

HONG SENG CONSOLIDATED BERHAD 200101001581 (537337-M)

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

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

	Note	INDIVIDUAL PERIOD		CUMMULATIVE PERIOD	
		Current Period	Preceding Period	Current Period	Preceding Period
		Quarter 30.9.2024	Quarter ⁽ⁱ⁾ 30.9.2023	Period-to-date 30.9.2024	Period-to-date ⁽ⁱ⁾ 30.9.2023
		RM	RM	RM	RM
Revenue		11,462,103	-	17,995,879	-
Cost of sales		(16,000,721)	-	(26,428,227)	-
Gross loss		(4,538,618)	-	(8,432,348)	-
Other income		180,013	-	426,175	-
Interest income		99,545	-	182,818	-
Reversal of impairment loss on financial assets		6,291,313	-	6,219,283	-
Fair value (loss)/gain on other investments		(456,536)	-	7,937,313	-
Selling and distribution expenses		(29,293)	-	(53,197)	-
Administration expenses		(3,098,145)	-	(5,905,350)	-
Other expenses		(25,662)	-	(225,384)	-
Finance costs		(298,420)	-	(605,652)	-
Share of loss of associate companies		(1,953)	-	(601,285)	-
Loss before taxation		(1,877,756)	-	(1,057,627)	-
Tax expense		(104,503)	-	(312,598)	-
Loss after taxation		(1,982,259)	-	(1,370,225)	-
Other comprehensive expense		(18,656)	-	(128,241)	-
Total comprehensive loss for the financial period		(2,000,915)	-	(1,498,466)	-
(Loss)/Profit after taxation attributable to:-					
Owners of the Company		(1,415,426)	-	192,244	-
Non-controlling interests		(566,833)	-	(1,562,469)	-
		(1,982,259)	-	(1,370,225)	-
Total comprehensive (expense)/income attributable to:-					
Owners of the Company		(1,434,082)	-	64,003	-
Non-controlling interests		(566,833)	-	(1,562,469)	-
		(2,000,915)	-	(1,498,466)	-
Earnings/(Loss) per share attributable to equity holders of the Company (sen)					
- Basic	B10.1	(0.03)	-	0.00	-
- Diluted	B10.2	(0.03)	-	0.00	-

Notes:

- (i) In view of the change of financial year end from 12 months ended 30 September 2023 to 18 months ended 31 March 2024, there are no comparative figures for the preceding period quarter and preceding period-to-date. The current reporting financial period is for a period of 6 months, made up from 1 April 2024 to 30 September 2024.
- (ii) The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial period ended 31 March 2024 and the accompanying explanatory notes attached to the quarterly report.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024

	As at 30.9.2024 (Unaudited) RM	As at 31.03.2024 (Audited) RM
ASSETS		
Non-current assets		
Property, plant and equipment	77,448,764	84,128,682
Investment properties	44,389,259	43,855,991
Investment in associate companies	39,346,472	39,957,941
Other investments	34,789,601	35,904,787
Trade receivables	-	15,000,000
Total non-current assets	<u>195,974,096</u>	<u>218,847,401</u>
Current assets		
Inventories	1,962,731	5,264,016
Trade receivables	37,717,808	85,132,933
Other receivables	60,003,615	13,575,978
Amount due from an associate company	-	621
Tax recoverable	3,055,458	4,382,597
Fixed deposits with licensed banks	208,060	206,906
Cash and bank balances	18,362,018	18,461,539
Total current assets	<u>121,309,690</u>	<u>127,024,590</u>
TOTAL ASSETS	<u>317,283,786</u>	<u>345,871,991</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	251,446,486	251,446,486
Irredeemable convertible preference shares	35,878	35,878
Fair value reserve	(1,713,432)	(1,714,847)
Foreign currency translation reserve	(51,334)	76,907
Retained earnings	38,158,388	49,427,631
Equity attributable to owners of the Company	<u>287,875,986</u>	<u>299,272,055</u>
Non-controlling interests	1,509,422	5,656,626
Total equity	<u>289,385,408</u>	<u>304,928,681</u>
Non-current liabilities		
Lease liabilities	10,076,237	10,787,534
Deferred tax liabilities	-	32,231
Bank borrowings	9,621,344	10,336,539
Total non-current liabilities	<u>19,697,581</u>	<u>21,156,304</u>

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024 (CONT'D)

	As at 30.9.2024 (Unaudited) RM	As at 31.03.2024 (Unaudited) RM
Current liabilities		
Trade payables	1,020,688	2,588,054
Other payables	4,467,357	14,606,995
Lease liabilities	1,038,040	1,025,060
Bank borrowings	1,403,722	1,362,716
Tax payable	270,990	204,181
Total current liabilities	<u>8,200,797</u>	<u>19,787,006</u>
TOTAL LIABILITIES	<u>27,898,378</u>	<u>40,943,310</u>
TOTAL EQUITY AND LIABILITIES	<u>317,283,786</u>	<u>345,871,991</u>
Net assets per share attributable to owners of the Company (sen)	<u>5.64</u>	<u>5.86</u>

(The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial period ended 31 March 2024 and the accompanying explanatory notes attached to the quarterly report.)

HONG SENG CONSOLIDATED BERHAD 200101001581 (537337M)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

	<----- Attributable To Owners of the Company ----->							
	Non-Distributable			Distributable		Total RM	Non- controlling interests RM	Total equity RM
	Share capital RM	Irredeemable convertible preference shares RM	Fair value reserve RM	Foreign currency translation reserve RM	Retained earnings RM			
Balance at 1 April 2024	251,446,486	35,878	(1,714,847)	76,907	49,427,631	299,272,055	5,656,626	304,928,681
Net profit/(loss) for the financial period	-	-	-	-	192,244	192,244	(1,562,469)	(1,370,225)
Other comprehensive loss for the financial period:								
- Share of foreign currency translation difference of an associate company	-	-	-	(128,241)	-	(128,241)	-	(128,241)
Total comprehensive (expense)/income for the financial period	-	-	-	(128,241)	192,244	64,003	(1,562,469)	(1,498,466)
Transactions with owners:								
Changes in a subsidiary company's ownership					(11,578,133)	(11,578,133)	(2,421,867)	(14,000,000)
Changes in an associate company's ownership interests in its subsidiaries that do not result in a loss of control	-	-	-	-	118,061	118,061	-	118,061
Disposal of a subsidiary company	-	-	1,415	-	(1,415)	-	(162,868)	(162,868)
Balance at 30 September 2024	251,446,486	35,878	(1,713,432)	(51,334)	38,158,388	287,875,986	1,509,422	289,385,408

Notes:

- (i) In view of the change of financial year end from 12 months ended 30 September 2023 to 18 months ended 31 March 2024, there is no comparative figure for the preceding period-to-date. The current reporting financial period is for a period of 6 months, made up from 1 April 2024 to 30 September 2024.
- (ii) The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial period ended 31 March 2024 and the accompanying explanatory notes attached to the quarterly report.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

	Current Period Period-to-date 30.9.2024 RM	Preceding Period Period-to-date ⁽ⁱ⁾ 30.9.2023 RM
CASH FLOW FOR OPERATING ACTIVITIES		
Loss before taxation	(1,057,627)	-
Adjustments for:		
Non-cash items	(7,206,218)	-
Non-operating items	597,519	-
Operating loss before working capital changes	<u>(7,666,326)</u>	<u>-</u>
Net changes in inventories	3,301,285	-
Net changes in receivables	22,214,281	-
Net changes in payables	(11,484,807)	-
Cash generated from operations	<u>6,364,433</u>	<u>-</u>
Interest paid	(605,652)	-
Income tax refund	890,571	-
Income tax paid	(324,535)	-
Net cash from operating activities	<u>6,324,817</u>	<u>-</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of other investments	(450,000)	-
Interest received	182,818	-
Net cash inflow from the disposal of subsidiary companies	2,443,026	-
Proceeds from the disposal of plant and equipment	200,225	-
Proceeds from the disposal of other investments	9,303,886	-
Acquisition of shares in a subsidiary	(14,000,000)	-
Purchase of plant and equipment	(1,693,454)	-
Purchase of investment properties	(1,033,717)	-
Net cash used in investing activities	<u>(5,047,216)</u>	<u>-</u>
CASH FLOW FOR FINANCING ACTIVITIES		
Repayment of bank borrowings	(674,189)	-
Repayment of lease liabilities	(701,779)	-
Net cash used in financing activities	<u>(1,375,968)</u>	<u>-</u>
Net changes in cash and cash equivalents	(98,367)	-
Cash and cash equivalents at the beginning of the financial period	18,668,445	-
Cash and cash equivalents at the end of the financial period	<u>18,570,078</u>	<u>-</u>
Analysis of cash and cash equivalents		
Fixed deposits	208,060	-
Cash and bank balances	18,362,018	-
	<u>18,570,078</u>	<u>-</u>

Notes:

- (i) In view of the change of financial year end from 12 months ended 30 September 2023 to 18 months ended 31 March 2024, there is no comparative figure for the preceding period-to-date. The current reporting financial period is for a period of 6 months, made up from 1 April 2024 to 30 September 2024.
- (ii) The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial period ended 31 March 2024 and the accompanying explanatory notes attached to the quarterly report.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of Hong Seng Consolidated Berhad (“Hong Seng” or the “Company”) and its subsidiary companies (“Group”) for the financial period ended 31 March 2024.

The accounting policies adopted by the Group in the interim financial statements are consistent with those adopted in the audited financial statements for the financial period ended 31 March 2024 except for the adoption of the new and revised MFRSs which are mandatory for financial periods beginning on or after 1 April 2024.

A2. Qualification of financial statements

The auditors’ report of the preceding financial statements for the financial period ended 31 March 2024 was not subject to any audit qualifications.

A3. Seasonal or cyclical factors

The business of the Group was not materially affected by any significant seasonal or cyclical factors during the current quarter under review.

A4. Unusual items due to their nature, size or incidence

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

A5. Significant estimates and changes in estimates

There were no changes in the estimates of amounts reported in the prior financial period, which have a material effect in the current quarter under review.

A6. Debts and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review.

A7. Dividends paid

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

A8. Segmental information

The Group's segmental report is presented based on its operating segments as follows:-

For the financial period ended 30 September 2024	Financial		Seafood			Adjustments and		Total RM '000
	Healthcare RM '000	Services RM '000	Gloves RM '000	Business RM '000	Others RM '000	eliminations RM '000	Total RM '000	
Sales to external customers	1,924	1,850	1,198	13,024	-	-	-	17,996
Inter-segment sales	-	-	-	-	-	-	-	-
Total sales	1,924	1,850	1,198	13,024	-	-	-	17,996
(Loss)/Profit before taxation	(2,144)	1,293	(5,975)	16	5,752	(1,058)	-	(1,058)
Segment assets	39,144	37,614	81,941	1,607	381,439	541,745	(224,462)	317,283
Segment liabilities	3,054	34,801	61,344	1,715	117,930	218,844	(190,946)	27,898

For the financial period ended 30 September 2023**	Financial				Adjustments and		Total RM'000
	Healthcar RM'000	Services RM'000	Gloves RM'000	Other RM'000	eliminations RM'000	Total RM'000	
Sales to external customer	-	-	-	-	-	-	-
Inter-segment sales	-	-	-	-	-	-	-
Total sales	-	-	-	-	-	-	-
Profit before tax	-	-	-	-	-	-	-
Segment assets	-	-	-	-	-	-	-
Segment liabilities	-	-	-	-	-	-	-

** In view of the change of financial year end from 30 September 2023 to 31 March 2024, there is no comparative figure for the preceding period-to-date.

A9. Valuation of property, plant and equipment

The Group did not revalue any of its property, plant and equipment during the current quarter under review.

A10. Material events during the interim period

The material event during the current quarter ended 30 September 2024 is as follows:

- (i) On 17 July 2024, the Board of Directors ("Board") announced that HS Green Valley Sdn. Bhd., a wholly-owned subsidiary of the Company, entered into a shares sale agreement with Velocity Capital Partner Berhad (formerly known as CSH Alliance Berhad) ("Velocity"), to undertake the propose acquisition of 250,000 ordinary shares in Hong Seng Frontier Sdn. Bhd. ("HSF"), representing the entire issued share capital in HSF, from Velocity for a total cash purchase consideration of RM45.25million; and
- (ii) On 15 August 2024, TA Securities Holding Berhad on behalf of the Board announced that the Company proposed to undertake the proposed ratification of the acquisition of 100% equity interest in Paris Dynasty Land Sdn. Bhd. for a total cash purchase consideration of RM100 ("Proposed Ratification of Acquisition") and proposed diversification of the existing principal activities of Hong Seng and its group of companies to include the seafood trading business ("Proposed Diversification").

A11. Material events subsequent to the end of the interim period

The material events subsequent to the financial period ended 30 September 2024 are as follows:-

- (i) On 17 October 2024, TA Securities Holdings Berhad on behalf of the Board announced that the Company proposed to undertake a private placement of up to 10% of the existing total number of issued shares in Hong Seng (“Hong Seng Shares” or “Shares”) (excluding treasury shares, if any) to independent third-party investors to be identified later and at an issue price to be determined later.

A12. Changes in composition of the Group

- (i) On 29 July 2024, Neogenix Laboratoire Sdn Bhd, a wholly owned subsidiary of the HS Bio Sdn. Bhd., had entered into a share sale agreement with Atasprima Borneo Sdn. Bhd. to dispose 360,000 Ordinary Shares in Neogenix (Sabah) Sdn. Bhd., representing 60% equity interest in Neogenix (Sabah) Sdn. Bhd. Consequently, Neogenix (Sabah) Sdn. Bhd. no longer a subsidiary of the Neogenix Laboratoire Sdn Bhd. The disposal has been completed on 22 August 2024;
- (ii) On 10 September 2024, HS Bio Sdn. Bhd, a wholly-owned subsidiary of Hong Seng Consolidated Berhad, had entered into Share Sale Agreement with Esteem Legacy Sdn. Bhd. to dispose 250,000 Ordinary Shares of the Neogenix Laboratoire Sdn. Bhd., representing 100% equity interest in Neogenix Laboratoire Sdn. Bhd. Consequently, Neogenix Laboratoire Sdn. Bhd. no longer a subsidiary of the HS Bio Sdn Bhd. The disposal has been completed on 27 September 2024; and
- (iii) On 10 September 2024, Hong Seng Consolidated Berhad had entered into a share sale agreement with Falcon Odyssey Sdn Bhd to acquire 15,000,000 Ordinary Shares in HKL Dynamics Sdn. Bhd., representing 15% equity interest in HKL Dynamics Sdn. Bhd. Consequently, HKL Dynamics Sdn. Bhd. becomes a wholly owned subsidiary of the Hong Seng Consolidated Berhad. The acquisition has been completed on 10 September 2024.

A13. Capital commitments

There were no material capital commitments at the end of the current quarter under review.

A14. Contingent assets or liabilities

There were no material contingent assets or liabilities at the end of the current quarter under review.

PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of performance

1.1 Financial review for the current quarter and financial period-to-date

	Individual Period		Variances		Cumulative Period		Variances	
	Quarter ended	Quarter ended			Period ended	Period ended		
	30.9.2024 RM'000	30.9.2023 RM'000	Amount RM'000	%	30.9.2024 RM'000	30.9.2023 RM'000	Amount RM'000	%
Revenue	11,462	**	N/A	-	17,996	**	N/A	-
Loss before interest, tax and share of results of associates	(1,677)	-	N/A	-	(34)	-	N/A	-
Loss before interest and tax	(1,679)	-	N/A	-	(635)	-	N/A	-
Loss before tax	(1,878)	-	N/A	-	(1,058)	-	N/A	-
Loss after tax	(1,982)	-	N/A	-	(1,370)	-	N/A	-
(Loss)/Profit attributable to owners of the Company	(1,416)	-	N/A	-	192	-	N/A	-

** In view of the change of financial year end from 30 September 2023 to 31 March 2024, there are no comparative figures for the preceding period quarter and preceding period-to-date.

Revenue

Revenue for the current quarter under review mainly derived from seafood trading business segment. The Company has proposed to undertake a diversification of the existing principal activities of the Group to include the seafood trading business.

The seafood trading business has contributed revenue of RM9.1 million or 79.7% in the current quarter and RM13.0 million or 72.4% in the financial period-to-date.

Loss before interest and tax (“LBIT”)

The Group recorded a LBIT of RM1.7 million for the current quarter and a LBIT of RM0.6 million the financial period-to-date mainly due to reversal of impairment loss on trade debtors of RM6.3 million.

The Group recorded a gross loss of RM8.4 million mainly due to the gross loss experienced in the gloves segment. The main reason was the revenue generated from gloves segment was not sufficient to cover the fixed and other operating costs.

B1. Review of performance (Cont'd)

1.2. Financial review for the current quarter with the immediate preceding quarter

	Current quarter ended 30.9.2024 RM'000	Immediate preceding quarter ended 30.6.2024 RM'000	Variances	
			Amount RM'000	%
Revenue	11,462	6,534	4,928	75.4
(Loss)/Profit before interest, tax and share of results of associates	(1,677)	1,643	3,320	(202.1)
(Loss)/Profit before interest and tax	(1,679)	1,044	2,723	(260.8)
(Loss)/Profit before tax	(1,878)	820	2,698	(329.0)
(Loss)/Profit after tax	(1,982)	612	2,594	(423.9)
(Loss)/Profit attributable to owners of the Company	(1,416)	1,608	3,024	(188.1)

Revenue

The Group's revenue for the current quarter increased by RM4.9 million as compared to the immediate preceding quarter mainly due to the increase in revenue contributed from the seafood trading business as mentioned above.

LBIT/PBIT

The Group achieved a LBIT of RM1.7 million in the current quarter as compared to the PBIT of RM1.0 million recorded in the immediate preceding quarter. The LBIT in the current quarter was mainly due to gross loss in the gloves segment while a RM6.3 million reversal of impairment loss on trade debtors was not sufficient to offset this loss. In the immediate preceding quarter, the PBIT was driven by an RM8.4 million fair value gain from other investment.

B2. Group's prospects

With respect to the plan to capitalise on the existing gloves market by incorporating the production of natural rubber gloves, 2 production lines have already been modified, with plans to convert the remaining 6 lines, expected to be completed by the third quarter of 2025. The foray into natural rubber glove production aligns with the Group's strategy to address the current challenges in the nitrile glove market, such as amongst others, oversupply and intense competition. By diversifying the Group's product offerings and tapping into new target markets in Asia, the Middle East and South America with high demand for natural rubber gloves, the Group aims to align its production capabilities with market needs.

The healthcare segment continues to face significant challenges and the Group remains focused on effective cost management and operational restructuring. The financial services segment, which involves moneylending to both corporate and individual borrowers, continues to operate with consistency and stability. The seafood trading business is experiencing steady growth which it has secured 2 new contracts for the supply of seafood products during the quarter and is expected to generate additional earnings.

B3. Statement of the board of directors' opinion on profit estimate, forecast, projection or internal targets

The Group has not provided any profit estimate, forecast, and projection in any public documents.

B4. Variance on profit forecast

The Group has not issued any profit forecast in any public documents.

B5. Tax expense

	Individual Period		Cumulative Period	
	Quarter ended	Quarter ended	Period-to-date	Period-to-date
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
Current tax expense:		**		**
- For the current financial period	(105)	-	(313)	-

** In view of the change of financial year end from 30 September 2023 to 31 March 2024, there are no comparative figures for the preceding period quarter and preceding period-to-date.

B6. Status of corporate proposal

Other than the Proposed Ratification of Acquisition, the Proposed Diversification, proposed new shareholders' mandate for recurrent related party transactions and proposed change of Company name, there were no other corporate proposals announced but not completed as at 22 August 2024, being the last practicable date from the date of issue of this report.

B7. Group's borrowings and debts securities

The details of the Group's borrowings and debts securities outstanding are as follows:-

	As at 30.9.2024			As at 31.3.2024		
	Long Term RM'000	Short Term RM'000	Total RM'000	Long Term RM'000	Short Term RM'000	Total RM'000
	Secured					
Lease liabilities	10,076	1,038	11,114	10,787	1,025	11,812
Bank borrowings	9,621	1,404	11,025	10,337	1,363	11,700
Total borrowings	19,697	2,442	22,139	21,124	2,388	23,512

All borrowings are denominated in Ringgit Malaysia and the Group does not have any foreign currency borrowings.

The borrowings bear interest from 4.97% to 5.22% (31.3.2024: 4.97% to 5.22%) per annum.

B8. Material litigation

The Group is not engaged in any material litigation either, as plaintiff or defendant, and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

B9. Dividends

No dividend has been declared/paid during the quarter under review.

B10. Earnings per share

10.1 Basic earnings per share

The basis earnings per share is calculated by dividing the profit after taxation attributable to the ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the financial period.

		Individual Period		Cumulative Period	
		Quarter ended 30.9.2024	Quarter ended 30.9.2023	Period-to-date 30.9.2024	Period-to-date 30.9.2023
			**		**
(Loss)/Profit attributable to owners of the Company	(RM'000)	(1,415)	-	192	-
Weighted average number of ordinary shares in issue	(Unit'000)	5,108,417	-	5,108,417	-
Basic (loss)/earnings per share	(sen)	(0.03)	-	0.00	-

10.2 Diluted earnings per share

The diluted earnings per share is calculated by dividing the profit after taxation attributable to the ordinary equity holders of the parent by the weighted average number of ordinary shares that would have been issued upon the full conversion of the remaining ICPS and full exercise of the remaining Warrant A and Warrant B.

		Individual Period		Cumulative Period	
		Quarter ended 30.9.2024	Quarter ended 30.9.2023	Period-to-date 30.9.2024	Period-to-date 30.9.2023
			**		**
(Loss)/Profit attributable to owners of the Company	(RM'000)	(1,415)	-	192	-
Weighted average number of ordinary shares in issue	(Unit'000)	5,108,417	-	5,108,417	-
Effects of dilution * :					
Effect of outstanding ICPS		-	-	-	-
Effect of outstanding warrants		-	-	-	-
Adjusted weighted average number of ordinary shares in issue	(Unit'000)	5,108,417	-	5,108,417	-
Diluted (loss)/earnings per share	(sen)	(0.03)	-	0.00	-

Notes:-

* The effects of potential ordinary shares arising from the conversion of ICPS and exercise of warrants are anti-dilutive and accordingly, they have been ignored in the calculation of dilutive earnings per share. As a result, the dilutive earnings per share is the same as basic earnings per share.

** In view of the change of financial year end from 30 September 2023 to 31 March 2024, there are no comparative figures for the preceding period quarter and preceding period-to-date.

B11. Qualification of financial statements

The Company's preceding annual financial statements were not subject to any audit qualifications.

B12. Notes to statements of profit or loss and other comprehensive income

	Individual Period		Cumulative Period	
	Quarter ended	Quarter ended	Period-to-date	Period-to-date
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM	RM	RM	RM
		**		**
Depreciation on property, plant and equipment	3,028,214	-	6,070,841	-
Depreciation on investment properties	250,224	-	500,449	-
Impairment loss on receivables	-	-	72,030	-
Interest expenses	298,420	-	605,652	-
Loss on disposal of other investments	-	-	198,613	-
Fair value loss/(gain) on other investments	456,536	-	(7,937,313)	-
Gain on disposal of plant and equipment	(43,187)	-	(43,049)	-
Gain on termination of lease	(140)	-	(140)	-
Interest income	(99,545)	-	(182,818)	-

** In view of the change of financial year end from 30 September 2023 to 31 March 2024, there are no comparative figures for the preceding period quarter and preceding period-to-date.

B13. Gains or losses arising from fair value changes of financial liabilities

No gains or losses were recognised for changes in fair values of financial liabilities during the quarter under review.