

OSK VENTURES INTERNATIONAL BERHAD 200301033696 (636117-K)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2024

| | | (Audited) |
|--|------|---------------------|
| | Note | As at 31.12.2023 |
| | | As at 31.03.2024 |
| | | RM'000 |
| | | RM'000 |
| ASSETS | | |
| Equipment | | 185 |
| Intangible assets | | 3 |
| Investment in joint venture | | 469 |
| Investments held at fair value through profit or loss: | | |
| - Investment securities | | 209,529 |
| - Investment in funds | | 38,432 |
| - Notes receivables | | 6,557 |
| Trade and other receivables | | 103 |
| Prepayments | | 7,125 |
| Tax recoverable | | 177 |
| Right-of-use asset | | 491 |
| Cash, bank balances and cash management fund | A8 | 4,622 |
| TOTAL ASSETS | | 267,841 |
| LIABILITIES | | |
| Other payables | | 1,071 |
| Borrowing | B10 | 7,100 |
| Deferred tax liability | | 1,492 |
| Lease liability | | 536 |
| TOTAL LIABILITIES | | 10,199 |
| EQUITY | | |
| Share capital | | 186,267 |
| Treasury shares, at cost | A5 | (647) |
| | | 185,620 |
| Reserves | | 67,954 |
| TOTAL EQUITY | | 248,390 |
| TOTAL LIABILITIES AND EQUITY | | 267,841 |
| Net assets per share (RM) | | 1.29 |
| | | 1.26 |

(The above condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements)

**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
 UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS AND STATEMENTS OF
 COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2024**

| | Note | Quarter and Year-To-Date Ended | |
|--|------|-----------------------------------|----------------------|
| | | 31.03.2024 RM'000 | 31.03.2023 RM'000 |
| Income | | | |
| Net fair value gain on financial assets | B6 | 5,757 | 5,126 |
| Interest income | | 469 | 223 |
| Dividend income | | - | 41 |
| Other income | | 25 | 68 |
| | | <u>6,251</u> | <u>5,458</u> |
| Expense | | | |
| Staff expenses | | (1,029) | (715) |
| Net foreign exchange gain/(loss) | | 1 | (40) |
| Administrative expenses | | (501) | (407) |
| | | <u>(1,529)</u> | <u>(1,162)</u> |
| Operating profit | | 4,722 | 4,296 |
| Finance cost | | (108) | (1) |
| Share of result of a joint venture | | 171 | 38 |
| Profit before tax | B7 | 4,785 | 4,333 |
| Income tax benefit/(expense) | B8 | 399 | (35) |
| Profit after tax for the period, representing total comprehensive income for the period, net of tax | | <u>5,184</u> | <u>4,298</u> |
| Profit attributable to: Owners of the Company | | <u>5,184</u> | <u>4,298</u> |
| Earnings per share attributable to owners of the Company (sen): | | | |
| Basic | B13 | <u>2.64</u> | <u>2.19</u> |

(The above condensed consolidated income statements and statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2024

| | Attributable to owners of the Company | | | Total equity |
|----------------------------|--|------------------------|-----------------|---------------------|
| | Share capital | Treasury shares | Reserves | |
| | RM'000 | RM'000 | RM'000 | |
| As at 01.01.2024 | 186,267 | (647) | 62,770 | 248,390 |
| Total comprehensive income | - | - | 5,184 | 5,184 |
| As at 31.03.2024 | 186,267 | (647) | 67,954 | 253,574 |
| | | | | |
| As at 01.01.2023 | 186,267 | (647) | 42,763 | 228,383 |
| Total comprehensive income | - | - | 4,298 | 4,298 |
| As at 31.03.2023 | 186,267 | (647) | 47,061 | 232,681 |

(The above condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2024

| | Year-To-Date Ended | |
|--|---------------------------|-------------------|
| | 31.03.2024 | 31.03.2023 |
| | RM'000 | RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | 4,785 | 4,333 |
| Adjustments for: | | |
| Amortisation of intangible assets | *- | *- |
| Depreciation of equipment | 23 | 23 |
| Equipment written off | - | 3 |
| Depreciation of right-of-use asset | 45 | 44 |
| Net fair value gain on financial assets | (5,757) | (5,126) |
| Effect of exchange rate changes | (2) | (110) |
| Interest income | (469) | (223) |
| Dividend income | - | (41) |
| Finance cost | 108 | 1 |
| Share of result of a joint venture | (171) | (38) |
| Operating loss before changes in working capital | (1,438) | (1,134) |
| Changes in working capital: | | |
| Net changes in receivables | (6,419) | (82) |
| Net changes in payables | (52) | (45) |
| Proceeds from redemption of: | | |
| - Notes receivable | 5,441 | - |
| Payments for acquisition of: | | |
| - Investment in funds | (464) | (1,256) |
| - Notes receivable | - | (1,100) |
| Net cash used in operations | (2,932) | (3,617) |
| Dividends received | - | 41 |
| Interest received | 800 | 47 |
| Income tax paid | (95) | (109) |
| Net cash used in operating activities | (2,227) | (3,638) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Additions in cash management fund | (19) | (78) |
| Purchase of equipment | - | (6) |
| Net cash used in investing activities | (19) | (84) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Drawdown of revolving credit | 4,600 | - |
| Interest paid | (93) | - |
| Payment of lease liability | (48) | (45) |
| Net cash generated from/(used in) financing activities | 4,459 | (45) |

* Denotes amount less than RM1,000.

**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D)
FOR THE QUARTER ENDED 31 MARCH 2024**

| | Note | Year-To-Date Ended | |
|---|------|---------------------------|-------------------|
| | | 31.03.2024 | 31.03.2023 |
| | | RM'000 | RM'000 |
| Net increase/(decrease) in cash and cash equivalents | | 2,213 | (3,767) |
| Effect of exchange rate changes | | 2 | 110 |
| Cash and cash equivalents at beginning of period | | 177 | 3,707 |
| Cash and cash equivalents at end of period | A8 | 2,392 | 50 |

(The above condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

1. Basis of preparation

These condensed consolidated interim financial statements ("Condensed Report"), have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with IAS 34: *Interim Financial Reporting* issued by the International Accounting Standards Board.

This Condensed Report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes. These explanatory notes provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

The significant accounting policies and methods of computation adopted by the Group in preparing this Condensed Report are consistent with those of the audited financial statements for the year ended 31 December 2023, except for the adoption of the Amendments to Standards effective as of 1 January 2024.

Effective for annual periods commencing on or after 1 January 2024

The Group has adopted the following Amendments to MFRSs effective as of 1 January 2024.

| | |
|--------------------------------------|--|
| Amendments to MFRS 16 | Leases - Lease Liability in a Sale and Leaseback |
| Amendments to MFRS 101 | Non-current Liabilities with Convenants |
| Amendments to MFRS 7 and MFRS 107 | Disclosures: Supplier Finance Arrangements |

The adoption of the above Amendments to MFRSs did not have any material impact on the financial statements of the Group.

2. Seasonal or cyclical factors

There were no significant seasonal or cyclical factors materially affecting the business of the Group in the current period. The Group's results were largely influenced by, amongst others, the valuation of investments.

3. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the financial statements for the current period.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

4. Significant estimates and changes estimates

There were no significant changes in estimates that have a material effect to the Group in the financial year to date results, other than in relation to valuation of investments.

5. Changes in debt and equity securities

Share buybacks / Treasury shares of the Company

There were no share buybacks during the quarter ended 31 March 2024. The shares repurchased previously are being held as treasury shares and treated in accordance with the requirements of Section 127 of the Companies Act 2016. A summary of the share buybacks is as follows:

| | Number of Treasury shares | Highest price RM | Lowest price RM | Average cost (including transaction costs) RM | Total amount paid RM |
|-----------------------------|---------------------------|------------------|-----------------|---|----------------------|
| As at 01.01.2024/31.03.2024 | 1,151,800 | - | - | 0.56 | 646,527 |

6. Dividend Paid

There was no dividend paid during the current quarter and year to date ended 31 March 2024. At the Annual General Meeting held on 17 April 2024, the shareholders have approved a final single-tier dividend of 2.0 sen per ordinary share for the financial year ended 31 December 2023. The dividend is payable on 15 July 2024.

7. Segmental information

The segment information has been prepared in accordance with the disclosure requirements of MFRS 8: Operating Segments. For management purposes, the Group is organised into the following major business segments based services, which are regularly provided to and reviewed by the management team:

1. Venture Capital and Private Equity - Investment in high growth entities, management of private funds and holding of long term investments.
2. Holding Entity - Investment holding.

Segment revenue and results include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

The inter-segment transactions have been entered into in the ordinary course of business at terms mutually agreed between the companies concerned and are not more favourable than those arranged with independent third parties. These transactions have been eliminated to arrive at the Group's results.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024
**PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134")
Interim Financial Reporting**
7. Segmental information (cont'd)
(a) Business Segments

| | Venture capital and private equity businesses | Holding entity | Eliminations | Consolidated |
|--|---|-------------------|--------------|----------------------------|
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Current year-to-date ended 31 March 2024 | | | | |
| Income | | | | |
| External income | 5,051 | 1,200 | - | 6,251 |
| Inter-segment income | 262 | 448 | (710) | - |
| Total | <u>5,313</u> | <u>1,648</u> | <u>(710)</u> | <u>6,251</u> |
| Results | | | | |
| Profit from operations with external parties | 3,762 | 960 | - | 4,722 |
| Add : Inter-segment income | 262 | 448 | (710) | - |
| Less : Inter-segment expenses | (661) | (49) | 710 | - |
| Segment results | <u>3,363</u> | <u>1,359</u> | <u>-</u> | <u>4,722</u> |
| Finance cost | | | | (108) |
| Share of result of a joint venture | | | | <u>171</u> |
| Profit before tax | | | | 4,785 |
| Tax benefit | | | | <u>399</u> |
| Profit for the period attributable to the owners of the Company | | | | <u><u>5,184</u></u> |
| Preceding year-to-date ended 31 March 2023 | | | | |
| Income | | | | |
| External income | 5,128 | 330 | - | 5,458 |
| Inter-segment income | 403 | 298 | (701) | - |
| Total | <u>5,531</u> | <u>628</u> | <u>(701)</u> | <u>5,458</u> |
| Results | | | | |
| Profit from operations with external parties | 4,168 | 128 | - | 4,296 |
| Add : Inter-segment income | 403 | 298 | (701) | - |
| Less : Inter-segment expenses | (594) | (107) | 701 | - |
| Segment results | <u>3,977</u> | <u>319</u> | <u>-</u> | <u>4,296</u> |
| Finance cost | | | | (1) |
| Share of result of a joint venture | | | | <u>38</u> |
| Profit before tax | | | | 4,333 |
| Tax expense | | | | <u>(35)</u> |
| Profit for the period attributable to the owners of the Company | | | | <u><u>4,298</u></u> |

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

7. Segmental information (cont'd)

(a) Business Segments (cont'd)

| | Venture capital and private equity | | |
|---|---------------------------------------|-----------------------|---------------------|
| | <u>businesses</u> | <u>Holding entity</u> | <u>Consolidated</u> |
| | RM'000 | RM'000 | RM'000 |
| Assets and Liabilities as at 31 March 2024 | | | |
| Segmental assets | 234,821 | 33,020 | 267,841 |
| Segmental liabilities | 2,309 | 11,958 | 14,267 |
| Assets and Liabilities as at 31 March 2023 | | | |
| Segmental assets | 203,937 | 30,013 | 233,950 |
| Segmental liabilities | 883 | 386 | 1,269 |

(b) Geographical Segments

All of the Group's investments are managed in Malaysia, although it has investments in other geographical locations. Hence, the Group considers that it does not have separate geographical reporting segments.

8. Cash, bank balances and cash management fund

| | As at <u>31.03.2024</u> | As at <u>31.12.2023</u> | As at <u>31.03.2023</u> |
|---------------------------|----------------------------|----------------------------|----------------------------|
| | RM'000 | RM'000 | RM'000 |
| Cash and cash equivalents | 2,392 | 177 | 50 |
| Cash Management Fund | 2,230 | 2,211 | 4,395 |
| | 4,622 | 2,388 | 4,445 |

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

9. Event subsequent to reporting period

There was no material event subsequent to the end of the current quarter.

10. Changes in the composition of the Group

During the current year to date, the changes in the composition of the Group are as follow:

Incorporation of wholly-owned subsidiary

On 26 January 2024, the Company had incorporated a wholly-owned subsidiary, OSK Ventures LP Ltd. ("OSKLP") with an issued and paid-up capital of USD1.00 comprising of 1 ordinary shares. OSKLP was incorporated in the Federal Territory of Labuan, Malaysia under the Labuan Companies Act 1990. The principal activity is to undertake investment holding and private equity business.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE Market

1. Review of the performance of the Company and its subsidiaries

Financial review

| | Current quarter ended 31.03.2024 RM'000 | Comparative quarter ended 31.03.2023 RM'000 | Changes % |
|--|--|--|--------------|
| Income | 6,251 | 5,458 | 15 |
| Profit before tax | 4,785 | 4,333 | 10 |
| Profit after tax | 5,184 | 4,298 | 21 |
| Profit attributable to owners of the Company | 5,184 | 4,298 | 21 |

The Group registered a profit after tax of RM5.18 million for the three months and year to date ended 31 March 2024 as compared to RM4.30 million for the corresponding quarter and year to date ended 31 March 2023. The higher profit after tax was mainly due to upward valuation of the private portfolio.

2. Material change in quarterly results before taxation for the current quarter compared with the immediate preceding quarter

Financial review

| | Current quarter ended 31.03.2024 RM'000 | Immediate preceding quarter ended 31.12.2023 RM'000 | Changes % |
|--|--|---|--------------|
| Income | 6,251 | 5,974 | 5 |
| Profit before tax | 4,785 | 4,253 | 13 |
| Profit after tax | 5,184 | 2,681 | 93 |
| Profit attributable to owners of the Company | 5,184 | 2,681 | 93 |

The Group reported higher profit before tax for the current quarter as compared to the immediate preceding quarter. This was mainly due to higher valuation gain contributed from the private portfolio as compared to immediate preceding quarter ended 31 December 2023.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE Market

3. Current prospects and progress on previously announced financial estimate

(a) Current prospects

The private markets segment continues to grow with moderate and steady flow of asset allocation from institutional investors, corporates and high net worth individuals. This bodes well for the Company as we expand our business operations through the launching of new funds and value enhancement of our portfolio companies that need more investment capital. For the current year, we are focused on growing our assets under management, deployment of investments into high growth companies and to provide sustainable earnings to our shareholders. We remain cognizant of the variety of risks that the current economic landscape brings and continue our work in managing our risk exposure for the Company.

(b) Progress and steps to achieve financial estimate, forecast, projection and internal targets previously announced

There was no financial forecast previously announced by the Group.

4. Statement of the Board of Directors’ opinion on achievability of financial estimate, forecast, projection and internal targets previously announced

Not applicable.

5. Financial estimate, forecast or projection / profit guarantee

There was no financial estimate, forecast or projection and profit guarantee issued by the Group.

6. Net fair value gain on financial assets

| | Quarter and Year-To-Date Ended | |
|--|-----------------------------------|-------------------|
| | <u>31.03.2024</u> | <u>31.03.2023</u> |
| | RM’000 | RM’000 |
| Proceeds from disposal of investments | - | - |
| Less: Cost of investment | - | - |
| Gain on disposal of investments | - | - |
| Less: Fair value gain recognised in prior year for realised investments | - | - |
| Fair value loss recognised in current year for realised investments | - | - |
| Add: Fair value gain recognised in current year for unrealised investments | 5,757 | 5,126 |
| Net fair value gain on financial assets | <u>5,757</u> | <u>5,126</u> |

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE Market

7. Profit before tax

Profit before tax is arrived at after (crediting)/charging the following:

| | Quarter and Year-To-Date Ended | |
|---|-----------------------------------|-------------------|
| | <u>31.03.2024</u> | <u>31.03.2023</u> |
| | RM'000 | RM'000 |
| Net fair value gain on financial assets | (5,757) | (5,126) |
| Interest income | (469) | (223) |
| Dividend income | - | (41) |
| Other income | (25) | (68) |
| Finance cost | 108 | 1 |
| Equipment written off | - | 3 |
| Depreciation and amortisation | 23 | 23 |
| Depreciation of right-of-use asset | 45 | 44 |
| Net foreign exchange (gain)/loss | (1) | 40 |

8. Income tax benefit/(expense)

| | Quarter and Year-To-Date Ended | |
|---|-----------------------------------|-------------------|
| | <u>31.03.2024</u> | <u>31.03.2023</u> |
| | RM'000 | RM'000 |
| Provision for the current quarter/period to date: | | |
| Malaysian income tax | (48) | (35) |
| Deferred tax | 447 | - |
| | <u>399</u> | <u>(35)</u> |

The deferred tax benefit for the current quarter ended 31 March 2024 of RM0.45 million mainly arose from fair value changes on financial assets.

9. Corporate proposals

Status of corporate proposals announced but not completed as at 17 May 2024 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report)

There were no corporate proposals previously announced but not completed as at 17 May 2024.

10. Borrowings

As at 31 March 2024, the borrowing represents utilised unsecured short term revolving credit facilities of RM11.70 million denominated in Ringgit Malaysia.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024**PART B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for ACE Market****11. Material litigation**

As at 17 May 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 proceeding 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.

12. Dividend declaration

At the Annual General Meeting held on 17 April 2023, the shareholders have approved a final single-tier dividend of 2.0 sen per ordinary share for the financial year ended 31 December 2023. The dividend is payable on 15 July 2024.

No interim dividend was declared for the current quarter ended 31 March 2024.

13. Earnings per share attributable to owners of the Company

| | Quarter and Year-To-Date Ended | |
|--|-----------------------------------|-------------------|
| | <u>31.03.2024</u> | <u>31.03.2023</u> |
| Basic earnings per share | | |
| Earnings attributable to owners of the Company (RM'000) | 5,184 | 4,298 |
| Weighted average number of ordinary shares in issue ('000 shares) | 196,445 | 196,445 |
| Basic earnings per share (sen) | <u>2.64</u> | <u>2.19</u> |

14. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 December 2023 was unqualified.

By Order of the Board

ONG YEE MIN
Executive Director/Chief Executive Officer

Kuala Lumpur
24 May 2024