transaction with owners:											
Change in ownership interest in a subsidiary	-	-	-	-	-	-	-	3,124	3,124	(2,124)	1,000
Disposal of subsidiaries	-	-	(1,319)	-	-	7,900	-	(6,581)	-	(6,188)	(6,188)
Settlement to creditors and a Director via allotment of shares	23,754	-	-	-	-	-	-	-	23,754	-	23,754
Issuance of shares arising from conversion of ICPS	950	(754)	-	-	-	-	-	-	196	-	196
Issuance of shares arising from conversion of warrants	11,300	-	-	-	(4,399)	-	-	-	6,901	-	6,901
Issuance of shares arising from private placement	13,625	-	-	-	-	-	-	-	13,625	-	13,625
Warrants expired	20,744	-	-	-	(20,744)	-	-	-	-	-	-
Total transaction with owners	70,373	(754)	(1,319)	-	(25,143)	7,900	-	(3,457)	47,600	(8,312)	39,288
Realisation of fair value reserve upon disposal of shares	-	-	-	(16,428)	-	-	-	16,428	-	-	-
Reversal of revaluation value reserve upon disposal	-	-	(8,556)	-	-	-	-	8,556	-	-	-
Net loss for the period	-	-	-	-	-	-	-	(73,825)	(73,825)	(15,567)	(89,392)
Other comprehensive loss for the period	-	-	-	(179,233)	-	-	(169)	-	(179,402)	-	(179,402)
Total comprehensive loss for the period	-	-	-	(179,233)	-	-	(169)	(73,825)	(253,227)	(15,567)	(268,794)
At 31 March 2023	340,920	-	-	(30,315)	-	-	(146)	(139,835)	170,624	(22,328)	148,296

Notes:

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- The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023 and the accompanying explanatory notes to these interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

	<b>CURRENT YEAR-TO-DATE ENDED 30.09.2024 RM'000</b>	<b>PRECEDING YEAR-TO-DATE ENDED 30.09.2023 RM'000</b>
<b>Cash Flows From Operating Activities</b>		
Loss before tax	(102,979)	-
<b>Adjustments for:</b>		
Non-cash items	75,604	-
Non-operating items	22,022	-
<b>Operating loss before working capital changes</b>	<u>(5,353)</u>	<u>-</u>
Changes in working capital		
Inventories	(4,706)	-
Contract customers	1,027	-
Receivables	(41,076)	-
Payables	(7,579)	-
<b>Cash used in operations</b>	<u>(57,687)</u>	<u>-</u>
Tax paid	(627)	-
Tax refunded	16	-
Interest received	1,608	-
<b>Net cash used in operating activities</b>	<u>(56,690)</u>	<u>-</u>
<b>Investing Activities</b>		
Acquisition of non-controlling interests	(8,250)	-
Investment in an associate	(2)	-
Net cash outflow from acquisition of subsidiaries	(10)	-
Net cash outflow from disposal of subsidiaries	(171)	-
Proceeds from disposal of property, plant and equipment	2,140	-
Proceeds from disposal of other investments	75,063	-
Proceeds from disposal of partial stake to non-controlling interests	100	-
Purchase of other investment	(9,005)	-
Purchase of property, plant and equipment and investment properties	(107,056)	-
Subscription of shares by non-controlling interest	30	-
<b>Net cash used in investing activities</b>	<u>(47,161)</u>	<u>-</u>
<b>Financing Activities</b>		
Repayment to other payables	9,165	-
Drawdown of borrowings	7,448	-
Interest paid	(25,407)	-
Proceeds from issuance of shares	145,344	-
Proceeds from issuance of warrants	92,094	-
Repayment of borrowings	(16,872)	-
Repayment of lease liabilities	(39,199)	-
Termination of lease liabilities	(125)	-
Upliftment of fixed deposit with licensed banks	1,336	-
<b>Net cash from financing activities</b>	<u>173,784</u>	<u>-</u>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2024 (CONT'D)**

	<b>CURRENT YEAR-TO-DATE ENDED 30.09.2024 RM'000</b>	<b>PRECEDING YEAR-TO-DATE ENDED 30.09.2023 RM'000</b>
<b>Cash and cash equivalents</b>		
Net changes	69,933	-
Effect of foreign currency translation differences	134	-
At beginning of period	13,031	-
<b>At end of period</b>	<b>83,098</b>	<b>-</b>
<b>Cash and cash equivalents comprise of:</b>		
Cash and bank balances	66,405	-
Fixed deposits with licensed banks	21,380	-
	87,785	-
Less:		
Fixed deposits pledged to licensed banks	(4,687)	-
	<b>83,098</b>	<b>-</b>

## Notes:

- The financial year end of the Group has been changed from 31 March to 30 September. As such, the next set of audited financial statements shall be for a period of eighteen (18) months from 1 April 2023 to 30 September 2024. There will be no comparative financial information available for the financial period ended 30 September 2024.
- The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023 and the accompanying explanatory notes to these interim financial statements.

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**A EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”)  
- INTERIM FINANCIAL REPORTING****A1 Basis of preparation**

The interim financial statements are unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the annual audited financial statement of the Group for the financial year ended 31 March 2023.

The accounting policies and methods adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 March 2023.

The adoption of MFRSs and amendments to MFRSs which were effective for financial year beginning on and after 1 April 2023 are not expected to have any significant financial impacts on the Group.

**A2 Auditors’ Report of preceding annual financial statements**

There were no qualifications to the audited financial statements for the Company and its subsidiaries for the financial year ended 31 March 2023.

**A3 Seasonal or cyclical factors**

Our business is heavily dependent on working days, public or festive holidays during the current quarter and period under review.

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

During the current quarter under review, there were no items or events that arose, which affect the assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

**A5 Changes in estimates**

There were no material changes in the estimates of amounts reported in previous reporting which have a material effect in the current financial quarter.

**A6 Debt and equity securities**

On 3 July 2024, 8 July 2024, 12 July 2024, 17 July 2024, and 3 September 2024, 6 September 2024, 18 September 2024, 23 September 2024, and 26 September 2024, 313,133,350 new ordinary shares had been issued pursuant to the conversion of 313,133,350 Warrant 2024/2029 (“Warrant”) by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share for this financial period from 1 July 2024 to 30 September 2024.

Other than above, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter.

**A7 Dividend**

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



## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

## A8 Segmental information

Segment information is presented in respect of the Group's business segments.

The Group comprises the following main business segments:-

- (i) **Mobile and fulfilment ("Mobile & Fulfilment")**  
Mobile operators' 3PL & 4PL contract, fulfilment business and physical and online sale of smart devices and IT related products.
- (ii) **Courier and logistics services**  
Express delivery or last mile delivery services business to business ("B2B"), business to customers ("B2C") and customers to customers ("C2C"), warehousing, fulfilment services and freight forwarding.
- (iii) **Air freight**  
Provision of air cargo services.

Segmental information for the Group is presented as follows:-

For the financial period ended 30 September 2024	Mobile & fulfilments RM'000	Courier & logistic services RM'000	Air freight RM'000	Others RM'000	Total RM'000	Adjustments and eliminations RM'000	Total RM'000
<b>Sales to external customer</b>	357,914	136,155	330,137	237	824,443	-	824,443
<b>Inter-segment sales</b>	1,225	8,553	40,644	93	50,515	(50,515)	-
<b>Total sales</b>	<u>359,139</u>	<u>144,708</u>	<u>370,781</u>	<u>330</u>	<u>874,958</u>	<u>(50,515)</u>	<u>824,443</u>
<b>Profit/(Loss) before tax</b>	<u>3,470</u>	<u>(42,919)</u>	<u>(66,401)</u>	<u>(10,561)</u>	<u>(116,411)</u>	<u>13,432</u>	<u>(102,979)</u>
<b>Segment assets</b>	93,386	98,614	412,774	77,757	682,531	(964)	681,567
<b>Other unallocated assets</b>							<u>37,249</u>
							<u>718,816</u>
<b>Segment liabilities</b>	26,880	38,038	381,780	2,875	449,573	(2,876)	446,697
<b>Other unallocated liabilities</b>							<u>1,146</u>
							<u>447,843</u>

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

## A8 Segmental information (Cont'd)

Segmental information for the Group is presented as follows (Cont'd):-

For the financial period ended 30 September 2023**	Mobile & fulfilments RM'000	Courier & logistic services RM'000	Air freight RM'000	Others RM'000	Total RM'000	Adjustments and eliminations RM'000	Total RM'000
Sales to external customer	-	-	-	-	-	-	-
Inter-segment sales	-	-	-	-	-	-	-
Total sales	-	-	-	-	-	-	-
Profit/(Loss) before tax	-	-	-	-	-	-	-
Segment assets	-	-	-	-	-	-	-
Other unallocated assets							-
Segment liabilities	-	-	-	-	-	-	-
Other unallocated liabilities							-

\*\* In view of the change in financial year end from 31 March 2024 to 30 September 2024, there were no comparative financial information available for the 18 months financial period ended 30 September 2024.

## A9 Valuation of property, plant and equipment

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

## A10 Significant events during the interim reporting period

The following were the significant events during the financial period ended 30 September 2024:-

- (i) On 3 July 2024, a total of 771,000 new ordinary shares had been issued pursuant to the conversion of 771,000 Warrant by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share;
- (ii) On 9 July 2024, total of 1,163,700 new ordinary shares had been issued pursuant to the conversion of 1,163,700 Warrant by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share;
- (iii) On 9 July 2024, the Board of Directors announced that the Company has changed its financial year end from 31 March 2024 to 30 September 2024. The change of financial year end is for better financial and manpower resources management;
- (iv) On 12 July 2024, total of 878,500 new ordinary shares had been issued pursuant to the conversion of 878,500 Warrant by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share;

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

## A10 Significant events during the interim reporting period (Cont'd)

The following were the significant events during the financial period ended 30 September 2024 (Cont'd):-

- (v) On 17 July 2024, total of 946,000 new ordinary shares had been issued pursuant to the conversion of 946,000 Warrant by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share;
- (vi) On 3 September 2024, total of 51,276,600 new ordinary shares had been issued pursuant to the conversion of 51,276,600 Warrant by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share;
- (vii) On 6 September 2024, total of 21,500,000 new ordinary shares had been issued pursuant to the conversion of 21,500,000 Warrant by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share;
- (viii) On 13 September 2024, the Board of Directors of the Company announced that MMAG Omni Ventures Sdn Bhd (formerly known as Line Clear Ventures Holdings Sdn Bhd) ("MOV" or the "Purchaser"), a wholly-owned subsidiary of MMAG, had entered into a Shares Sale Agreement with Velocity Capital Partner Berhad (formerly known as CSH Alliance Berhad) ("the Vendor"), for the acquisition of 9,000,000 ordinary shares in Line Clear Express Sdn Bhd (formerly known as Line Clear Express & Logistics Sdn Bhd) ("LCE"), representing 8.91% of the equity interest in LCE, for a total cash consideration of RM13,750,000 ("the Proposed Acquisition").  
  
LCE is currently an 86.09% owned subsidiary of MOV and upon completion of the Proposed Acquisition, MOV's equity interest in LCE would be increased from 86.09% to 95.00%.
- (ix) On 18 September 2024, total of 49,400,000 new ordinary shares had been issued pursuant to the conversion of 49,400,000 Warrant by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share;
- (x) On 23 September 2024, total of 27,322,700 new ordinary shares had been issued pursuant to the conversion of 27,322,700 Warrant by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share; and
- (xi) On 26 September 2024, total of 159,874,850 new ordinary shares had been issued pursuant to the conversion of 159,874,850 Warrant by conversion of 1 unit Warrant and payment of RM0.15 in cash for 1 new ordinary share.

**NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024****A11 Events subsequent to the end of the interim reporting period**

The following were the material events subsequent to the financial period ended 30 September 2024:-

- (i) On 2 October 2024, pursuant to Paragraph 2.1(g) of the Guidance Note 3 (“GN3”) of the ACE Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”), the Board of Directors of the Company announced that the Company has triggered Paragraph 2.1(g) of GN3 of the Listing Requirements.

The external auditors of the Company, Messrs Grant Thornton Malaysia PLT, have expressed material uncertainty related to the going concern (“MUGC”) of the Company in the audited financial statements for the financial year ended 31 March 2023 and the shareholders’ equity of the Company on a consolidated basis is 50% or less of its issued share capital calculated based on the unaudited financial results of the Company as at 30 September 2024.

The Company is in the midst of submitting an application for a waiver from being classified as an affected listed issuer to Bursa Securities as the Company has already taken measures by undertaking and completing the Rights Issue on 23 January 2024 raising RM145.34 million. In addition, warrants converted subsequent to January 2024 till to-date has raised an additional RM92.09 million;

- (ii) The Shares Sale Agreement (“SSA”) entered between Company’s wholly owned subsidiary, MOV, with Velocity Capital Partner Berhad (formerly known as CSH Alliance Berhad), for the acquisition of 9,000,000 ordinary shares in LCE, representing 8.91% of the equity interest in LCE has been completed on 11 October 2024.
- (iii) The Company’s Shares Sale Agreement (“SSA”) with Velocity Capital Partner Berhad (formerly known as CSH Alliance Berhad), for the acquisition of 85% of the entire issued share capital of Cipta X Sdn. Bhd. (“Cipta X”) has been completed on 24 October 2024.

**A12 Changes in the composition of the Group**

During the financial period ended 30 September 2024, the board’s approval for the acquisitions, disposal and incorporation of subsidiaries, associate and other investments were as below:-

- (i) On 27 April 2023, the Company had entered into a SSA with Spacecode Sdn Bhd, for the disposal of 4,600,000 ordinary shares in MJets Air, representing 10% of the equity interest in MJets Air, for a total cash consideration of RM100,000.
- (ii) On 31 May 2023, the Company subscribed further 230,000,000 ordinary shares in MJets Air by way of capitalisation of amount owing by MJets Air amounting to RM10,000,000;
- (iii) On 14 July 2023, the Board of Directors announced that within the past twelve (12) months, during the period from 22 March 2023 to 14 July 2023, the Company had disposed in aggregate 252,100,000 ordinary shares of Ingenieur Gudang Berhad (“IGB”), representing 18.22% of total equity interest in IGB for an aggregate sum of RM27,116,000 in cash (“Disposals”).

Included in the aforementioned Disposals, on 14 July 2023 the Company had disposed in aggregate 113,600,000 ordinary shares of IGB, representing 8.21% of total equity interest in IGB for an aggregate sum of RM12,496,000 in cash to Madam Chan Swee Ying (“CSY”), the Non-Independent Non-Executive Director and substantial shareholder of MMAG (“Disposal to CSY”). CSY is also an Executive Director of IGB. The Disposal to CSY is a related party transaction pursuant to the provisions under Rule 10.08 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad by virtue of the interests in IGB and MMAG held by CSY;

- (iv) On 29 September 2023, the Board of Directors announced that the Company had:-
- (a) disposed 229,500,000 ordinary shares of Velocity, representing 16.61% equity interest in Velocity for a total cash consideration of RM21,802,500 via off market; and
- (b) disposed 194,500,000 Warrants B of Velocity for a total cash consideration of RM15,560,000 via off market.

Following the above disposals, the Company does not hold any shares or warrants of Velocity and has ceased as a major shareholder of Velocity;

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

## A12 Changes in the composition of the Group (Cont'd)

During the financial period ended 30 September 2024, the board's approval for the acquisitions, disposal and incorporation of subsidiaries, associate and other investments were as below (Cont'd):-

- (v) On 4 October 2023, the Board of Directors announced that a wholly-owned subsidiary, MMAG Omni Ventures Sdn Bhd (formerly known as Line Clear Ventures Holdings Sdn Bhd) ("MOV"), had entered into a Shares Sale Agreement with Velocity, for the acquisition of 5,400,000 ordinary shares in Line Clear Express Sdn Bhd (formerly known as Line Clear Express & Logistics Sdn Bhd) ("LCE"), representing 5.34% of the equity interest in LCE, for a total cash consideration of RM8,250,000.

LCE is currently an 80.75% owned subsidiary of MOV and upon completion of the acquisition, MOV's equity interest in LCE would be increased from 80.75% to 86.09%;

- (vi) On 16 October 2023, MJet Air incorporated a wholly-owned subsidiary company, Masakan Kampungku Sdn. Bhd. ("MKSB") with a paid-up capital of RM1. The intended business activities of such subsidiary are retailing, retail management and food & beverages;
- (vii) On 4 December 2023, the Company had entered into a SSA with Packet Interactive Sdn Bhd, for the acquisition of 370,893 ordinary shares in Kiple Go Sdn Bhd ("Kiple"), representing 100% of the equity interest in Kiple, for a total cash consideration of RM180,000;
- (viii) On 19 December 2023, the Company incorporated a wholly-owned subsidiary company, Oceanic Transshipment Sdn. Bhd. ("Oceanic") with a paid-up capital of RM100. The intended business activities of such subsidiary are seafood transshipment warehouse and livestock freshness services;
- (ix) On 23 January 2024, the Company incorporated a wholly-owned subsidiary company, XCT with a paid-up capital of RM1. The intended business activities of such subsidiary are cargo handling and check-in with automated weighing and sorting facilities;
- (x) On 29 January 2024, the Company incorporated a wholly-owned subsidiary company, MAC with a paid-up capital of RM100. The intended business activities of such subsidiary are activities of holding companies involve in warehousing and general business including cargo handling, aviation training consultancy and other service activities incidental to air transportation;
- (xi) On 8 February 2024, the Company subscribed further 230,000,000 ordinary shares in MJets Air by way of capitalisation of amount owing by MJets Air amounting to RM10,000,000;
- (xii) On 20 February 2024, the Company has disposed its 100% equity interest of its five subsidiary companies pursuant to the internal restructuring as follows:
- (a) Iventure Conglomerate Sdn. Bhd and VSurf Sdn Bhd to MMAG Supply Chain Sdn Bhd (formerly known as United ICT Consortium Sdn Bhd) for consideration of RM121,888 and RM1 respectively; and
  - (b) Skyvault Cargo Sdn Bhd (formerly known as MMantap Sdn Bhd), XCT and Oceanic to MAC for consideration of RM2, RM1 and RM100 respectively;
- (xiii) On 22 March 2024, the Company subscribed further 230,000,000 ordinary shares in MJets Air by way of capitalisation of amount owing by MJets Air amounting to RM10,000,000;
- (xiv) On 8 April 2024, the Company had entered into a SSA with Mpire Global Berhad, for the disposal of 370,893 ordinary shares in Kiple, representing 100% of the equity interest in KIPLE, for a total cash consideration of RM180,000;
- (xv) On 10 July 2024, the Company has disposed its 100% equity interest of its subsidiary company, Line Clear Charter Sdn. Bhd. (formerly known as KNM Express Sdn. Bhd.) for consideration of RM100,000;
- (xvi) On 31 July 2024, the Company subscribed further 230,000,000 ordinary shares in MJets Air by way of capitalisation of amount owing by MJets Air amounting to RM10,000,000;

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**A12 Changes in the composition of the Group (Cont'd)**

During the financial period ended 30 September 2024, the board's approval for the acquisitions, disposal and incorporation of subsidiaries, associate and other investments were as below (Cont'd):-

- (xvii) On 26 August 2024, the Board of Directors of announced that the Company's sub-subsidiary, MMAG Sky Services Sdn Bhd (formerly known as Line Clear (KT) Sdn Bhd) ("MMAG Sky Services" or the "Purchaser"), had entered into a conditional Share Purchase Agreement ("SPA") with Menzies Malaysia Sdn Bhd ("Menzies" or the "Vendor"), for the acquisition of 980 ordinary shares in Menzies Aviation (Malaysia) Sdn Bhd (formerly known as MYMenzies Sdn Bhd) ("Menzies Aviation Malaysia" or "JV Co"), representing 49% of the equity interest in Menzies Aviation Malaysia for a total cash consideration of RM1,000; and
- (xviii) On 4 September 2024, the Board of Directors of the Company announced that its aviation arm, MAC, through XCT (a wholly-owned subsidiary of MAC) had incorporated a wholly-owned subsidiary in Cambodia, namely XCT Aviation (Cambodia) Co., Ltd. with an issued and paid-up share capital of USD1,000 comprising 1,000 ordinary shares;

**A13 Contingent liabilities**

The amounts of contingent liabilities of the Company as at the end of the current financial period as follows:-

	As at 30.09.2024 RM'000
Corporate guarantees given to certain suppliers and financial institutions of certain subsidiaries	196,152
	<b>196,152</b>

**A14 Commitments**

The amounts of commitments of the Company as at the end of the current financial period as follows:-

	As at 30.09.2024 RM'000
<b>Commitments authorised but not provided for</b>	
Lease of land	6,840
Construction of buildings	2,899
Acquisition of property, plant and equipment	1,488
	<b>11,227</b>

The Company leased a land and the lease period is for three years with an option to renew after every three years for a further three (3) years up to total lease period of fifteen (15) years (included original three (3) years plus optional twelve (12) years).

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”) FOR THE ACE MARKET****B1 Financial review for current quarter and financial period-to-date**

	Individual period		Changes		Cumulative period		Changes	
	Current year quarter ended 30.09.2024 RM'000	Preceding year corresponding quarter ended 30.09.2023 RM'000**			Current year-to-date ended 30.09.2024 RM'000	Preceding year-to-date ended 30.09.2023 RM'000**		
			RM'000	%	RM'000	%		
Revenue	175,924	-	175,924	-	824,443	-	824,443	-
Operating profit/(loss)	21,960	-	(21,960)	-	(104,586)	-	104,586	-
Profit/(Loss) before interest and tax	26,464	-	(26,464)	-	(77,572)	-	77,572	-
Profit/(Loss) before tax	22,436	-	(22,436)	-	(102,979)	-	102,979	-
Profit/(Loss) after tax	22,189	-	(22,189)	-	(104,745)	-	104,745	-
Profit/(Loss) attributable to owners of the Company	21,042	-	(21,042)	-	(95,706)	-	95,706	-

The Group's revenue for current quarter ended 30 September 2024 was RM175.92 million and current period to-date was RM824.44 million respectively and the revenue were mainly contributed by mobile & fulfillment segment and air freight segment.

In the quarter ended September 2024, the Group reported a profit before tax (PBT) of RM22.44 million, mainly due to unrealised foreign exchange gains from the depreciation of the USD and a reversal of impairment following the recovery of receivables. However, for the period-to-date, the Group recorded a loss before tax of RM102.98 million. This loss was primarily due to higher costs associated with business expansion and optimisation, including increased labour expenses and investments in infrastructure and technology. These initiatives, aimed at supporting growth, extending service offerings, and improving efficiency, require a longer gestation period to turn around its business performance.

\*\* In view of the change in financial year end from 31 March 2024 to 30 September 2024, there were no comparative financial information available for the preceding corresponding quarter and 18 months financial period ended 30 September 2024.

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**B2. Change in the quarterly results compared to the results of the immediate preceding quarter**

	Current quarter RM'000	Immediate preceding quarter RM'000	Changes	
			RM'000	%
Revenue	175,924	156,289	19,635	12.6%
Operating profit/(loss)	21,960	(9,270)	(31,230)	-337%
Profit/(Loss) before interest and tax	26,464	(4,664)	(31,128)	-667%
Profit/(Loss) before tax	22,436	(8,779)	(31,215)	-356%
Profit/(Loss) after tax	22,189	(8,779)	(30,968)	-353%
Profit/(Loss) attributable to owners of the Company	21,042	(7,584)	(28,626)	-377%

In the current quarter (Q6-2024), the company's revenue reached RM175.92 million, representing an increase of RM19.64 million compared to the immediate preceding quarter (Q5-2024). The profit before tax (PBT) for Q6-2024 was RM22.44 million, in contrast to a loss before tax (LBT) of RM8.78 million in Q5-2024.

The shift from a LBT to a PBT was primarily attributed to unrealised foreign exchange gains resulting from the depreciation of the USD, as well as enhanced operational efficiency, particularly in the air freight and courier and logistics segments.

**B3 Prospects**

MMAG Group is an integrated, full-fledged supply chain service provider, offering extensive solutions across first, mid, and last-mile delivery. Its aviation arm, based at Kuala Lumpur International Airport (KLIA), delivers comprehensive cargo airline solutions, including commercial cargo operations, ground handling, an oceanic transshipment hub, and on-demand cargo depot services.

The Group's supply chain management unit specialises in 3PL and 4PL services, delivering tailored logistics support for major telecommunications clients, with dedicated warehousing, inventory, and distribution management. Separately, the courier and logistics segment maintain a nationwide network of hubs, ensuring reliable last-mile delivery for a broad range of B2B and B2C clients, reinforcing MMAG Group's position in the courier sector.

The aviation arm, featuring a cargo terminal and oceanic transshipment hub, supports efficient handling of high-value, time-sensitive goods, enhancing KLIA's logistics capacity. MMAG Group's commercial air cargo unit, operating as a feeder, collaborates with strategic partners to expand network reach across regional and international markets.

To enhance financial performance, MMAG is focusing on maximising asset utilisation, implementing cost optimisation, expanding service offerings, and forging strategic partnerships to broaden networks and improve efficiency. Automation is central across all segments, from advanced weighing, sorting, and tracking in courier and logistics to automated cargo handling in aviation. These investments in technology, combined with partnerships, drive operational efficiency, support sustainable growth, and reinforce MMAG's commitment to delivering comprehensive logistics solutions.

**B4 Variance on profit forecast**

There was no profit forecast issued by the Group.



## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**B5 Corporate proposal**

Save from the following, there were no corporate proposal announced but not completed as at 30 October 2024, being the last practicable date from the date of the issue of this report.

**Completed Corporate Exercise****Proposed Share Consolidation and Proposed Right Issue**

- (a) On 18 May 2023, the Board of Directors announced that the Company proposes to undertake the proposed consolidation of every 10 existing ordinary shares in MMAG (“MMAG Share(s)” or “Share(s)”) into 1 MMAG Share (“Consolidated Share(s)”) (“Proposed Share Consolidation”); and proposed renounceable rights issue of up to 1,453,434,942 new MMAG Shares (“Rights Shares”) on the basis of 6 Rights Shares for every 1 Consolidated Share held as at the close of business on an entitlement date to be determined later at an issue price of RM0.10 per Rights Share, together with up subscribed for (“Proposed Rights Issue”).to 726,717,471 free detachable warrants in MMAG on the basis of 1 Warrant for every 2 Rights Shares.
- (b) On 26 May 2023, the Board of Directors announced that the additional listing application in relation to the Proposals has been submitted to Bursa Securities.
- (c) On 29 August 2023, Bursa Securities had vide its letter dated 28 August 2023 to approve the following:-
- (i) Proposed Share Consolidation;
  - (ii) listing and quotation of up to 242,239,157 Consolidated Shares arising from the Proposed Share Consolidation;
  - (iii) admission to the Official List and listing and quotation of up to 726,717,471 Warrants to be issued pursuant to the Proposed Rights Issue;
  - (iv) listing and quotation of up to 1,453,434,942 Rights Shares to be issued pursuant to the Proposed Rights Issue; and
  - (v) listing and quotation of up to 726,717,471 new MMAG Shares to be issued arising from the exercise of the Warrants.
- (d) On 30 October 2023, the Board of Directors announced that based on the entitlement date for the Share Consolidation as at 5.00 p.m. on 30 October 2023 (“Entitlement Date”), the existing number of 2,422,391,577 MMAG Shares as at the Entitlement Date will be consolidated into 242,239,061 Consolidated Shares (after disregarding the fraction entitlement arising from the Share Consolidation) pursuant to the Share Consolidation.
- (e) On 31 October 2023, the Board of Directors announced the Share Consolidation has been completed following the listing of and quotation for 242,239,061 Consolidated Shares on the ACE Market of Bursa Securities with effect from 9.00 a.m. on 31 October 2023.
- (f) On 7 December 2023, the Board of Directors announced that the Company had executed the following:-
- (i) The deed poll constituting the Warrant; and
  - (ii) An underwriting agreement with TA Securities (“Sole Underwriter”), for the underwriting of 80,000,000 Rights Shares together with 40,000,000 Warrants pursuant to the Rights Issue by the Sole Underwriter, representing 44.44% of the issue size of the Rights Issue under the Minimum Subscription Level (“Underwriting Agreement”).
- (g) On 23 January 2024, the Board of Directors announced that the Right Issue has been completed with the listing of and quotation for 1,453,434,366 Rights Shares together with 726,717,178 Warrants.

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**B6 Utilisation of proceeds**

Status of utilisation of corporate proposals (Right Issue) as at 30 September 2024 are as follows :

<b>Purpose</b>	<b>Proposed utilisation RM'000</b>	<b>Actual utilisation RM'000</b>	<b>Intended timeframe for utilisation</b>
Capital expenditure for new warehouse/hubs/depots and related purchases of system, equipment and new fleet of vehicles	70,000	46,433	Within 36 months
Purchase of ICT products for mobile and fulfillment segment	45,000	45,000	Fully utilised
Operating expenditures of courier and logistics segment	25,000	25,000	Fully utilised
Administrative and general expenses	4,433	4,433	Fully utilised
Estimated expenses for the Right Issue	910	910	Fully utilised
	145,343	121,776	

**B7 Borrowings and lease Liabilities**

The Group's borrowings and lease liabilities as at 30 September 2024 are as follows:-

	<b>Quarter ended 30.09.2024 RM'000</b>	<b>Quarter ended 30.09.2023 RM'000</b>
<b><u>Secured</u></b>		
Borrowings and lease liabilities		
- Short term	63,948	28,372
- Long term	285,649	287,837
	349,597	316,209

During the financial period under review, the total finance costs (inclusive of lease liabilities) for the financial period ended 30 September 2024 was RM23.64 million.

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**B8 Material litigations**

Save as disclosed below, as at 1 November 2024 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report), the Group was not engaged in any material litigation either as plaintiff or defendant and the directors are not aware of any proceedings pending or threatened against the Group or any facts likely to give rise to any proceeding which might materially and adversely affect the financial position or business operations of the Group:-

- (i) On 6 March 2023, MJets Air (“Defendant”) had been served with the Writ of Summons and the Statement of Claim dated 28 February 2023 and 23 February 2023 respectively under Shah Alam Sessions Court Suit No. BA-B52NCvC-30-02/2023 (“Suit 30”) by Comone International Logistics Co Limited (“Comone”) (“Plaintiff”).

Suit 30 was transferred to the Sepang Sessions Court and listed as Suit No. BK-B52NCvC-5-03/2023 (“Suit 5”), upon the Sessions Court directions during the first case management on 10 March 2023.

The claim filed against MJets Air alleged that the company has failed to make the full payment towards the monthly repayment instalments agreed by the Plaintiff as full and final settlement of a claim for the cancellation of proposed joint venture agreement as entered into by the previous management in the year 2020, this being before MJets Air became a subsidiary of MMAG.

On 30 May 2023, the Plaintiff filed an application for summary judgment against MJets Air. A hearing date was fixed and heard by Court on 20 October 2023, with continued hearing on 23 November 2023. The Plaintiff’s summary judgement application was allowed by the Sessions Court, with costs of RM2,000.00, on 23 November 2023.

On 2 February 2024, the Board of Directors announced that MJets Air has made full payment of the judgement sum awarded by the Court to the Plaintiff .

There is no further financial impact in relation to the Suit since the judgment sum has been satisfied.

- (ii) On 17 January 2023, MJets Air (“Defendant”) had been served a Writ of Summons and Statement of Claim by AeroControl Group DWC-LLC (“Plaintiff”).

The claimed against MJets Air is due to failure to make the full payment towards the outstanding invoices issued by the Plaintiff for the fuel uplift services provided by the Plaintiff.

The first Case Management was fixed on 16 February 2023 by the way of e-Review.

MJets Air filed its Statement of Defence on 16 March 2023 and the Plaintiff’s Reply to Defence was subsequently filed on 31 March 2023.

On 14 April 2023, the Plaintiff has filed an application for summary judgement against MJets Air, for the reliefs pleaded in Writ and Statement of Claim. MJets Air has filed its Affidavit in Reply on 9 May 2023 and the Plaintiff is due to file its Affidavit in Reply on or before 30 May 2023. Subsequently on 24 May 2023, the Plaintiff has requested for an extension of time to file the Affidavit in Reply until 6 June 2023.

On 31 May 2023, the Court has provided the following directions where the parties are required to file written submission on or before 4 July 2023, written submission in reply on or before 31 July 2023 and the hearing for the summary judgement application has been fixed on 25 August 2023.

At the hearing on 25 August 2023, the Court has allowed the Plaintiff’s Summary Judgment application against the Defendant. Pursuant thereto, the Defendant is required to pay the sum of RM2,312,902.64 as pleaded in the Plaintiff’s statement of claim together with the costs of RM7,000.00 subject to 4% Court allocatur fees, to the Plaintiff.

On 31 January 2024, the Board of Directors announced that MJets Air has completed the payment of the judgement sum awarded by the Court in relation to the Suit.

There is no further financial impact in relation to the Suit as the judgement sum was already provided earlier.

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**B8 Material litigations (Cont'd)**

Save as disclosed below, as at 1 November 2024 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report), the Group was not engaged in any material litigation either as plaintiff or defendant and the directors are not aware of any proceedings pending or threatened against the Group or any facts likely to give rise to any proceeding which might materially and adversely affect the financial position or business operations of the Group (Cont'd):-

- (iii) On 14 April 2023, the Board of Directors announced that MJets Air ("Plaintiff"), had commenced a legal suit against Gunasekar A/L Mariappan and Philip Phang King Ming ("Defendants"), former directors of MJets Air for breach of fiduciary duties due and owing to the Plaintiff.

The estimated potential liability to MMAG is minimal because MJets Air is the claimant against the Defendants for breach of fiduciary duties due and owing to the Plaintiff.

The potential liability arising from the Suit is the Plaintiff's legal fees and any costs awarded by the court if the Suit is dismissed.

On 2 May 2023, the Board of Directors announced that this day was fixed for hearing of MJets Air's application for an ex-parte interlocutory injunction restraining the Defendants from acting and/or holding themselves as directors of MJets for a period of 21 days.

The Court has granted the abovesaid ex-parte interlocutory injunction and has fixed for inter-partes hearing on 23 May 2023.

On 23 May 2023, a consent order was recorded before the Court for an ad-interim interlocutory injunction restraining the Defendants from acting and/or holding themselves as directors of MJets Air pending the interpartes hearing fixed on 16 August 2023.

The Court has given directions for the filing of Defence and Reply to Defence and fixed the next case management on 20 July 2023. However, MJets Air has served their amended Writ and amended Statement of Claim (duly endorsed by the Court) on 17 July 2023. The Defendants are to file their Defence within 2 weeks from the date of service of the amended Writ and Statement of Claim.

The Defendants have filed their Defence on 7 August 2023 while MJets has filed their Reply to Defence on 28 August 2023. Following that, the Court has directed parties to file Pre-Trial Documents (Bundle of Pleadings, Bundle of Documents, Agreed Facts, Issues to be tried and List of Witnessess) during the case management on 29 September 2023.

On 17 November 2023, the Defendants has filed an application to stay the proceedings in this suit (including filing of any cause papers) pending the full and final disposal of Kuala Lumpur High Court Civil Suit No. WA22NCC-474-07/2023 ("Suit 474"). The application was fixed for hearing on 21 February 2024.

On 29 March 2024, the court has allowed the suit to be stayed pending the full and final disposal of Suit 474. The next case management is fixed on 5 November 2024.

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**B8 Material litigations (Cont'd)**

Save as disclosed below, as at 1 November 2024 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report), the Group was not engaged in any material litigation either as plaintiff or defendant and the directors are not aware of any proceedings pending or threatened against the Group or any facts likely to give rise to any proceeding which might materially and adversely affect the financial position or business operations of the Group (Cont'd):-

- (iv) On 12 July 2023, MJets Air, JT Aerotech and its directors, the Company and its Directors namely Chin Boon Long (“Chin”), Kenny Khoo Chuan Wah (“Kenny”) and Chong Koon Meng (“Jeff”) (collectively “Defendants”), had been served a Writ of Summons and Statement of Claim under Kuala Lumpur High Court Suit No. WA-22NCC-474-07/2023 by Gunasekar A/L Mariappan and Philip Phang Kin Ming (“Plaintiffs”).

The claim against the Company is connected to legal suits which have been mentioned in (i) for inter alia, breach of their fiduciary duties towards MJets Air as announced in Bursa on 14 April 2023, and in JT Aerotech’s earlier minority oppression claim against the Company as previously announced in Bursa on 19 August 2022.

The Company and its Directors filed and served their Memorandum of Appearance on 24 July 2023 and their respective Defence on 2 October 2023. The Plaintiffs filed their Reply to the respective Defence(s) of the Defendants on 5 January 2024.

On 5 February 2024, the Company, Kenny and Jeff had filed their respective applications for leave to file Rejoinder. On 15 May 2024, the Kuala Lumpur High Court allowed the respective Rejoinder applications, and the oral application for a surrejoinder by the Plaintiffs being refused.

On 5 February 2024 and 19 February 2024, the Company and its Directors had filed their respective applications to strike out the Plaintiffs’ claim. The hearing for the Defendants’ striking out applications has been fixed for 22 November 2024.

The financial impact of the legal suit, if any, can only be ascertained pending legal review by the solicitors for the Company. There is no operational impact of the legal suit on the Company and MJets Air.

**B9 Dividends**

There was no dividend has been proposed nor declared during the financial period under review.

## NOTES TO THE QUARTERLY REPORT FOR THE SIXTH QUARTER ENDED 30 SEPTEMBER 2024

**B10 Profit/(Loss) per share****10.1 Basic profit/(loss) per share**

The basic profit/(loss) per share is calculated by dividing the net profit/(loss) for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the financial period.

	Current year quarter ended 30.09.2024 RM'000	Preceding year corresponding quarter ended 30.09.2023 RM'000	Current year-to-date ended 30.09.2024 RM'000	Preceding year year-to-date ended 30.09.2023 RM'000
Profit/(Loss) attributable to Owners of the Company	21,042	2,307	(95,706)	-
Weighted average number of shares in issue ('000)	2,039,378	2,422,392	982,232	-
Basic profit/(loss) per share (sen)	1.03	0.10	(9.74)	-

\*\*

**10.2 Diluted profit/(loss) per share**

The diluted profit/(loss) per share is calculated by dividing the net profit/(loss) for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares that would have been issued upon full conversion of Warrant 2024/2029.

	Current year quarter ended 30.09.2024 RM'000	Preceding year corresponding quarter ended 30.09.2023 RM'000	Current year-to-date ended 30.09.2024 RM'000	Preceding year year-to-date ended 30.09.2023 RM'000
Profit/(Loss) attributable to Owners of the Company	21,042	2,307	(95,706)	-
Weighted average number of shares in issue ('000)	2,039,378	2,422,392	982,232	-
Effect of dilution:				
Exercise of warrants	54,768	-	93,740	-
Adjusted weighted average number of ordinary shares in issue ('000)	2,094,146	2,422,392	1,075,972	-
Diluted profit/(loss) per share (sen)	1.00	0.10	(8.89)	-

\*\*

\*\* In view of the change in financial year end from 31 March 2024 to 30 September 2024, there were no comparative financial information available for the 18 months financial period ended 30 September 2024.

**B11 Authorised for issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 8 November 2024.