



# **AT SYSTEMATIZATION BERHAD**

[REGISTRATION NO. 200401006297 (644800-X)]  
(INCORPORATED IN MALAYSIA)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE YEAR ENDED 31 MARCH 2024**



Unaudited Condensed Consolidated Statements of Financial Position  
As At 31 March 2024

	(Unaudited) As At 31.03.2024 RM '000	(Audited) As At 31.03.2023 RM '000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	82,398	123,765
Right-of-use assets	26,334	25,972
Investment in associates	27,337	88,682
Marketable securities	19,071	11,565
Receivables, deposits and prepayments	4,325	4,325
	159,465	254,309
<b>Current assets</b>		
Inventories	6,278	9,303
Trade receivables	4,260	7,253
Other receivables, deposits and prepayments	4,241	4,738
Tax assets	210	252
Money market instruments	16,338	21,097
Cash and bank balances	4,849	39,326
	36,176	81,969
Assets held for sale	18,636	18,636
	54,812	100,605
<b>TOTAL ASSETS</b>	214,277	354,914
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	487,943	480,444
Share option reserve	-	35
Warrant reserve	9,261	9,261
Translation reserve	(9)	1,191
Revaluation reserve	1,188	5,630
Fair value adjustment reserve	(11,394)	-
Accumulated losses	(325,019)	(239,283)
<b>Total equity</b>	161,970	257,278
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Finance lease payables	3,566	2,725
Lease liabilities	597	1,307
Bank borrowings	4,178	6,309
	8,341	10,341
<b>Current liabilities</b>		
Trade payables	2,902	5,803
Other payables & deposits	36,761	46,225
Contract liabilities	485	485
Tax liabilities	11	-
Finance lease payables	1,553	1,965
Lease liabilities	710	723
Bank borrowings	1,544	32,094
	43,966	87,295
<b>Total liabilities</b>	52,307	97,636
<b>TOTAL EQUITY AND LIABILITIES</b>	214,277	354,914
<b>Net assets per share (Sen)</b>	2.39	4.29

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.



Unaudited Condensed Consolidated Statements of Comprehensive Income  
For the Period Ended 31 March 2024

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.03.2024 RM '000	31.03.2023 RM '000	31.03.2024 RM '000	31.03.2023 RM '000
Revenue	4,868	10,571	32,585	60,798
Cost of sales	(7,468)	(3,617)	(36,008)	(68,404)
<b>Gross profit/(loss)</b>	<b>(2,600)</b>	<b>6,954</b>	<b>(3,423)</b>	<b>(7,606)</b>
Other income	13,650	994	19,493	3,468
Administrative and general expenses	(4,237)	(8,372)	(13,411)	(19,705)
Selling and distribution expenses	(11)	(22)	(80)	(133)
	(4,248)	(8,394)	(13,491)	(19,838)
Net loss on financial instruments	(1,237)	(3,807)	(1,779)	(3,672)
Other expenses	(71,215)	(44,306)	(71,772)	(48,627)
<b>Loss from operations</b>	<b>(65,650)</b>	<b>(48,559)</b>	<b>(70,972)</b>	<b>(76,275)</b>
Finance costs	(158)	(849)	(1,421)	(3,671)
Share of loss of associates	(2,957)	(11,946)	(13,080)	(2,752)
<b>Loss before tax</b>	<b>(68,765)</b>	<b>(61,354)</b>	<b>(85,473)</b>	<b>(82,698)</b>
Taxation	-	(32)	(262)	(47)
<b>Loss for the period</b>	<b>(68,765)</b>	<b>(61,386)</b>	<b>(85,735)</b>	<b>(82,745)</b>
<b>Attributable to:-</b>				
Owners of the Company	(68,765)	(61,386)	(85,735)	(82,745)
Non-controlling interests	-	-	-	-
	<b>(68,765)</b>	<b>(61,386)</b>	<b>(85,735)</b>	<b>(82,745)</b>
Loss per share attributable to owners of the Company (sen)				
- Basic	(1.02)	(1.05)	(2.54)	(1.38)
- Diluted	(1.02)	(1.05)	(2.54)	(1.38)

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial period year 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.



Unaudited Condensed Consolidated Statements of Comprehensive Income  
For the Period Ended 31 March 2024

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.03.2024 RM '000	31.03.2023 RM '000	31.03.2024 RM '000	31.03.2023 RM '000
<b>Loss for the period</b>	(68,765)	(61,386)	(85,735)	(82,745)
<b>Other comprehensive loss:- <i>Item that will not be reclassified subsequently to profit or loss</i></b>				
Net change in fair value of equity instrument designated at fair value through other comprehensive income ("FVOCI")	(11,394)	-	(11,394)	-
<b><i>Item that may be reclassified subsequently to profit or loss</i></b>				
Share of other comprehensive income/(loss) of associates	(168)	528	648	789
<b>Total comprehensive loss for the financial period</b>	<b>(80,327)</b>	<b>(60,858)</b>	<b>(96,481)</b>	<b>(81,956)</b>

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.



Unaudited Condensed Consolidated Statements of Changes in Equity  
As At 31 March 2024

	←----- Attributable to Owners of the Company ----->						Accumulated Losses RM '000	Total Equity RM '000
	←----- Non-Distributable ----->							
	Share Capital RM '000	Share Option Reserve RM '000	Revaluation Reserve RM '000	Warrant Reserve RM '000	Fair Value Adjustment Reserve RM '000	Translation Reserve RM '000		
<b>Unaudited</b>								
<b>At 1 April 2023</b>	480,444	35	5,630	9,261	-	1,191	(239,283)	257,278
Profit/(Loss) for the financial period	-	-	-	-	-	-	(85,735)	(85,735)
Release of reserve upon deemed disposal of associate	-	-	(5,336)	-	-	(989)	(1)	(6,326)
Other comprehensive loss for the financial period	-	(35)	894	-	(11,394)	(211)	-	(10,746)
<b>Total comprehensive income/(loss) for the period</b>	-	(35)	(4,442)	-	(11,394)	(1,200)	(85,736)	(102,807)
<b>Transactions with owners</b>								
Proceeds from private placement	5,461	-	-	-	-	-	-	5,461
Share issuance expenses	(108)	-	-	-	-	-	-	(108)
Share-based payments	-	478	-	-	-	-	-	478
Exercise of share options	2,146	(478)	-	-	-	-	-	1,668
<b>Total transactions with owners</b>	7,499	-	-	-	-	-	-	7,499
<b>At 31 March 2024</b>	487,943	-	1,188	9,261	(11,394)	(9)	(325,019)	161,970



Unaudited Condensed Consolidated Statements of Changes in Equity  
As At 31 March 2024

	<----- Attributable to Owners of the Company ----->						
	<----- Non-Distributable ----->						
	Share Capital RM '000	Share Option Reserve RM '000	Revaluation Reserve RM '000	Warrant Reserve RM '000	Translation Reserve RM '000	Accumulated Losses RM '000	Total Equity RM '000
<b><u>Audited</u></b>							
<b>At 1 April 2022 (Restated)</b>	478,425	295	5,344	9,261	427	(156,538)	337,214
Profit/(Loss) for the financial period	-	-	-	-	-	(82,745)	(82,745)
Other comprehensive loss for the financial period	-	(260)	286	-	764	-	790
<b>Total comprehensive income/(loss) for the period</b>	-	(260)	286	-	764	(82,745)	(81,955)
<b>Transactions with owners</b>							
Share-based payments	-	301	-	-	-	-	301
Exercise of share options	2,019	(301)	-	-	-	-	1,718
<b>Total transactions with owners</b>	2,019	-	-	-	-	-	2,019
<b>At 31 March 2023</b>	480,444	35	5,630	9,261	1,191	(239,283)	257,278

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 2023 and the accompanying explanatory notes attached to the interim financial report.



Unaudited Condensed Consolidated Statements of Cash Flows  
For the Period Ended 31 March 2024

	Current Period To-Date 31.03.2024 (Unaudited) RM'000	Preceding Year Corresponding Period 31.03.2023 (Audited) RM'000
<b>Cash flows from operating activities</b>		
Loss before tax	(85,473)	(82,698)
Adjustments for :-		
Impairment loss/(Reversal) of impairment on:		
- property, plant & equipment	34,893	16,087
Investment in associates :		
- Impairment loss	1,349	11,716
- Reversal of impairment loss	(3,070)	(904)
Share of loss of associates	13,080	2,752
Fair value adjustments on share options	478	301
Loss on derecognition of an associate	35,052	-
Fair value loss on investment in quoted shares	(33,241)	3,540
Other non-cash and non-operating items	37,119	35,771
Operating profit/(loss) before working capital changes	187	(13,435)
Decrease in inventories	3,025	11,921
Decrease in receivables	3,441	18,565
Increase/(Decrease) in payables	(12,372)	74
Cash (used in)/generated from operations	(5,719)	17,125
Net tax paid	(208)	(102)
<b>Net cash (used in)/from operating activities</b>	<b>(5,927)</b>	<b>17,023</b>
<b>Cash flows from investing activities</b>		
Distribution income on money market instruments	64	105
Interest income	754	1,577
Net investment in short term fixed deposit	31,656	35,021
Proceeds from disposal of quoted shares	2,863	-
Investment in quoted shares	(4,208)	(10,050)
Proceeds from disposal of property, plant and equipment	378	-
Purchase of property, plant and equipment	(3,000)	(15,193)
<b>Net cash from investing activities</b>	<b>28,507</b>	<b>11,460</b>



Unaudited Condensed Consolidated Statements of Cash Flows  
For the Period Ended 31 March 2024

	Current Period To-Date 31.03.2024 (Unaudited) RM'000	Preceding Year Corresponding Period 31.03.2023 (Audited) RM'000
<b>Cash flows from financing activities</b>		
Proceeds from exercise of share options	1,668	1,717
Proceeds from private placement	5,461	-
Share issuance expenses	(108)	-
Interest paid	(2,415)	(3,535)
Net repayments of finance lease payables	(4,045)	(2,018)
Net repayment of term loans	(31,283)	(36,802)
<b>Net cash used in financing activities</b>	<b>(30,722)</b>	<b>(40,638)</b>
Effects of exchange rate changes on cash and cash equivalents	892	(990)
<b>Net decrease in cash and cash equivalents</b>	<b>(7,250)</b>	<b>(13,145)</b>
Cash and cash equivalents brought forward	26,404	39,549
Cash and cash equivalents carried forward	<u>19,154</u>	<u>26,404</u>
<b>Represented by:-</b>		
Placement of deposits with bank	2,033	33,751
Cash and bank balances	2,816	5,575
Money market instruments	16,338	21,097
Bank overdraft	-	(268)
	<u>21,187</u>	<u>60,155</u>
Less: Deposits pledged with bank	(2,033)	(33,751)
	<u>19,154</u>	<u>26,404</u>

*The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.*



**A1) Basis of Preparation**

The interim financial report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board (“MASB”), Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023. The explanatory notes attached to the 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 March 2023.

**A2) Changes in Accounting Policies**

**Adoption of MFRSs, Amendments to MFRSs and IC Interpretations**

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2023, except for the following which were adopted at the beginning of this quarter:

<b>MFRSs/Amendments to MFRSs</b>	<b>Effective for annual periods beginning on or after</b>
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101 and MFRS Practice Statement 2 Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108 Disclosure of Accounting Estimates	1 January 2023
Amendments to MFRS 112 Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 17 Initial Application of MFRS 9 and MFRS 17 -Comparative Information	1 January 2023

**A2) Changes in Accounting Policies (Cont'd)**

***Standards in issue but not yet effective***

As at the date of authorisation of this interim financial report, the following new Malaysian Financial Reporting Standards (“MFRS”) and amendments to MFRSs have been issued by the MASB but are not yet effective and have not been adopted by the Group:-

<b>MFRSs/Amendments to MFRSs</b>	<b>Effective for annual periods beginning on or after</b>
Amendments to MFRS 16 Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101 Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 101 Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 101 Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further noticed

The Group will adopt the above MFRS and amendments to MFRS when they become effective in the respective financial periods.

**A3) Seasonal or Cyclical Factors**

The Group sells its products and services to customers from various sub-sectors of the semiconductor and manufacturing industries. The Group’s performance is, to certain extent, dependent on the outlook and cyclical nature of these semiconductor and manufacturing industries.

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current period under review.

**A5) Material Changes in Estimates**

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

**A6) Debt and Equity Securities**

Saved as disclosed below, there was no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial period under review:-

- 1) Issuance of new ordinary shares pursuant to the exercise of share options:-

	Individual Quarter 3 Months Ended 31.03.2024		Cumulative Quarter 12 Months Ended 31.03.2024	
	No. of shares '000	RM '000	No. of shares '000	RM '000
Exercise of share options	-	-	185,420	1,668

- 2) On 3 April 2023, the Company completed a Private Placement following the listing and quotation of 600,062,000 Placement Shares on the ACE Market of Bursa Securities. Total cash proceeds of RM5.46 million was raised and fully utilised for repayment of bank borrowings.

**A7) Dividend Paid**

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

**A8) Valuation of Property, Plant and Equipment**

The carrying values of property, plant and equipment have been brought forward, without amendment from the previous audited financial statements.

**A9) Material Events Subsequent to the end of the Financial Period**

There were no material events subsequent to the end of the financial period up to the date of this report.



Explanatory Notes Pursuant to Malaysia Financial Reporting Standard 134  
 For 12 Months Ended 31 March 2024

**A10) Changes in the Composition of the Group**

There were no material changes in the composition of the Group for the current quarter and financial period-to-date.

**A11) Contingent Liabilities or Contingent Assets**

The Group has no material contingent liabilities save for the corporate guarantees provided by the Company to financial institutions for credit facilities, and to suppliers for credit terms granted to subsidiaries of up to a total limit of approximately RM31,025,000. Total utilisation of these credit facilities as at 31 March 2024 amounted to approximately RM11,089,000. There were no material contingent assets to be disclosed as at the date of this report.

**A12) Capital Commitment**

As of 31 March 2024, capital commitment of the Group are as follows:-

	<b>RM'000</b>
Approved and contracted for	-
Contracted but not provided for:-	
(i) Capital expenditure for the Group's glove business	-
(ii) Capital expenditure for the Group's fabrication business	-
	<u>-</u>

**A13) Related Party Transactions**

	<b>Individual Quarter 3 Months Ended</b>		<b>Cumulative Quarter 12 Months Ended</b>	
	<b>31.03.2024 RM '000</b>	<b>31.03.2023 RM '000</b>	<b>31.03.2024 RM '000</b>	<b>31.03.2023 RM '000</b>
Sale to associates	-	20	6	103
Rental income from associates	25	60	205	220



**A14) Fair Value Measurements**

- (a) Fair values are categorised into different levels in a fair value hierarchy based on the input used in the valuation technique as follows:-

- Level 1 : Quoted price in active markets for identical assets or liabilities.  
 Level 2 : Inputs other than quoted prices included within Level 1 that are either directly or indirectly observable for the asset or liability.  
 Level 3 : Inputs for the asset or liability that are not based on observable market data.

- (b) The following table provides the fair value measurement hierarchy of the Group's financial instruments:-

	<b>&lt;--Fair value of financial instruments--</b>				<b>Carrying amount</b>
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Group - 31.03.2024</b>					
<b>Financial assets</b>					
- Investment in quoted shares	19,071	-	-	-	19,071
- Investment in money market instruments	16,338	-	-	-	16,338
	<b>35,409</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,409</b>

**A15) Revenue**

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.03.2024 RM '000	31.03.2023 RM '000	31.03.2024 RM '000	31.03.2023 RM '000
<b><u>Fabrication:</u></b>				
(i) Fabrication of customised parts	4,021	9,254	29,599	43,964
(ii) Servicing charges	79	40	416	120
<b><u>Sheet metal &amp; automation:</u></b>				
(i) Sheet metal fabrication	-	147	222	881
(ii) Design & assembly	-	-	-	5,361
<b>Solar renewable energy</b>	202	190	720	711
<b>Gloves</b>	566	940	1,628	9,761
	<u>4,868</u>	<u>10,571</u>	<u>32,585</u>	<u>60,798</u>
Goods or services transferred:				
- at a point in time	4,868	10,571	32,585	55,437
- over time	-	-	-	5,361
	<u>4,868</u>	<u>10,571</u>	<u>32,585</u>	<u>60,798</u>

**A16) Segmental Information**

The segmental information of the Group is presented by operating segments as follows:-

- (a) **Fabrication and automation** – Fabrication of industrial & engineering parts and sheet metal; Design and manufacturing of industrial automation systems and machinery;
- (b) **Renewable energy and property** – Renewable energy operator; Property letting;
- (c) **Gloves** – Manufacturing and sale of medical grade nitrile gloves;
- (d) **Others** – Investment holding and provision of management services to subsidiaries, neither which are of a sufficient size to be reported separately.



Notes to the Unaudited Interim Financial Report  
For 12 Months Ended 31 March 2024

**A16) Segmental Information (Cont'd)**

**Cumulative Period Ended 31.03.2024**

	Fabrication and automation RM '000	Renewable energy and property RM '000	Gloves RM '000	Others RM '000	Adjustment & Eliminations RM '000	Total RM '000
<b>Revenue</b>						
External revenue	30,237	720	1,628	-	-	32,585
Inter-segment revenue	-	-	-	-	-	-
Total revenue	<u>30,237</u>	<u>720</u>	<u>1,628</u>	<u>-</u>	<u>-</u>	<u>32,585</u>
<b>Results</b>						
Interest income	17	-	-	675	-	692
Finance costs	(657)	-	(24)	(740)	-	(1,421)
Share of profit/(loss) of associates	-	-	-	(13,080)	-	(13,080)
Segment profit/(loss) before tax	(7,619)	611	(39,417)	(39,048)	-	(85,473)
Taxation	(7)	-	-	(255)	-	(262)
Segment profit/(loss) after tax	<u>(7,626)</u>	<u>611</u>	<u>(39,417)</u>	<u>(39,303)</u>	<u>-</u>	<u>(85,735)</u>
Other material non-cash items:						
- Depreciation	(4,984)	(540)	(6,276)	(60)	-	(11,860)
- Unrealised gain/(loss) on foreign exchange	(5)	-	(1)	653	-	647
- (Impairment loss)/Reversal of impairment						
(i) property, plant & equipment	-	-	(34,893)	-	-	(34,893)
(ii) loan & receivables	(79)	-	-	-	-	(79)
- Investment in associates:						
(i) Impairment loss	-	-	-	(1,349)	-	(1,349)
(ii) Reversal of impairment loss	-	-	-	3,070	-	3,070
- Fair value gain/(loss) on quoted shares	(1,811)	-	-	-	-	(1,811)
- Loss of derecognition of an associate	-	-	-	(35,052)	-	(35,052)
- Share options expenses	(376)	-	-	(102)	-	(478)



Notes to the Unaudited Interim Financial Report  
For 12 Months Ended 31 March 2024

A16) Segmental Information (Cont'd)  
Cumulative Period Ended 31.03.2023

	Fabrication and automation RM '000	Renewable energy and property RM '000	Gloves RM '000	Others RM '000	Adjustment & Eliminations RM '000	Total RM '000
<b>Revenue</b>						
External revenue	50,326	711	9,761	-	-	60,798
Inter-segment revenue	-	-	-	1,560	(1,560)	-
Total revenue	<u>50,326</u>	<u>711</u>	<u>9,761</u>	<u>1,560</u>	<u>(1,560)</u>	<u>60,798</u>
<b>Results</b>						
Interest income	22	-	68	1,551	-	1,641
Finance costs	(753)	-	(54)	(2,864)	-	(3,671)
Share of profit/(loss) of associates	-	-	-	(2,752)	-	(2,752)
Segment profit/(loss) before tax	(8,445)	689	(56,305)	(18,637)	-	(82,698)
Taxation	(15)	-	-	(32)	-	(47)
Segment profit/(loss) after tax	<u>(8,460)</u>	<u>689</u>	<u>(56,306)</u>	<u>(18,669)</u>	<u>-</u>	<u>(82,746)</u>
Other material non-cash items:						
- Depreciation	(4,325)	(589)	(7,093)	(118)	-	(12,125)
- Unrealised gain/(loss) on foreign exchange	(32)	-	-	(992)	-	(1,024)
- (Impairment loss)/Reversal of impairment						
(i) property, plant & equipment	-	-	(16,087)	-	-	(16,087)
(ii) loan & receivables	(132)	-	-	-	-	(132)
- Investment in associates:						
(i) Impairment loss	-	-	-	(11,688)	-	(11,688)
(ii) Reversal of impairment loss	-	-	-	904	-	904
- Fair value gain/(loss) on quoted shares	(3,540)	-	-	-	-	(3,540)
- Share options expenses	(301)	-	-	-	-	(301)



Explanatory Notes Pursuant to the Listing Requirements  
For 12 Months Ended 31 March 2024

B1) Review of Performance

Individual Period (Quarter 4)	Preceding		Changes	
	Current Quarter	Year Correspondin	RM '000	%
	31.03.2024	31.03.2023		
	RM '000	RM '000	RM '000	%
<b>Revenue</b>				
Fabrication and automation	4,099	9,441	(5,342)	(57)
Renewable energy and property letting	203	190	13	7
Gloves	566	940	(374)	(40)
Others	-	-	-	-
	<u>4,868</u>	<u>10,571</u>	(5,703)	(54)
<b>Profit/(Loss) before tax</b>				
Fabrication and automation	(3,300)	(3,909)	609	(16)
Renewable energy and property letting	100	219	(119)	(54)
Gloves	(36,582)	(31,474)	(5,108)	16
Others	(28,983)	(26,190)	(2,793)	11
	<u>(68,765)</u>	<u>(61,354)</u>	(7,411)	12

**Current Quarter**

The Group posted revenue of RM4.87 million for the current quarter ended 31 March 2024, representing a decrease of 54% as compared to RM10.57 million recorded in the corresponding quarter ended 31 March 2023. The decrease in revenue was mainly due to lower revenue in fabrication and automation segment and lower order from sale of medical gloves. Fabrication and automation segment posted lower revenue by RM5.34 million mainly due to lower number of orders from contract manufacturers and textile machines maker. Glove segment posted lower revenue by RM0.37 million mainly due to lower units sold, offset with higher average selling price for gloves. Meanwhile, sale of solar energy to Tenaga Nasional Berhad was consistent at RM0.2 million.

The Group recorded pre-tax loss of RM68.76 million for the current quarter as compared to pre-tax loss of RM61.36 million in the corresponding quarter. Fabrication and automation segment reported lower pre-tax loss by RM0.61 million for the current quarter as compared to pre-tax loss of RM3.91 million in the corresponding quarter due to better operational performance offset with higher mark-to-market loss on quoted investments of RM1.26 million (Q4 FY2024: RM1.03 million). Renewable energy and property letting segment reported weaker performance mainly due to additional cost incurred for replacement of solar inverter and higher cost allocation to property letting segment.

Explanatory Notes Pursuant to the Listing Requirements  
For 12 Months Ended 31 March 2024

**B1) Review of Performance (Cont'd)**

**Current Quarter (cont'd)**

Glove segment reported pre-tax loss of RM36.58 million for current quarter as compared to pre-tax loss RM31.47 million in the corresponding quarter. This was mainly due to higher impairment loss on property, plant and equipment of RM 34.89 million (Q4 FY2023: RM16.09 million) and absence of inventories written down (Q4 FY2023: RM19.3 million). Other segment reported pre-tax loss of RM28.98 million for current quarter as compared to pre-tax loss RM26.19 million in the corresponding quarter is mainly due to higher mark-to-market loss on quoted investments of RM 35.05 million off-set against lower impairment loss on investment in associates by RM12.50 million couple with gain on deemed disposal of associate of RM 10 million and lower share of losses in associates of RM2.96 million (Q4 FY2024: RM11.94 million ).

Cumulative Period (Quarter 4)	Current Year to-date	Preceding Year Correspondin	Changes	
	31.03.2024 RM '000	31.03.2023 RM '000	RM '000	%
<b>Revenue</b>				
Fabrication and automation	30,237	50,326	(20,089)	(40)
Renewable energy and property letting	720	711	9	1
Gloves	1,628	9,761	(8,133)	(83)
Others	-	-	-	-
	<u>32,585</u>	<u>60,798</u>	(28,213)	(46)
<b>(Loss)/Profit before tax</b>				
Fabrication and automation	(7,619)	(8,445)	826	(10)
Renewable energy and property letting	611	689	(78)	(11)
Gloves	(39,417)	(56,305)	16,888	(30)
Others	(39,048)	(18,637)	(20,411)	110
	<u>(85,473)</u>	<u>(82,698)</u>	(2,775)	3

**Cumulative Period**

The Group posted revenue of RM32.59 million for the cumulative quarter ended 31 March 2024, which was 46% lower than RM60.80 million recorded in the corresponding cumulative quarter ended 31 March 2023. The decrease in revenue was mainly due to lower revenue in fabrication and automation segment and lower order from sale of medical gloves. Fabrication and automation segment posted lower revenue by RM20.09 million mainly due to lower number of orders from contract manufacturers and textile machines maker. Glove segment posted lower revenue by RM8.13 million mainly due to lower average selling price and lower demand from glove customers. Meanwhile, sale of solar energy to Tenaga Nasional Berhad was consistent at RM0.7 million.

Explanatory Notes Pursuant to the Listing Requirements  
For 12 Months Ended 31 March 2024

**B1) Review of Performance (Cont'd)**

**Cumulative Period (Cont'd)**

The Group recorded pre-tax loss of RM85.47 million for the cumulative quarter ended 31 March 2024, representing an increase of 3% as compared to pre-tax loss of RM82.70 million in the corresponding cumulative quarter. Fabrication and automation segment reported lower pre-tax loss by RM0.83 million mainly due to lower mark-to-market loss on quoted investments of RM1.81 million (Q4 FY2023: RM3.54 million). Glove segment reported lower pre-tax loss by RM16.89 million mainly due to lower gross loss incurred and lower production costs and fixed overhead, coupled with RM2.06 million gain on waiver from settlement with a previous gas supplier. Other segment reported higher pre-tax loss by RM39.05 million mainly due to higher mark-to-market loss on quoted investments of RM 35.05 million (Q4 FY 2023: RM Nil), couple with higher share of losses in associates of RM13.08 million (Q4 FY2023: RM2.75 million), off-set against gain on deemed disposal of associate of RM10 million (Q4 FY2023: RM Nil) and lower impairment loss on investment in associates by RM12.50 million coupled with lower finance cost of RM 0.74 million (Q4 FY2023: RM2.86 million).

**B2) Material Change in the Profit before Taxation of Current Period Compared with the Immediate Preceding Period**

	<b>Current Quarter</b>	<b>Immediate Preceding Quarter</b>	<b>Changes</b>	
	<b>31.03.2024</b>	<b>31.12.2023</b>	<b>RM '000</b>	<b>%</b>
	<b>RM '000</b>	<b>RM '000</b>	<b>RM '000</b>	
<b>Revenue</b>				
Fabrication and automation	4,099	7,516	(3,417)	(45)
Renewable energy and property letting	203	162	41	25
Gloves	566	526	40	8
Others	-	-	-	-
	<b>4,868</b>	<b>8,204</b>	<b>(3,336)</b>	<b>(41)</b>
<b>Profit/(Loss) before tax</b>				
Fabrication and automation	(3,300)	(378)	(2,922)	(773)
Renewable energy and property letting	100	178	(78)	(44)
Gloves	(36,582)	1,032	(37,614)	(3,645)
Others	(28,983)	(2,110)	(26,873)	1,274
	<b>(68,765)</b>	<b>(1,278)</b>	<b>(67,487)</b>	<b>(5,281)</b>



**B2) Material Change in the Profit before Taxation of Current Period Compared with the Immediate Preceding Period (Cont'd)**

**Q4 FY2024 vs Q3 FY2024**

The Group posted revenue of RM4.87 million for the current quarter ended 31 March 2024, representing a decrease of 41% as compared to RM8.20 million recorded in the preceding quarter ended 31 December 2023. Fabrication and automation segment reported lower sales mainly due to lower orders from contract manufacturers and sheet metal business. Glove segment reported higher sales of medical gloves due to higher units sold. Meanwhile, sale of solar energy to Tenaga Nasional Berhad was consistent at RM0.2 million.

The Group recorded pre-tax loss of RM68.77 million for the current quarter, representing an increase by RM67.49 million as compared pre-tax loss of RM1.28 million recorded in the preceding quarter. Fabrication and automation segment reported higher pre-tax loss by RM2.92 million mainly due to higher mark-to-market loss on quoted shares by RM1.26 million (Q3 FY2024: RM 0.48 million mark-to-market gain on quoted shares). Gloves segment reported pre-tax loss of RM36.58 million in Q4 FY2024 as compared pre-tax profit of RM1.03 million recorded in the preceding quarter mainly due to impairment loss on property, plant and equipment of RM34.89 million. Other segment reported higher pre-tax loss by RM26.87 million in Q4 FY2024 mainly due to higher mark-to-market loss on quoted investments of RM 35.05 million (Q3 FY2024: RM Nil), higher share of losses in associates of RM2.96 million (Q3 FY2024: RM2.49 million) coupled with higher unrealised loss on foreign exchange of RM0.27 million (Q3 FY2024: RM0.47 million unrealised gain), off-set against gain on deemed disposal of associate of RM 10 million and net reversal of impairment loss on investment in associates of RM1.72 million (Q3 FYE 2024 : RM Nil).

**B3) Prospects**

**Fabrication and automation business**

The manufacturing sector is projected to grow by 4.2% in 2024 driven by better performance in both export and domestic-oriented industries. Export-oriented industries are expected to benefit from the recovery of external demand, particularly in the Electrical and Electronics segment, driven primarily by memory products, aligning with the resurgence in demand for technologically advanced products. Looking ahead to 2024, inflation is expected to remain moderate, though risks to this outlook are contingent upon changes in domestic policies regarding subsidies and price controls, as well as fluctuations in global commodity prices and financial market dynamics. Malaysian manufacturers are also wary of potential risks such as rising energy costs and fluctuations in the value of the Ringgit currency.

The Group will maintain a cautious approach to its manufacturing operations, prioritising operational efficiency to reduce costs and sustain its growth.



**B3) Prospects(Cont'd)**

**Glove business**

Since venturing into glove-making business in 2020, the Group has set up 10 production lines in its glove manufacturing plant at Chemor, Perak. The Group has also obtained relevant qualifications and certifications including CE marking certification, US FDA 510(k) certification and Halal certificate to be able to compete in the glove market.

The glove business outlook continues to be challenging in view of the normalisation of gloves demand and glove average selling prices as well as rising production cost structure. The Group has not been able to secure sufficient orders from customers to sustain its operation. In view of this, the Group is scaling down its glove-making operation and will evaluate various options on the future direction of the glove business, such as leasing the glove-making facilities for rental incomes.

**B4) Profit forecast or profit guarantee**

Not applicable as the Group did not publish any profit forecast.

**B5) Qualification of Preceding Audited Financial Statements**

There was no qualification to the preceding audited financial statements for the financial year ended 31 March 2023.

Explanatory Notes Pursuant to the Listing Requirements  
For 12 Months Ended 31 March 2024

**B6) Profit/(Loss) Before Tax**

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.03.2024 RM '000	31.03.2023 RM '000	31.03.2024 RM '000	31.03.2023 RM '000
Included in the profit/(loss) before tax is after charging/(crediting):-				
Property, plant & equipment:-				
(i) Depreciation	2,334	2,543	9,269	10,198
(ii) Written off	245	-	245	-
(iii) Impairment loss	34,893	16,087	34,893	16,087
(iv) Reversal of impairment loss	(2)	-	(2)	-
(ii) (Gain)/Loss on disposal	25	-	-	-
Right-of-use assets:-				
(i) Depreciation	639	570	2,591	1,927
Fair value loss on quoted shares	1,157	1,030	1,811	3,540
Loss of derecognition of an associate	35,052	-	35,052	-
(Reversal of)/Allowance for impairment loss on loan & receivables	7	195	79	132
Impairment loss on investment in associates	-	-	-	-
	1,349	11,716	1,349	11,716
Reversal of Impairment loss on investment in associate	-	-	-	-
	(3,070)	(904)	(3,070)	(904)
Rental income	(141)	(175)	(600)	(639)
Distribution income on money market instruments	(15)	-	(136)	-
Interest income	(331)	(387)	(692)	(1,641)
Interest expense	157	849	1,421	3,671
Gain on disposal of quoted shares	-	-	(104)	-
Rental expense of premises	28	23	71	152
Loss/(Gain) on foreign exchange:				
- realised	(7)	250	(289)	(91)
- unrealised	243	(97)	(647)	1,024



Explanatory Notes Pursuant to the Listing Requirements  
For 12 Months Ended 31 March 2024

**B7) Taxation**

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.03.2024 RM '000	31.03.2023 RM '000	31.03.2024 RM '000	31.03.2023 RM '000
Corporate tax income/(expense)	-	(32)	(262)	(47)
Deferred tax income/(expense)	-	-	-	-
	<u>-</u>	<u>(32)</u>	<u>(262)</u>	<u>(47)</u>

The effective tax rate for current period is lower than the statutory income tax rate mainly due to losses suffered by the Company and certain subsidiaries as well as the availability of tax allowances to offset the taxable income of certain subsidiaries.

**B8) Status of Corporate Proposals**

Save as disclosed below, there were no other corporate proposals announced but not completed at the latest practicable date which is not earlier than seven (7) days from the date of issue of this interim financial report:-

- 1) On 31 October 2023, TA Securities Holdings Berhad (“TA Securities”), on behalf of the Company announced that the Company proposes to undertake the following:
  - (i) proposed consolidation of every 30 existing ordinary shares in the Company (“ATS Shares”) held by the shareholders of the Company on an entitlement date to be determined and announced later, into 1 ATS Share (“Proposed Share Consolidation”); and
  - (ii) proposed reduction of the issued share capital of the Company by RM260 million pursuant to Section 116 of the Companies Act 2016 (“Proposed Share Capital Reduction”).

Bursa Securities had, vide its letter dated 23 November 2023, approved the following:

- (i) Proposed Share Consolidation;
- (ii) Listing and quotation of up to 241,838,584 Consolidated Shares (assuming all of the 469,053,650 outstanding Warrants C are exercised into new ATS Shares prior to the implementation of the Proposed Share Consolidation); and
- (iii) Listing and quotation of up to 15,635,121 Consolidated Warrants C (assuming none of the 469,053,650 outstanding Warrants C are exercised prior to the implementation of the Proposed Share Consolidation).





Explanatory Notes Pursuant to the Listing Requirements  
For 12 Months Ended 31 March 2024

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**B8) Status of Corporate Proposals (Cont'd)**

The Proposed Share Consolidation and the Proposed Share Capital Reduction approved by the shareholders at an extraordinary general meeting convened on 22 December 2023.

On 12 January 2024, TA Securities, on behalf of the Company announced that the Share Consolidation has been completed following the listing and quotation of 226,192,659 Consolidated Shares and 15,634,256 Consolidated Warrants C on the ACE Market of Bursa Securities.

On 9 April 2024, TA Securities, on behalf of the Company announced that an office copy of the sealed order of the Court confirming the Share Capital Reduction has been lodged with the Companies Commission of Malaysia. Pursuant thereto, the Share Capital Reduction shall therefore take effect and be deemed completed on 9 April 2024.

**B9) Material Litigation**

Saved as disclosed below, there were no material litigations involving the Group as at the date of this interim financial report and the directors of the Group do not have any knowledge of any proceeding pending or threatened involving the Group which might materially and adversely affect the financial position or business of the Group.

On 26 June 2020, AT Glove Engineering Sdn. Bhd. (“AGESB”) entered into a share sale agreement with Hai Hong Capital Sdn Bhd, P’ng Sim Guan, P’ng Lai Heng, Hai Hong Holdings Sdn Bhd and Aaron Khoo Teng Soon (collectively the “Vendors”) for the acquisition by AGESB of the entire issued share capital of Pearl Glove (Malaysia) Sdn Bhd (“Pearl Glove”) (“SSA”), pursuant to which AGESB had paid a deposit and advances totaling RM4.4 million. Due to the non-fulfilment of the conditions precedent under the SSA, AGESB had on 11 November 2020 issued a notice of termination to the Vendors, and requested for the refund of the deposit and advancement. As at to-date, the Vendors have yet to refund the deposit and advancement to AGESB.

Following the above, a civil suit was commenced by AGESB (as Plaintiff) against the Vendors (as Defendants) on 31 December 2020 at the High Court of Malaya, Kuala Lumpur. The civil suit was subsequently transferred to the High Court of Penang following an application made by the Defendants which was heard on 11 March 2021 at the High Court of Malaya, Kuala Lumpur. The High Court of Penang has initially fixed the trial for the case from 5 December 2022 to 7 December 2022. The trial dates for the case was subsequently changed to 12 August 2024 to 14 August 2024 by the High Court of Penang.





Explanatory Notes Pursuant to the Listing Requirements  
For 12 Months Ended 31 March 2024

**B10) Borrowings and Debts Securities**

	Non-Current RM '000	Current RM '000	Total RM '000
<b>As at 31.03.2024</b>			
<b><u>Secured</u></b>			
Finance lease payables	3,566	1,553	5,119
Term loans	4,178	1,544	5,722
Revolving credit	-	-	-
Bank overdraft	-	-	-
	7,744	3,097	10,841
<b>As at 31.03.2023</b>			
<b><u>Secured</u></b>			
Finance lease payables	3,532	2,231	5,763
Term loans	6,928	1,268	8,196
Revolving credit	-	65,850	65,850
Bank overdraft	-	273	273
	10,460	69,622	80,082
		<b>31.03.2024</b>	<b>31.03.2023</b>
		%	%
The weighted average interest rate are as follows:			
Finance lease payables		3.22	3.31
Term loans		5.31	5.07
Revolving credit		-	5.69
Bank overdraft		7.35	7.10
Proportion of borrowings between:			
Fixed interest rates		47%	7%
Floating interest rates		53%	93%

All the Group's borrowings are denominated in RM.

**B11) Dividend**

There was no dividend declared or paid for the current period under review.

Explanatory Notes Pursuant to the Listing Requirements  
For 12 Months Ended 31 March 2024

**B12) Earnings/(Loss) per Share**

The basic and diluted earnings per share are computed as follows: -

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
<b>(a) Basis earnings per share</b>				
Profit/(Loss) attributable to the owners of the Company (RM'000)	(68,765)	(61,386)	(85,735)	(82,745)
Weighted average number of ordinary shares in issue ('000)	6,712,342	5,870,174	3,374,511	5,996,178
Basic earnings/(loss) per share (sen)	(1.02)	(1.05)	(2.54)	(1.38)
<b>(b) Diluted earnings/(loss) per share</b>				
Profit/(Loss) attributable to the owners of the Company (RM'000)	(68,765)	(61,386)	(85,735)	(82,745)
Weighted average number of ordinary shares in issue ('000)	6,712,342	5,870,174	3,374,511	5,996,178
Adjusted for Warrants C ('000)	-	-	-	-
Adjusted for share options ('000)	-	-	-	-
Adjusted weighted average number of ordinary shares in issue ('000)	6,712,342	5,870,174	3,374,511	5,996,178
Diluted earnings/(loss) per share (sen)	(1.02)	(1.05)	(2.54)	(1.38)

Notes:

- (1) The diluted loss per share is equivalent to the basic loss per share as the Company's warrants and share options had an anti-dilutive effect on the basic loss per share.

**B13) Authorisation for Issue**

The interim financial report was authorised for issue on 31 May 2024 by the Board of Directors.