

CUSCAPI BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR PROFIT AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER ENDED 30/09/2024 RM	PRECEDING YEAR QUARTER ENDED 30/09/2023 RM	CURRENT YEAR TO DATE 30/09/2024 RM	PRECEDING YEAR TO DATE 30/09/2023 RM
REVENUE	A8	9,992,120	-	34,579,468	-
COST OF GOOD SOLD		(1,657,400)	-	(12,553,587)	-
AMORTISATION OF INTANGIBLE ASSET		(1,020,833)	-	(3,062,500)	-
GROSS PROFIT		7,313,887	-	18,963,381	-
OTHER OPERATING INCOME		63,584	-	600,398	-
OPERATING EXPENSES		(1,907,187)	-	(4,680,149)	-
PROFIT FROM OPERATIONS		5,470,284	-	14,883,630	-
FINANCE COSTS		(52,347)	-	(109,175)	-
SHARE OF RESULT OF ASSOCIATE		(511,385)	-	(949,993)	-
PROFIT BEFORE TAXATION		4,906,552	-	13,824,462	-
TAXATION	B4	(29,729)	-	(840,249)	-
PROFIT FOR THE PERIOD		4,876,823	-	12,984,213	-
OTHER COMPREHENSIVE INCOME					
- FAIR VALUE GAIN ON OTHER INVESTMENT		5,728	-	35,263	-
- FOREIGN CURRENCY TRANSLATION		268,993	-	85,912	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		5,151,544	-	13,105,388	-
PROFIT ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		4,880,483	-	12,996,571	-
NON-CONTROLLING INTEREST		(3,660)	-	(12,358)	-
		4,876,823	-	12,984,213	-
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:					
OWNERS OF THE PARENT		5,155,204	-	13,117,746	-
NON-CONTROLLING INTEREST		(3,660)	-	(12,358)	-
		5,151,544	-	13,105,388	-
Profit per share (sen)					
- Basic	B10	0.52	-	1.38	-

Notes:

1) The financial year end of the Group has been changed from 30 June to 31 December. As such, there will be no comparative financial information available for the financial period ended 30 September 2024.

2) The unaudited 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 December 2023 and the accompanying notes attached to the interim financial reports.

CUSCAPI BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024

	(UNAUDITED) AS AT 30/09/2024 RM	(AUDITED) AS AT 31/12/2023 RM
NON-CURRENT ASSETS		
Property, plant and equipment	374,322	658,650
Right of use assets	2,238,934	477,462
Investment property	10,500,000	10,500,000
Intangible assets	7,453,668	10,516,168
Investment in associate	8,050,007	-
Other investments	13,362,873	13,361,935
Trade receivable	778,458	1,130,332
	<u>42,758,262</u>	<u>36,644,547</u>
CURRENT ASSETS		
Inventories	970,237	956,155
Trade & other receivables, prepayment	27,345,661	20,296,446
Tax recoverable	258,160	179,539
Digital assets	5,719,430	5,719,430
Cash and cash equivalents	3,570,291	583,620
	<u>37,863,779</u>	<u>27,735,190</u>
TOTAL ASSETS	<u>80,622,041</u>	<u>64,379,737</u>
EQUITY		
Share capital	203,374,573	203,374,573
Reserves	(136,771,951)	(149,889,697)
Equity attributable to owners of the parent	66,602,622	53,484,876
Non-controlling interest	(78,790)	(66,432)
TOTAL EQUITY	<u>66,523,832</u>	<u>53,418,444</u>
NON-CURRENT LIABILITIES		
Lease liabilities	1,489,553	44,129
Provision and retirement benefits obligations	115,353	155,658
	<u>1,604,906</u>	<u>199,787</u>
CURRENT LIABILITIES		
Lease liabilities	770,919	556,737
Trade & other payables	10,820,933	10,123,479
Current tax liabilities	901,451	81,290
	<u>12,493,303</u>	<u>10,761,506</u>
TOTAL LIABILITIES	14,098,209	10,961,293
TOTAL EQUITY AND LIABILITIES	<u>80,622,041</u>	<u>64,379,737</u>
Net assets per share attributable to owners of the parent (RM)	0.070	0.057

The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial period ended 31 December 2023 and the accompanying notes attached to the interim financial reports.

CUSCAPI BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

(The figures have not been audited)

	-----<----- Attributable to Owners of the Parent ----->-----				Total RM	Non-controlling Interest RM	Total Equity RM
	Share Capital RM	Other Reserve RM	Translation Reserve RM	Accumulated Loss RM			
As at 1 January 2024	203,374,573	(2,835,427)	12,947,103	(160,001,373)	53,484,876	(66,432)	53,418,444
Net profit for the period	-	-	-	12,996,571	12,996,571	(12,358)	12,984,213
Other comprehensive income							
- Foreign currency translation	-	-	85,912	-	85,912	-	85,912
- Fair value gain on other investments	-	35,263	-	-	35,263	-	35,263
	-	35,263	85,912	12,996,571	13,117,746	(12,358)	13,105,388
As at 30 September 2024	203,374,573	(2,800,164)	13,033,015	(147,004,802)	66,602,622	(78,790)	66,523,832
	Share Capital RM	Other Reserve RM	Translation Reserve RM	Accumulated Loss RM	Total RM	Non-controlling Interest RM	Total Equity RM
As at 1 January 2023	-	-	-	-	-	-	-
Net profit for the period	-	-	-	-	-	-	-
Other comprehensive income							
- Foreign currency translation	-	-	-	-	-	-	-
- Fair value loss on other investments	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
As at 30 September 2023	-	-	-	-	-	-	-

Notes:

1) The financial year end of the Group has been changed from 30 June to 31 December. As such, there will be no comparative financial information available for the financial period ended 30 September 2024.

2) The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial period ended 31 December 2023 and the accompanying notes attached to the interim financial reports.

CUSCAPI BERHAD

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024
(The figures have not been audited)

	30/09/2024 RM	30/09/2023 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	13,824,462	-
Adjustments for :-		
Non-cash items	4,094,249	-
Non-operating items	102,362	-
Operating profit before changes in working capital	<u>18,021,073</u>	-
Net changes in current assets	(6,702,381)	-
Net changes in current liabilities	2,189,861	-
Cash flows generated from operation	<u>13,508,553</u>	-
Taxation	(121,786)	-
Net cash generated from operating activities	<u>13,386,767</u>	-
CASH FLOWS USED IN INVESTING ACTIVITIES		
Interest received	6,813	-
Net changes of other investment	(8,050,007)	-
Net changes of right of use assets	(2,258,110)	-
Net changes of property, plant and equipment	11,018	-
Net cash used in investing activities	<u>(10,290,286)</u>	-
CASH FLOWS USED IN FINANCING ACTIVITIES		
Payment to lease liabilities	(109,810)	-
Net cash used in financing activities	<u>(109,810)</u>	-
NET CHANGES IN CASH AND CASH EQUIVALENTS	2,986,671	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	<u>583,620</u>	-
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	<u>3,570,291</u>	-

Notes:

1) The financial year end of the Group has been changed from 30 June to 31 December. As such, there will be no comparative financial information available for the financial period ended 30 September 2024.

2) The unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the financial period ended 31 December 2023 and the accompanying notes attached to the interim financial reports.

CUSCAPI BERHAD
(Company No: 197801006160 (43190-H))

A. NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2024

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements outlined in the Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities")

The interim financial statements should be read in conjunction with the Group's audited financial statements for the financial period ended 31 December 2023. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial period ended 31 December 2023.

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the financial period ended 31 December 2023, except for the adoption of a number of new amendments that are mandatory for the financial period beginning on or after 1 January 2024.

The adoption of the new standards and amendments are not expected to have significant impact on the financial statements of the Group and the Company.

A2. Audit Report of the Preceding Annual Financial Statements

The Auditors' Report for the annual financial statements of the Group and Company in respect of the financial period ended 31 December 2023 was not subject to any qualification.

A3. Seasonal or Cyclical Factors

During the current financial quarter under review, the business operations of the Group are not affected by any significant seasonal or cyclical factors.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items during the current financial quarter under review.

A5. Changes in Estimates

There were no material changes in the estimates of amounts that have a material effect on the current financial quarter results under review.

A6. Debt and Equity Securities

There was no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial quarter under review.

A7. Dividends Paid

No dividend was paid during the current financial quarter under review.

A8. Segmental Reporting

The Group is primarily engaged in business segment of information technology ("IT") services. The segmental geographical revenue by region and results for the nine (9) months financial period ended 30 September 2024 are as follows: -

30 SEPTEMBER 2024	Malaysia RM' 000	Other than Malaysia RM' 000	Elimination RM' 000	Consolidation RM' 000
External Sales	34,576	1,489	(1,486)	34,579
Segment Results	18,796	(1,025)	-	17,771
Finance Cost	(34)	(75)	-	(109)
Depreciation and Amortisation	(3,727)	(111)	-	(3,838)
Consolidated Profit Before Tax				13,824
ASSETS				
<i>Segment Assets</i>	77,983	2,639	-	80,622
LIABILITIES				
<i>Segment Liabilities</i>	11,855	2,243	-	14,098
OTHER INFORMATION				
<i>Capital Expenditure on:-</i>				
<i>Property, plant and Equipment</i>	-	-	-	-
<i>Depreciation and Amortisation</i>	3,727	111	-	3,838

30 SEPTEMBER 2023	Malaysia RM' 000	Other than Malaysia RM' 000	Elimination RM' 000	Consolidation RM' 000
External Sales	-	-	-	-
Segment Results	-	-	-	-
Finance Cost	-	-	-	-
Depreciation and Amortisation	-	-	-	-
Consolidated Profit Before Tax				-
ASSETS				
<i>Segment Assets</i>	-	-	-	-
LIABILITIES				
<i>Segment Liabilities</i>	-	-	-	-
OTHER INFORMATION				
<i>Capital Expenditure on:-</i>				
<i>Property, plant and Equipment</i>	-	-	-	-
<i>Depreciation and Amortisation</i>	-	-	-	-

A9. Revaluation of Property, Plant and Equipment

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

A10. Material Events Subsequent to the Current Financial Quarter

There were no material events subsequent to the current financial quarter.

A11. Changes in the Composition of the Group

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

A12. Changes in Contingent Liabilities and Assets

There were no contingent liabilities and contingent assets since the last annual reporting date as at 31 December 2023.

A13. Capital Commitments

There were no capital commitments during the current financial quarter under review.

A14. Significant Related Party Transactions

There were no significant related party transactions entered into during the current financial quarter under review.

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CUSCAPI BERHAD
(Company No: 197801006160 (43190-H))

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 Review of Performance

B.1.1 Current Year-to-Date and Current Year Quarter

	Current Year to Date 30 September 2024	Preceding Year to Date 30 September 2023	Current Year Third (3 rd) Quarter 30 September 2024	Current Year Third (3 rd) Quarter 30 September 2023
	RM	RM	RM	RM
Revenue	34,579,468	-	9,992,120	-
Profit before tax	13,824,462	-	4,906,552	-

The Group posted a revenue of RM34.58 million and a profit before taxation of RM13.82 million in current year-to-date. For the current year quarter, the revenue is recorded at RM9.99 million with a profit before taxation of RM4.91 million.

The revenue contribution for the current year to date and the current financial quarter mainly arose from the software sales.

The operating expenses of the Group for the current year-to-date and current financial quarter mainly consist of staff related expenses, depreciation and amortisation expenses, finance cost and other operating expenses.

No comparative financial information will be available for the previous year due to the Group changing its financial year-end from 30 June to 31 December.

B.1.2 Current Year Quarter Versus Immediate Preceding Quarter

	Current Year Third (3 rd) Quarter 30 September 2024	Immediate Preceding Second (2 nd) Quarter 30 June 2024	Variance	
	RM	RM	RM	%
Revenue	9,992,120	17,214,669	(7,222,549)	-42%
Profit before tax	4,906,552	4,828,014	78,538	2%

For the current year quarter ended 30 September 2024 under review, the Group's revenue decreased by 42% compared to the immediate preceding quarter ended 30 June 2024, mainly due to lower revenue from software and related sales.

For the current year quarter ended 30 September 2024 under review, the Group recorded a profit before taxation of RM4.91 million as compared to the immediate preceding quarter ended 30 June 2024 of profit before taxation of RM4.83 million, mainly attributable to:

Description	RM	<i>Note</i>
Increase in gross profit	749,481	1
Decrease in other operating income	(61,297)	2
Increase in operating expenses	(609,646)	3
Net increase in profit before tax	78,538	

Notes:

1. Increase in gross profit in the current financial quarter ended 30 September 2024 is mainly due to higher gross margin from software sales.
2. Decrease in other operating income is mainly due to grant subsidies from government received in the immediate preceding quarter ended 30 June 2024.
3. Increase in operating expenses is mainly due to increase in share of loss in associate, professional fee and unrealised forex exchange in the current financial quarter ended 30 September 2024.

B2. Prospects

For the financial year ending 31 December 2024 ("FYE2024"), Cuscapi anticipates sustained organic growth through the introduction of innovative products and services, leveraging emerging technologies such as Artificial Intelligence (AI) and the Internet of Things (IoT) both in Malaysia and globally.

Following the adoption of our e-Invoicing and Kitchen Display System (KDS) platforms this year, we are actively commercializing additional solutions to complement existing offerings like QR Ordering. These innovations address global challenges such as labor shortages and rising labor costs by automating services and enhancing workforce efficiency, ultimately reducing costs for our primary customers in the F&B industry. Furthermore, these new solutions are seamlessly integrated with our existing POS and EDMS systems—Transight, C360 Engage, and GENPACX—facilitating smooth adoption for current customers.

The Board remains optimistic about Cuscapi's long-term prospects, driven by our commitment to introducing transformative products and expanding our footprint in Malaysia and international markets.

B3. Profit Forecast

No financial forecast was announced or made hence, there was no comparison between actual results and the forecast.

B4. Taxation

	Individual Quarter Ended		Cumulative Period Ended	
	30/9/2024	30/9/2023	30/9/2024	30/9/2023
	RM	RM	RM	RM
Current income tax provision	(29,729)	-	(840,249)	-
	(29,729)	-	(840,249)	-

B5. Corporate Proposals

No corporate proposals were announced during the financial quarter ended 30 September 2024.

B6. Group Borrowings and Debt Securities

There were no borrowings and issues of debt securities as at the current financial quarter end.

B7. Off Balance Sheet Financial Instruments

The Company does not have any financial instruments with off balance sheet risk during the current financial quarter end.

B8. Material Litigation

- COURT OF APPEAL PUTRAJAYA: W-02(IM)(NCvC)-713-04/2024
(High Court of Malaya at Kuala Lumpur Suit No. WA-22NCvC-542-09/2023)

- APPELLANT: Her Chor Siong
RESPONDENTS: the Company ("the 1st Respondent") & Former Principal Officer ("the 2nd Respondent") (collectively referred as "the Respondents")

Reference is made to the announcements dated 3 October 2023, 21 December 2023, 1 April 2024, 4 April 2024 and 25 April 2024.

On 5 August 2024, following the Notice of Appeal dated 24 April 2024, filed by the Plaintiff, the Court of Appeal registered the appeal with Appeal Number W-02(IM)(NCvC)-713-04/2024 ("Appeal 713"). Cuscapi's solicitors had attended the Case Management held on 2 August 2024 wherein Appeal 713 has been fixed for hearing on 19 March 2025 at the Court of Appeal, Putrajaya.

The next Case Management has been fixed on 5 March 2025 for compliance of the Court's directions.

Cuscapi will make the necessary announcement on material development in respect of this from time to time.

B9. Dividends

The Board has not recommended any dividend for the financial quarter ended 30 September 2024.

B10. Profit per Share**Basic profit per share**

The profit per share is calculated by dividing the net profit attributable to ordinary owners of the parent by the weighted average number of ordinary shares in issue during the financial year.

	Individual Quarter Ended		Cumulative Period Ended	
	30/9/2024	30/9/2023	30/9/2024	30/9/2023
	RM	RM	RM	RM
Profit attributable to owners of the parent (RM)	4,880,483	-	12,996,571	-
Weighted average number of ordinary share in use	944,884,476	-	944,884,476	-
Basic profit per share (sen)	0.52	-	1.38	-

The profit for the year attributable to the parent's ordinary equity holders is not subjected to any dilutive elements.

B11. Notes to the Statement of Profit and Loss and Other Comprehensive Income

The following items have been charged in arriving at profit before tax:

	Individual Quarter Ended		Cumulative Period Ended	
	30/9/2024	30/9/2023	30/9/2024	30/9/2023
	RM	RM	RM	RM
Depreciation and amortisation	(1,282,410)	-	(3,838,491)	-
Interest expenses	(52,347)	-	(109,175)	-
Interest income	3,306	-	6,813	-
Reversal of provision for write off of receivables	11,768	-	9,042	-

B12. Authorised for Issue

The Condensed Report was authorised for issue by the Board in accordance with a resolution of the Directors on 27 November 2024.