



Harvest Miracle Capital Berhad

HARVEST MIRACLE CAPITAL BERHAD

Registration No. 199601010679 (383028-D)
(Incorporated in Malaysia)

Year 2025

Quarterly Announcement
For The Quarter Ended 30 June 2024

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2024

	Quarter Ended			Year-to-date Ended		
	30 June 2024	30 June 2023	Changes	30 June 2024	30 June 2023	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
	(Unaudited)	(Unaudited)		(Unaudited)	(Unaudited)	
Revenue	27,486	23,123	18.9	27,486	23,123	18.9
Cost of sales	(22,529)	(19,870)	(13.4)	(22,529)	(19,870)	(13.4)
Gross profit	4,957	3,253	52.4	4,957	3,253	52.4
Other income	213	159	34.0	213	159	34.0
	5,170	3,412	51.5	5,170	3,412	51.5
Operating expenses	(3,809)	(18,533)	79.4	(3,809)	(18,533)	79.4
Finance costs	(173)	(171)	(1.2)	(173)	(171)	(1.2)
Profit/(Loss) before taxation	1,188	(15,292)	107.8	1,188	(15,292)	107.8
Tax expense	(468)	(90)	(420.0)	(468)	(90)	(420.0)
Profit/(Loss) after taxation	720	(15,382)	104.7	720	(15,382)	104.7
Profit/(Loss) after taxation attributable to:-						
Owners of the Company	814	(15,385)	105.3	814	(15,385)	105.3
Non-controlling interests	(94)	3	(3,233.3)	(94)	3	(3,233.3)
	720	(15,382)	104.7	720	(15,382)	104.7
Total comprehensive income/(expenses) attributable to:-						
Owners of the Company	814	(15,385)	105.3	814	(15,385)	105.3
Non-controlling interests	(94)	3	(3,233.3)	(94)	3	(3,233.3)
	720	(15,382)	104.7	720	(15,382)	104.7
Earning/(Loss) per share (in sen)						
Basic Earning/(Loss) per share	0.07	(1.26)		0.07	(1.26)	
Diluted Earning/(Loss) per share	0.07	(1.26)		0.07	(1.26)	

(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 year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.)

HARVEST MIRACLE CAPITAL BERHAD
Registration No. 199601010679 (383028-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
FOR THE QUARTER ENDED 30 JUNE 2024

	<u>(UNAUDITED)</u>	<u>(AUDITED)</u>
	As at 30 June 2024	As at 31 March 2024
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	34,206	32,685
Investment properties	187,073	178,176
Right-of-use assets	35,015	35,675
Trade receivables	23,455	24,300
Goodwill on consolidation	114	114
	<u>279,863</u>	<u>270,950</u>
Current Assets		
Inventories	14,177	14,554
Biological assets	200	77
Trade and other receivables	24,588	27,606
Current tax assets	1,569	2,684
Short-term investments	6,323	9,041
Cash and bank balances	17,961	15,523
	<u>64,818</u>	<u>69,485</u>
TOTAL ASSETS	<u>344,681</u>	<u>340,435</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	287,962	285,905
Reserves	12,171	13,415
Equity attributable to owners of the Company	<u>300,133</u>	<u>299,320</u>
Non-controlling interests	12,693	12,786
TOTAL EQUITY	<u>312,826</u>	<u>312,106</u>
Non-Current Liabilities		
Lease liabilities	4,451	4,882
Borrowings	10,000	3,710
Deferred tax liabilities	666	666
	<u>15,117</u>	<u>9,258</u>
Current Liabilities		
Trade and other payables	10,579	16,385
Lease liabilities	1,885	1,940
Borrowings	4,274	740
Current tax liabilities	-	6
	<u>16,738</u>	<u>19,071</u>
TOTAL LIABILITIES	<u>31,855</u>	<u>28,329</u>
TOTAL EQUITY AND LIABILITIES	<u>344,681</u>	<u>340,435</u>
Net assets per share (sen)	24.39	23.39

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THREE (3) MONTHS ENDED 30 JUNE 2024

	Non-Distributable			Distributable		Non-Controlling Interests	Total
	Share Capital	Irredeemable Convertible Preference Shares ("ICPS")	Warrants Reserve	Accumulated Losses	Attributable To Owners of the Company		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 April 2023	285,291	2,889	21,608	(23,368)	286,420	503	286,923
Contribution by owners of the Company:							
- Conversion of ICPS	112	(112)	-	-	-	-	-
Total transaction with owners	112	(112)	-	-	-	-	-
Change in ownership control	-	-	-	-	-	(519)	(519)
Loss for the period	-	-	-	(15,385)	(15,385)	3	(15,382)
Balance as at 30 June 2023	285,403	2,777	21,608	(38,753)	271,035	(13)	271,022
Balance as at 1 April 2024	285,905	2,275	21,608	(10,468)	299,320	12,786	312,106
Contributions by owners of the Company:							
- Conversion of ICPS	2,057	(2,057)	-	-	-	-	-
- Expiry of ICPS and Warrant B	-	(218)	(197)	415	-	-	-
Total transactions with owners	2,057	(2,275)	(197)	415	-	-	-
Profit for the period	-	-	-	814	814	(94)	720
Balance as at 30 June 2024	287,962	-	21,411	(9,239)	300,134	12,692	312,826

(The Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.)

HARVEST MIRACLE CAPITAL BERHAD
Registration No. 199601010679 (383028-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE THREE (3) MONTHS ENDED 30 JUNE 2024

	(Unaudited)	(Unaudited)
	CURRENT	CORRESPONDING
	PERIOD-TO-DATE	PERIOD-TO-DATE
	3 MONTHS	3 MONTHS
	ENDED	ENDED
	30 June 2024	30 June 2023
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	1,188	(15,292)
Adjustments for:		
Depreciation of property, plant and equipment	332	142
Depreciation of investment properties	-	14
Depreciation of right-of-use assets	640	598
Fair value loss on biological assets	(123)	-
Loss on disposal of subsidiaries	-	15,545
Interest expense on borrowings	57	-
Interest expense on lease liabilities	116	169
Property, plant and equipment written off	(196)	-
Interest income	(130)	(417)
Operating profit before changes in working capital	<u>1,884</u>	<u>759</u>
Net change in inventories	377	916
Net change in trade & other receivables	3,863	(31,645)
Net change in contract liabilities	-	(8,790)
Net change in trade & other payables	(5,807)	69,728
Cash flow from operations	<u>317</u>	<u>30,968</u>
Net income tax refund/(paid)	642	(95)
Interest received	130	417
Net cash from operating activities	<u>1,089</u>	<u>31,290</u>

HARVEST MIRACLE CAPITAL BERHAD
Registration No. 199601010679 (383028-D)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE THREE (3) MONTHS ENDED 30 JUNE 2024

Cont'd

	(Unaudited)	(Unaudited)
	CURRENT	CORRESPONDING
	PERIOD-TO-DATE	PERIOD-TO-DATE
	3 MONTHS	3 MONTHS
	ENDED	ENDED
	30 June 2024	30 June 2023
	RM'000	RM'000
CASH FLOW FOR INVESTING ACTIVITIES		
Disposal of subsidiaries, net of cash and cash equivalents acquired	-	(468)
Purchase of property, plant and equipment	(1,656)	(63)
Purchase of investment properties	(8,897)	(23,449)
Net cash for investing activities	(10,553)	(23,980)
CASH FLOW FROM FINANCING ACTIVITIES		
Drawdown of term loans	10,000	-
Interest paid	(173)	-
Repayment of borrowings	(175)	-
Repayment of lease liabilities	(468)	(605)
Net cash from/(for) financing activities	9,184	(605)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(280)	6,705
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	24,564	63,404
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	24,284	70,109
		30 June 2024
Note 1		RM'000
Cash and Cash Equivalents at End of the Financial Period comprised:		
Short-term investments		6,323
Cash and bank balances		17,961
		24,284

(The Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.)

HARVEST MIRACLE CAPITAL BERHAD (“HMCB” or “the Company”)

Registration No. 199601010679 (383028-D)

(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024

Part A

Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting

A1. Basis of Preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with MFRS 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”), IAS 34 *Interim Financial Reporting* issued by the International Accounting Standards Board and Paragraph 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Company and its subsidiaries (“the Group”) for the financial year ended 31 March 2024. The explanatory notes attached to the condensed consolidated 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 year ended 31 March 2024.

A2. Changes in Accounting Policies

The significant accounting policies and methods of computation applied in the interim financial statements are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 March 2024 except for the adoption of the following:-

MFRSs and/or IC Interpretations (Including the Consequential Amendments):-

- MFRS 17, Insurance contracts
- Amendments to MFRS 17, Insurance contracts
- Amendment to MFRS 17, Initial Application of MFRS 17 and MFRS 9—Comparative Information
- Amendments to MFRS 101, Disclosure of Accounting Policies
- Amendments to MFRS 108, Definition of Accounting Policies
- Amendments to MFRS 112, Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- Amendments to MFRS 112, International Tax Reform – Pillar Two Model Rules

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

Part A

Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting (Cont’d)

A2. Changes in Accounting Policies (Cont’d)

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by MASB but are not yet effective for the current financial year:-

MFRSs and/or IC Interpretations (Including the Consequential Amendments):-

- Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to MFRS 16: Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101: Presentation of Financial Statements -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
- Amendments to MFRS 121: Lack of Exchangeability

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A3. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the audited financial statements for the financial year ended 31 March 2024 was not qualified.

A4. Seasonality or Cyclicity of Operations

The Group’s operations are not materially affected by any seasonal or cyclical factors.

A5. Unusual Items

There are no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial period under review that were unusual because of their nature, size or incidence.

A6. Material Changes in Estimates

There were no material changes in estimates during the current financial period under review.

Part A

Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting (Cont’d)

A7. Issuances, Repurchases, and Repayments of Debt and Equity Securities

Pursuant to the rights issue of 60,988,578 new ordinary shares on the basis of 1 new ordinary share for every 5 existing shares held on the entitlement date, together with 60,988,578 free detachable Warrants B (“Warrant(s) B”) on the basis of 1 Warrant B for every 1 new ordinary share subscribed for (“Rights Issue of Shares with Warrants B”), the Company has issued 60,988,578 new ordinary shares together with 60,988,578 Warrants B. The new ordinary shares and Warrants B have been listed on the ACE Market of Bursa Securities on 15 May 2019.

Pursuant to the rights issue of 914,828,754 new irredeemable convertible preference shares (“ICPS”) on the basis of 3 ICPS for every 1 existing share held on the entitlement date (“Rights Issue of ICPS”), the Company has issued 914,828,754 ICPS. The ICPS have been listed on the ACE Market of Bursa Securities on 15 May 2019.

Following the consolidation of every 4 existing ordinary shares in HMCB (“HMCB Shares”) into 1 HMCB Share which was completed on 4 February 2021, the numbers of ICPS and Warrants B as at the entitlement date of 68,251,151 and 59,053,778, respectively, have been adjusted to 17,062,777 and 14,763,424, respectively, effective from 4 February 2021.

Pursuant to the rights issue of 332,657,376 new HMCB Shares on the basis of 1 new HMCB Share for every 1 existing HMCB Share held on the entitlement date, together with 266,121,872 free detachable Warrants C (“Warrant(s) C”) on the basis of 4 Warrants C for every 5 new HMCB Shares subscribed for (“Rights Issue of Shares with Warrants C”), the Company has issued 332,657,376 new HMCB Shares together with 266,121,872 Warrants C. The new HMCB Shares and Warrants C have been listed on the ACE Market of Bursa Securities on 28 April 2021.

Additional ICPS of 4,238,295 and additional Warrants B of 3,667,077 which were adjusted following the Rights Issue of Shares with Warrants C were listed on the ACE Market of Bursa Securities on 28 April 2021.

During the quarter under review, the following shares have been issued and listed on the ACE Market of Bursa Securities on the following dates as a result of conversion of ICPS. No Warrant B and Warrant C were exercised during the quarter under review.

	No. of shares issued resulting from
Listing Date	Conversion of ICPS
16 April 2024	381,800
25 April 2024	41,613
14 May 2024	4,252,237
Total	4,675,650

At the expiry of ICPS on 6 May 2024, the remaining 12,756,990 ICPS had been converted to ordinary shares and the listing date of the converted ordinary shares completed on 14 May 2024.

At the expiry of Warrants B on 6 May 2024, the remaining 18,430,501 unexercised Warrants B shall automatically lapse and cease to be valid for any purpose.

Part A

Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting (Cont’d)

A7. Issuances, Repurchases, and Repayments of Debt and Equity Securities (Cont’d)

As at 30 June 2024, Warrants C of the Company is 125,946,372. The Company does not have any other existing convertible securities.

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial period under review.

A8. Dividends Paid

There were no dividends paid during the current financial period under review.

A9. Operating Segments Information

The Group business segments comprise the following:-

- (i) Information Technology (“IT”) and Information Communication Technology (“ICT”) division - involved in trading in IT and ICT related products (hardware, software and accessories) (“IT and ICT Division”);
- (ii) Investment properties (“Property Investment Division”);
- (iii) Moneylending business (“Moneylending Business Division”);
- (iv) Plantation business, (“Plantation Business Division”);
- (v) Manufacturing and trading of clay bricks (“Manufacturing Division”); and
- (vi) Investment holding (“Investment Holding Division”) ; and
- (vii) Others (Property Construction Division and Property Development Division)

Part A

Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting (Cont’d)

A9. Operating Segment Information (Cont’d)

Segmental information is provided based on business segments, as follows:

Current quarter ended 30 June 2024	IT & ICT Division	Property Investment Division	Money Lending Division	Plantation Division	Manufacturing Division	Investment Holding Division	Other Division	The Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue								
External Revenue	20,912	-	1,539	1,017	3,932	86	-	27,486
Results								
Segment profit/(loss)	512	(3)	1,351	614	295	(159)	(2)	2,608
Interest income	7	-	37	-	-	-	-	44
Depreciation of property, plant and equipment	(50)	-	(70)	(9)	(202)	(1)	-	(332)
Depreciation of right-of-use assets	(517)	-	(13)	(110)	-	-	-	(640)
Fair value loss on biological assets	-	-	-	(123)	-	-	-	(123)
Property, plant and equipment written off	-	-	(196)	-	-	-	-	(196)
Interest expense on borrowings	(2)	-	-	-	(55)	-	-	(57)
Interest expense on lease liabilities	(113)	-	(3)	-	-	-	-	(116)
Consolidated (loss)/profit before taxation	(163)	(3)	1,106	372	38	(160)	(2)	1,188
Income tax expense	(94)	-	(266)	(108)	-	-	-	(468)
Consolidated (loss)/profit after taxation	(257)	(3)	840	264	38	(160)	(2)	720
Assets								
Segment assets/Consolidated total assets	25,634	187,077	49,703	34,454	41,106	6,699	8	344,681
Liabilities								
Segment liabilities/Consolidated total liabilities	19,578	12	228	359	11,454	218	6	31,855

Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting (Cont’d)

A9. Operating Segment Information (Cont’d)

Current quarter ended 30 June 2023	IT & ICT Division	Property Investment Division	Money Lending Division	Plantation Division	Manufacturing Division	Investment Holding Division	Other Division	The Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue								
External Revenue	21,664	29	326	687	-	417	-	23,123
Results								
Segment profit	673	18	71	217	-	191	-	1,170
Interest income	4	-	5	-	-	-	-	9
Loss on disposal of subsidiary	-	-	-	-	-	(15,545)	-	(15,545)
Depreciation of property, plant and equipment	(59)	(2)	(70)	(9)	-	(2)	-	(142)
Depreciation of right-of-use assets	(484)	-	(5)	(110)	-	-	-	(599)
Depreciation of investment properties	-	(14)	-	-	-	-	-	(14)
Property, plant and equipment written off	-	-	-	-	-	-	-	-
Interest expense on borrowings	(2)	-	-	-	-	-	-	(2)
Interest expense on lease liabilities	(168)	-	(1)	-	-	-	-	(169)
Unrealised loss on foreign exchange	-	-	-	-	-	-	-	-
Consolidated (loss)/profit before taxation	(36)	2	-	98	-	(15,356)	-	(15,292)
Income tax expense	(64)	(6)	(20)	-	-	-	-	(90)
Consolidated (loss)/profit after taxation	(100)	(4)	(20)	98	-	(15,356)	-	(15,382)
Assets								
Segment assets/Consolidated total assets	31,719	107,041	14,462	33,885	-	108,955	208	296,270
Liabilities								
Segment liabilities/Consolidated total liabilities	24,283	74	67	227	-	587	10	25,248

The Group operates principally in Malaysia.

Part A

Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting (Cont’d)

A10. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the current quarter up to 22 August 2024, being the latest practicable date not earlier than seven (7) days from the date of the issue of this report that are expected to have an operational or financial impact on the Group.

A11. Changes in the Composition of the Group

There was no change in composition of the Group during the current financial period under review.

A12. Changes in Contingent Liabilities and Contingent Assets since the Last Annual Balance Sheet Date

Since the last annual balance sheet date, there were no material changes in contingent liabilities and contingent assets for the Group as at 22 August 2024 (the latest practicable date not earlier than seven (7) days from the date of issue of this report).

A13. Capital Commitments

There were no capital commitments as at 22 August 2024 (the latest practicable date not earlier than seven (7) days from the date of issue of this report) except as follows:

	RM'000
Approved and contracted for:	
- Investment properties under construction	49,270
- Plant and equipment contracted but not provided for	9,953
	<hr/>

Part A**Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (“MFRS”) 134 Interim Financial Reporting (Cont’d)****A14. Related Party Transactions**

The Group’s related party transactions are as follows:

	Individual Quarter		Cumulative Period	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To-date	Corresponding Period
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Professional services charged by a related party	-	13	-	13
Rental charged by a related party	10	-	10	-
Key management personnel:-				
- salaries and allowances	151	166	151	166
- defined contribution plans	18	20	18	20
- others	1	1	1	1
- fee	53	72	53	72

A15. Changes in Fair Value of Financial Assets and Financial Liabilities, Transfers and Classifications

There have been no significant changes in the business or economic circumstances that affect the fair value of the Group’s financial assets and financial liabilities in the current financial period under review.

Part B**Explanatory Notes Pursuant To Paragraph 9.22 of the Listing Requirements****B1. Detailed Analysis of Overall Performance**

	Individual Quarter			Cumulative Period		
	Current Year Quarter	Preceding Year Corresponding Quarter	Changes	Current Year To-date	Preceding Year Corresponding Quarter	Changes
	30.06.2024 RM'000	30.06.2023 RM'000	%	30.06.2024 RM'000	30.06.2023 RM'000	%
Revenue by Division:-						
IT and ICT	20,912	21,664	(3.5)	20,912	21,664	(3.5)
Property Investment	-	29	(100.0)	-	29	(100.0)
Moneylending Business	1,539	326	372.1	1,539	326	372.1
Plantation	1,017	687	48.0	1,017	687	48.0
Manufacturing	3,932	-	100.0	3,932	-	100.0
Investment Holding	86	417	(79.4)	86	417	(79.4)
Others	-	-	-	-	-	-
	27,486	23,123	18.9	27,486	23,123	18.9
Profit/(Loss) before taxation ("PBT"/"LBT") by Division:-						
IT and ICT	(163)	(36)	(352.8)	(163)	(36)	(352.8)
Property Investment	(3)	2	(250.0)	(3)	2	(250.0)
Moneylending Business	1,106	-	100.0	1,106	-	100.0
Plantation	372	98	279.6	372	98	279.6
Manufacturing	38	-	100.0	38	-	100.0
Investment Holding	(160)	(15,356)	99.0	(160)	(15,356)	99.0
Others	(2)	-	(100.0)	(2)	-	(100.0)
	1,188	(15,292)	107.8	1,188	(15,292)	107.8

Overall Performance

The Group's revenue for the current quarter increased by 18.9% compared to the corresponding quarter of the previous year, reaching RM27.5 million. The Manufacturing division contributed RM4.0 million to this growth, followed by the Moneylending division with an increase of RM1.2 million. However, this growth was partially offset by a revenue decline of RM0.8 million in the IT and ICT division.

The Group is proud to present RM1.2 million profit before tax for the quarter under review. The positive result is mainly contributed by Moneylending division of RM1.1 million while at the same time, absent of loss on disposal of subsidiary from preceding year corresponding quarter.

IT and ICT Division

The IT and ICT division continued to be affected by weak market demand for DIY products, which directly impacted the division's bottom line.

Part B

Explanatory Notes Pursuant To Paragraph 9.22 of the Listing Requirements (Cont'd)

B1. Detailed Analysis of Overall Performance (Cont'd)

Moneylending Business Division

With management effort on expanding the division, moneylending division reported RM1.5 million revenue and contributed RM1.1 million PBT to the Group.

Plantation Division

Principal activities of the division is engaged in trading of Fresh Fruit Bunch ("FFB"). Improvement of revenue is mainly due to 346 metric ton higher FFB output compared to preceding year corresponding quarter.

The division PBT increase in line with the revenue growth.

Manufacturing Division

Principal activities of the division is engaged in manufacturing and sale of clay bricks and burnt clay products. The division contributed RM 3.9 million revenue and minor PBT to the Group.

Investment Holding Division

The investment holding division generates revenue through interest income earned from short-term investments and bank balances.

The LBT is primarily due to the division's operating costs.

Part B**Explanatory Notes Pursuant To Paragraph 9.22 of the Listing Requirements (Cont'd)****B2. Comments on Material Changes in the Loss Before Taxation for the Quarter Reported as Compared with the Immediate Preceding Quarter**

	Current Quarter 30.06.2024 RM'000	Immediate Preceding Quarter 31.03.2024 RM'000	Changes %
Revenue by Division:-			
IT and ICT	20,912	18,302	14.3
Property Investment	-	10	(100.0)
Moneylending Business	1,539	1,716	(10.3)
Plantation	1,017	768	32.4
Manufacturing	3,932	3,571	10.1
Investment Holding	86	572	(85.0)
Others	-	-	-
	27,486	24,939	10.2
PBT/(LBT) by Division:-			
IT and ICT	(163)	(657)	75.2
Property Investment	(3)	-	(100.0)
Moneylending Business	1,106	1,454	(23.9)
Plantation	372	90	313.3
Manufacturing	38	23	65.2
Investment Holding	(160)	(3,798)	95.8
Others	(2)	(3)	33.3
	1,188	(2,891)	141.1

Overall Performance

While revenue for most of the division is comparable to immediate preceding quarter, IT and ICT division is reporting RM2.6 million increase in revenue.

The improvement of PBT is due to absent of one-off reversal of over recognised bargain purchase gain on acquisition of subsidiary during immediate preceding quarter of RM3.5 million.

IT and ICT Division

Revenue for current reporting quarter improved by RM2.6 million while bottom line improved in line with the improvement in revenue.

Part B

Explanatory Notes Pursuant To Paragraph 9.22 of the Listing Requirements (Cont'd)

B2. Comments on Material Changes in the Loss Before Taxation for the Quarter Reported as Compared with the Immediate Preceding Quarter (Cont'd)

Moneylending Business Division

Performance for moneylending division is comparable for both quarter under review.

Plantation Division

The FFB output for the quarter under review increased by 291 metric ton, contributing to the division's revenue improvement.

The bottom line was directly impacted by the fluctuation of revenue.

Manufacturing Division

Principal activities of the division is engaged in manufacturing and sale of clay bricks and burnt clay products. Performance for manufacturing division is comparable for both quarter under review.

Investment Holding Division

The investment holding division generates revenue through interest income earned from short-term investments and bank balances.

The improvement of PBT is due to absent of one-off reversal of over recognised bargain purchase gain on acquisition of subsidiary during immediate preceding quarter of RM3.5 million.

B3. Commentary on Prospects

The Group anticipates a challenging overall outlook for the Group's performance in the upcoming financial year. In response, The Group will be actively exploring opportunities to diversify and enhance our income streams.

B4. Variance between Actual Profit and Forecast Profit or Profit Guarantee

There were no profit forecast or profit guarantee made public for the current financial period under review.

Part B**Explanatory Notes Pursuant To Paragraph 9.22 of the Listing Requirements (Cont'd)****B5. Tax Expense**

The tax expense is as follows:

	Individual Quarter		Cumulative Period	
	Current Year	Preceding Year	Current Year	Preceding Year
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Current tax expense:				
For the current financial period	(468)	(90)	(468)	(90)
	<u>(468)</u>	<u>(90)</u>	<u>(468)</u>	<u>(90)</u>

B6. Status of Corporate Proposals

There were no corporate proposals as at 22 August 2024 (the latest practicable date not earlier than seven (7) days from the date of issue of this report).

B7. Details of Group Borrowings and Debt Securities

The Group's interest-bearing borrowings as at the end of the reporting period are as follows:

	As at 30.06.2024 RM'000	As at 30.06.2023 RM'000
Current		
Lease Liabilities	1,885	1,755
Borrowings	4,274	-
	<u>6,159</u>	<u>1,755</u>
Non-Current		
Lease Liabilities	4,451	5,845
Borrowings	10,000	-
	<u>14,451</u>	<u>5,845</u>
	<u>20,610</u>	<u>7,600</u>

B8. Gains and 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.

Part B

Explanatory Notes Pursuant To Paragraph 9.22 of the Listing Requirements (Cont'd)

B9. Changes in Material Litigation

The Directors were not aware of any material litigation, which, if enforced, may have a material impact on the profit or net asset value of the Group.

B10. Dividends

No interim dividend has been declared or proposed for the current financial period under review.

B11. Earnings/(Loss) per Share

The basic earnings/(loss) per share was calculated by dividing the profit/(loss) after taxation attributable to the owners of the Company by the weighted average number of ordinary shares in issue in the respective period as follows:

	Individual Quarter		Cumulative Period	
	Current Year Quarter 30.06.2024	Preceding Year Corresponding Quarter 30.06.2023	Current Year To-date 30.06.2024	Preceding Year Corresponding Period 30.06.2023
Profit/(loss) after taxation attributable to the owners of the Company (RM'000)	814	(15,385)	814	(15,385)
Weighted average number of ordinary shares in issue	1,228,331,507	1,224,479,224	1,228,331,507	1,224,479,224
Basic earnings/(loss) per share (sen)	0.07	(1.26)	0.07	(1.26)
Diluted earnings/(loss) per share (sen)	0.07	(1.26)	0.07	(1.26)

Part B**Explanatory Notes Pursuant To Paragraph 9.22 of the Listing Requirements (Cont'd)****B12. Notes to the Statement of Profit or Loss and Other Comprehensive Income**

	Individual Quarter		Cumulative Period	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	332	142	332	142
Depreciation of investment properties	-	14	-	14
Depreciation of right-of-use assets	640	598	640	598
Fair value loss on biological assets	123	-	123	-
Loss on disposal of subsidiaries	-	15,545	-	15,545
Interest expense on borrowings	57	-	57	-
Interest expense on lease liabilities	116	169	116	169
Property, plant and equipment written off	196	-	196	-
Interest income	130	417	130	417

B13. Authorisation for issue

The interim financial statements were authorised for issue by the Board in accordance with a resolution of the directors dated 29 August 2024.