

**ANCOM LOGISTICS BERHAD** (Registration No: 196601000150 (6614-W))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE FINANCIAL QUARTER ENDED 30 NOVEMBER 2024**

	Individual quarter ended		Year-to-date ended	
	30.11.2024	30.11.2023	30.11.2024	30.11.2023
	RM'000	RM'000	RM'000	RM'000
Revenue	8,118	8,001	16,666	15,845
Cost of sales	<u>(5,406)</u>	<u>(6,390)</u>	<u>(11,288)</u>	<u>(12,570)</u>
Gross profit	2,712	1,611	5,378	3,275
Other income	272	352	528	601
Administrative expenses	(1,942)	(1,762)	(3,720)	(3,273)
Other operating expenses	(32)	(3)	(163)	(3)
Finance costs	<u>(587)</u>	<u>(71)</u>	<u>(665)</u>	<u>(149)</u>
Profit before taxation	423	127	1,358	451
Tax expense	<u>(396)</u>	<u>(205)</u>	<u>(717)</u>	<u>(436)</u>
Net profit for the financial period	<u>27</u>	<u>(78)</u>	<u>641</u>	<u>15</u>
<b>(Loss)/Profit attributable to:</b>				
Owners of the parent	(356)	(275)	(385)	(470)
Non-controlling interests	383	197	1,026	485
	<u>27</u>	<u>(78)</u>	<u>641</u>	<u>15</u>
<b>Loss per ordinary share attributable to owners of the parent</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
- Basic and diluted	<b>(0.08)</b>	(0.06)	<b>(0.08)</b>	(0.10)

The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.

**ANCOM LOGISTICS BERHAD** (Registration No: 196601000150 (6614-W))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL QUARTER ENDED 30 NOVEMBER 2024**

	Individual quarter ended		Year-to-date ended	
	30.11.2024	30.11.2023	30.11.2024	30.11.2023
	RM'000	RM'000	RM'000	RM'000
Net profit for the financial period	27	(78)	641	15
<b>Other comprehensive income</b>				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation	-	-	-	-
Other comprehensive income, net of tax	-	-	-	-
<b>Total comprehensive income</b>	<b>27</b>	<b>(78)</b>	<b>641</b>	<b>15</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owners of the parent	(356)	(275)	(385)	(470)
Non-controlling interests	383	197	1,026	485
	<b>27</b>	<b>(78)</b>	<b>641</b>	<b>15</b>

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.

**ANCOM LOGISTICS BERHAD** (Registration No: 196601000150 (6614-W))

(Incorporated in Malaysia)

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

	Unaudited 30.11.2024 RM'000	Audited 31.05.2024 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	37,148	31,230
Rights-of-use assets	38,532	4,427
Non-current receivables	3,449	3,449
	<b>79,129</b>	39,106
<b>Current assets</b>		
Trade and other receivables	9,442	8,964
Current tax assets	1	405
Other investments	700	688
Short term deposits with a licensed bank	164	136
Cash and bank balances	4,406	4,472
	<b>14,713</b>	14,665
<b>TOTAL ASSETS</b>	<b>93,842</b>	<b>53,771</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parents</b>		
Share capital	23,664	23,664
Reserves	8,526	8,526
Accumulated losses	(14,948)	(14,563)
	<b>17,242</b>	17,627
Non-controlling interests	8,851	7,825
<b>TOTAL EQUITY</b>	<b>26,093</b>	25,452
<b>Current liabilities</b>		
Trade and other payables	12,717	10,503
Lease liabilities	1,677	1,715
Current tax liabilities	516	116
	<b>14,910</b>	12,334
<b>Non-current liabilities</b>		
Deferred tax liabilities	1,762	2,259
Lease liabilities	35,765	1,771
Borrowings	15,312	11,955
	<b>52,839</b>	15,985
<b>TOTAL LIABILITIES</b>	<b>67,749</b>	28,319
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>93,842</b>	53,771
<b>Net assets per ordinary share attributable to owners of the parent (RM)</b>	<b>0.04</b>	0.04

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.

**ANCOM LOGISTICS BERHAD** (Registration No: 196601000150 (6614-W))

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL QUARTER ENDED 30 NOVEMBER 2024**

	<b>Attributable to owners of the Company</b>			<b>Total</b> RM'000	<b>Non- controlling interests</b> RM'000	<b>Total equity</b> RM'000
	----- <b>Non-Distributable</b> -----	<b>Distributable</b>				
	<b>Share capital</b> RM'000	<b>Merger reserve</b> RM'000	<b>Accumulated losses</b> RM'000			
<b>Balance as at 1 June 2023</b>	23,664	8,526	(10,822)	<b>21,368</b>	7,418	<b>28,786</b>
Total comprehensive (loss)/income	-	-	(3,741)	<b>(3,741)</b>	799	<b>(2,942)</b>
<b>Transaction with owners</b>						
Dividend paid to non-controlling interests	-	-	-	-	(392)	<b>(392)</b>
Total transaction with owners	-	-	-	-	(392)	<b>(392)</b>
<b>Balance as at 31 May 2024/1 June 2024</b>	<b>23,664</b>	<b>8,526</b>	<b>(14,563)</b>	<b>17,627</b>	<b>7,825</b>	<b>25,452</b>
Total comprehensive (loss)/income	-	-	(385)	<b>(385)</b>	1,026	<b>641</b>
<b>Balance as at 30 November 2024</b>	<b>23,664</b>	<b>8,526</b>	<b>(14,948)</b>	<b>17,242</b>	<b>8,851</b>	<b>26,093</b>

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.

**ANCOM LOGISTICS BERHAD** (Registration No: 196601000150 (6614-W))  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL QUARTER ENDED 30 NOVEMBER 2024**

	Year-to-date ended	
	30.11.2024 RM'000	30.11.2023 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,358	451
Adjustments for non-cash items:		
Depreciation and amortisation	1,535	2,814
Interest expense	665	149
Interest income	(2)	(2)
Others	(50)	(150)
<b>Operating profit before working capital changes</b>	<b>3,506</b>	<b>3,262</b>
Net changes in working capital	1,736	(1,244)
Income tax paid	(410)	(914)
<b>Net cash from operating activities</b>	<b>4,832</b>	<b>1,104</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(6,995)	(10,081)
Proceed from disposal of property, plant and equipment	46	245
Purchase of rights-of-use assets	-	(24)
Placement of short term deposits:		
- pledged with a licensed bank	-	(3)
- with maturity period more than three (3) months	(28)	(24)
Interest received	2	2
<b>Net cash used in investing activities</b>	<b>(6,975)</b>	<b>(9,885)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(70)	(56)
Dividend paid to non-controlling interests	-	(392)
Payment for lease liabilities	(1,210)	(909)
Net drawdown of borrowings	3,357	7,688
<b>Net cash from financing activities</b>	<b>2,077</b>	<b>6,331</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(66)</b>	<b>(2,450)</b>
<b>Cash and cash equivalents at the beginning of the financial period</b>	<b>4,472</b>	<b>5,822</b>
Effect of exchange rate changes	-	-
<b>Cash and cash equivalents at the end of the financial period</b>	<b>4,406</b>	<b>3,372</b>
<b>Cash and cash equivalents</b>		
Cash and bank balances	4,406	3,372
Bank overdrafts	-	-
Short term deposits with a licensed bank	164	160
	<b>4,570</b>	<b>3,532</b>
Short term deposits pledged with a licensed bank	(136)	(136)
Short term deposits with maturity more than three (3) months	(28)	(24)
	<b>4,406</b>	<b>3,372</b>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Company's Audited Financial Statements for the financial year ended 31 May 2024 and the accompanying notes to this Interim Financial Report.

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE FINANCIAL QUARTER ENDED 30 NOVEMBER 2024**

**A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 NOVEMBER 2024**

**A1 Basis of preparation**

This Interim Financial Report of Ancom Logistics Berhad ("ALB") and its subsidiaries ("Group") is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting and Rule 9.22(2) of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("ACE Market Listing Requirements").

This Interim Financial Report should be read in conjunction with the Audited Financial Statements of ALB for the financial year ended 31 May 2024. These explanatory notes attached to this Interim Financial Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2024.

For the financial periods up and including the financial year ended 31 May 2024, the Group prepared its financial report in accordance with Malaysian Financial Reporting Standard ("MFRSs") and International Financial Reporting Standards ("IFRSs"). The accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in the most recent Audited Financial Statements for the financial year ended 31 May 2024.

**A2 Significant accounting policies**

The accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in the most recent Audited Financial Statements for the financial year ended 31 May 2024 except for the adoption of the following Amendments to MFRSs and IC Interpretation (collectively referred to as "pronouncements") which are applicable to the Group for the financial year beginning 1 June 2024:

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

The adoption of the above pronouncements did not have any material impact on the Financial Statements of the Group.

**A3 Auditors' report on preceding Audited Financial Statements**

The auditors did not qualify the Group's Audited Financial Statements for the financial year ended 31 May 2024.

**A4 Seasonality or cyclicity**

The operations of the Group were not significantly affected by any seasonal and cyclical factors.

**A5 Items of unusual nature and amount**

During the financial quarter ended 30 November 2024, there were no items affecting the assets, liabilities, equity, net income, or cash flows of the Group that are material and unusual by reason of their nature, size or incidence.

**A6 Changes in estimates**

There were no material changes in estimates amounts reported in prior period that have a material effect on the financial quarter ended 30 November 2024.

**A7 Debt and equity securities**

There was no issuance, cancellation, repurchase or repayment of debt and equity securities during the financial quarter ended 30 November 2024.

**A8 Dividends**

There was no dividend declared and/or paid during the financial quarter ended 30 November 2024.

**A9 Segmental information**

For management purposes, the Group is organised into business units based on their products, and there are two (2) operating segments as follows:

- (a) The logistics segment is in the business of providing services such as rental and transportation services. It also includes freight forwarding, packing and crafting services.
- (b) The other segment is involved in investment holding activities.

	<b>Logistics</b>	<b>Others</b>	<b>Elimination</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>30 November 2024</b>				
<b>Revenue</b>				
External revenue	16,666	-	-	<b>16,666</b>
Inter-segment revenue	-	-	-	-
Total revenue	<u>16,666</u>	<u>-</u>		<u><b>16,666</b></u>
Segment results	3,540	(1,517)	-	<b>2,023</b>
Finance costs				<u>(665)</u>
Profit before taxation				<b>1,358</b>
Tax expense				<u>(717)</u>
<b>Net profit for the financial period</b>				<u><b>641</b></u>
<b>30 November 2023</b>				
<b>Revenue</b>				
External revenue	15,845	-	-	<b>15,845</b>
Inter-segment revenue	-	-	-	-
Total revenue	<u>15,845</u>	<u>-</u>		<u><b>15,845</b></u>
Segment results	1,883	(1,283)	-	<b>600</b>
Finance costs				<u>(149)</u>
Profit before taxation				<b>451</b>
Tax expense				<u>(436)</u>
<b>Net profit for the financial period</b>				<u><b>15</b></u>

**A10 Valuation of property, plant and equipment**

The Group did not carry out any valuation on its property, plant and equipment during the financial quarter ended 30 November 2024.

**A11 Capital commitments**

The capital commitments as at the end of the reporting date are as follows:

	<b>RM'000</b>
Property, plant and equipment	
- Approved and contracted for	3,348
- Approved but not contracted for	-
	<hr/>
	3,348
	<hr/>

**A12 Changes in composition of the Group**

There were no material changes in the composition of the Group for the financial quarter ended 30 November 2024.

**A13 Changes in contingent liabilities**

There were no material changes to the contingent liabilities disclosed since the last Audited Financial Statements for the financial year ended 31 May 2024.

**A14 Subsequent events**

There were no events subsequent to the end of the financial quarter ended 30 November 2024 up to the date of this Interim Financial Report which may substantially affect the results or operations of the Group.



## **B. ADDITIONAL INFORMATION REQUIRED UNDER THE ACE MARKET LISTING REQUIREMENTS**

### **B1 Review of Group's performance**

#### **Overall review for the financial quarter ended 30 November 2024**

For the six months ended 30 November 2024, the Group posted higher revenue of RM16.7 million compared to RM15.8 million for the corresponding period last year. Consequently, the Group reported higher profit before taxation ("PBT") of RM1.4 million compared with RM0.5 million for the corresponding period last year.

For the financial quarter ended 30 November 2024, the Group posted higher revenue of RM8.1 million compared to RM8.0 million for the corresponding period last year. Consequently, the Group reported higher PBT of RM0.4 million for the current financial period compared to RM0.1 million for the corresponding period last year.

#### **Review of business segments for the financial quarter ended 30 November 2024**

For the six months ended 30 November 2024, the Logistics segment posted higher revenue of RM16.7 million compared to RM15.8 million for the corresponding period last year due to higher sales in tank farm business. Consequently, this segment reported a higher segmental profit of RM3.5 million compared to RM1.9 million in the corresponding period last year.

The results of others segment are mainly attributed to corporate expenses incurred by the investment holding company. This segment reported higher segmental loss of RM1.5 million compared to RM1.3 million in the corresponding period last year due to higher corporate expenses.

### **B2 Material change in the results for the current financial quarter as compared with immediate preceding financial quarter**

Revenue for the current financial quarter decreased to RM8.1 million from RM8.5 million in the immediate preceding quarter. The Group reported lower PBT of RM0.4 million for the current financial quarter compared with RM0.9 million in the immediate preceding financial quarter.

### **B3 Current year prospects**

The global economy showed signs of recovery with the International Monetary Fund ("IMF") projecting growth rates of 3.2% in 2024 and 3.3% in 2025. While there are signs of easing on global headline inflations, but global economic headwinds are expected to persist, influenced by US economic performance and interest rates, as well as regional issues, particularly the pace of growth in China. The ongoing trade wars between major economies could continue to restrict growth in smaller economies like Malaysia. On domestic front, the subsidy rationalization by the government which is aimed at reshaping the Malaysian economy may result in short-term difficulties, such as faster-than-wage growth in product prices, and this could potentially dampening consumer confidence.

The management shall remain vigilant given the difficult operating environment. The Board will continue to exercise caution in managing the business under these conditions. Nevertheless, management believe that with the addition new tank facilities, we should be able to offer competitive pricing to our customers while increasing our business volume.

**B4 Forecast profit, profit guarantee and internal targets**

The Group did not provide any profit forecast, profit guarantee and internal targets in any publicly available documents or announcements.

**B5 Profit before taxation**

	<b>Individual quarter ended 30.11.2024 RM'000</b>	<b>Year-to-date ended 30.11.2024 RM'000</b>
The profit before taxation is stated after charging/(crediting):		
Interest income	(1)	(2)
Loss on foreign exchange	40	163
Fair value gain on other investment	(6)	(12)
Finance costs	587	665
Gain on disposal of property plant and equipment	-	(38)
Depreciation and amortisation	<u>771</u>	<u>1,535</u>

**B6 Tax expense**

	<b>Individual quarter ended</b>		<b>Year-to-date ended</b>	
	<b>30.11.2024</b>	<b>30.11.2023</b>	<b>30.11.2024</b>	<b>30.11.2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current tax expense based on profit for the financial period:				
Malaysian income tax	<b>818</b>	353	<b>1,214</b>	732
Deferred taxation:				
Transfer to deferred taxation	<b>(422)</b>	(148)	<b>(497)</b>	(296)
	<u><b>396</b></u>	<u>205</u>	<u><b>717</b></u>	<u>436</u>

The effective tax rate of the Group is higher than the statutory rate in the current financial quarter is mainly due to certain expenses being disallowed for taxation purposes.

**B7 Status of corporate proposals**

There were no corporate proposals announced but not completed at the date of issuance of this Interim Financial Report.

**B8 Utilisation of proceeds**

The Company does not have any unutilised proceeds raised from any corporate exercise.

**B9 Borrowings**

The borrowings of the Group denominated in their functional currencies are as follows:

	<b>30.11.2024</b>	31.05.2024
	<b>RM'000</b>	RM'000
<b>LONG TERM BORROWINGS</b>		
Secured:		
Ringgit Malaysia	<b>15,312</b>	11,955
	<b>15,312</b>	11,955

**B10 Material litigation**

The Group does not have any material litigation as at the date of this Interim Financial Report.

**B11 Dividend**

There was no dividend declared and/or paid during the financial quarter and period ended 30 November 2024.

**B12 Loss per ordinary share**

Basic loss per ordinary share

	<b>Individual quarter ended</b>		<b>Year-to-date ended</b>	
	<b>30.11.2024</b>	30.11.2023	<b>30.11.2024</b>	30.11.2023
Weighted average number of ordinary shares ('000)	<b>473,286</b>	473,286	<b>473,286</b>	473,286
Loss attributable to owners of the parents (RM'000)	<b>(356)</b>	(275)	<b>(385)</b>	(470)
<b>Basic loss per ordinary share (sen)</b>	<b>(0.08)</b>	(0.06)	<b>(0.08)</b>	(0.10)

Diluted loss per ordinary share

Diluted loss per ordinary share is the same as basic loss per ordinary share as there is no dilutive potential ordinary share.

The Company does not have convertible securities at the end of the reporting periods.