

FAST ENERGY HOLDINGS BERHAD

(Registration No.: 200401009317 (647820-D))

Incorporated in Malaysia

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024**

FAST ENERGY HOLDINGS BERHAD

Registration No.: 200401009317 (647820-D)

Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

	(Unaudited)			(Unaudited)		
	3 months ended (Quarter)			9 months ended (Cumulative)		
	30.09.2024	30.09.2023	%	30.09.2024	30.09.2023	%
	RM'000	RM'000	chg	RM'000	RM'000	chg
Revenue	81,566	101,425	-19.6%	267,784	275,211	-2.7%
Operating expenses	(85,418)	(102,995)		(274,645)	(282,963)	
Operating loss	(3,852)	(1,570)	145.4%	(6,861)	(7,752)	-11.5%
Other operating income/(loss)	(648)	649		338	3,686	
	(4,500)	(921)	388.6%	(6,523)	(4,066)	60.4%
Share of profit from joint venture	182	250		695	733	
Finance costs	(97)	(61)		(437)	(128)	
Loss before taxation	(4,415)	(732)		(6,265)	(3,461)	
Taxation	155	(417)		1,326	(515)	
Net loss after taxation	(4,260)	(1,149)		(4,939)	(3,976)	
Other comprehensive income, net of tax:						
Net change in fair value of equity investments	(5,685)	-		(2,293)	-	
Total comprehensive loss	(9,945)	(1,149)	765.5%	(7,232)	(3,976)	81.9%
Net loss attributable to:						
Owners of the Company	(3,609)	(1,587)		(4,799)	(4,355)	
Non-controlling interests	(651)	438		(140)	379	
	(4,260)	(1,149)		(4,939)	(3,976)	
Total comprehensive loss attributable to:						
Owners of the Company	(9,294)	(1,587)		(7,092)	(4,355)	
Non-controlling interests	(651)	438		(140)	379	
	(9,945)	(1,149)		(7,232)	(3,976)	
Basic loss per share (sen)	(0.84)	(0.74)		(1.11)	(2.02)	

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

FAST ENERGY HOLDINGS BERHAD

Registration No.: 200401009317 (647820-D)

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024**

	(Unaudited) As at 30.09.2024 RM'000	(Audited) As at 31.12.2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	10,723	12,111
Equity investments	15,962	2,255
Intangible asset	3,500	4,250
Right-of-use asset	471	493
Goodwill on acquisition	37,375	37,390
	<u>68,031</u>	<u>56,499</u>
Current assets		
Inventories	132	437
Trade and other receivables	51,118	53,500
Amount owing by joint arrangement partner	-	4,457
Other investments	7,010	-
Current tax asset	1,379	533
Fixed deposits with licensed banks	521	513
Cash and bank balances	4,658	13,658
	<u>64,818</u>	<u>73,098</u>
TOTAL ASSETS	<u>132,849</u>	<u>129,597</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	160,615	141,240
Discount on equity	(11,795)	(5,336)
Warrant reserve	11,795	5,336
Non-distributable reserve	(2,058)	235
Accumulated losses	(36,216)	(31,417)
	<u>122,341</u>	<u>110,058</u>
Non-controlling interests	<u>2,326</u>	<u>2,466</u>
Total equity	<u>124,667</u>	<u>112,524</u>
Non-current liabilities		
Finance lease liabilities	84	678
Lease liability	-	332
Deferred taxation	191	1,534
	<u>275</u>	<u>2,544</u>
Current liabilities		
Trade and other payables	3,412	9,361
Finance lease liabilities	670	304
Lease liability	475	164
Borrowings	3,350	4,700
	<u>7,907</u>	<u>14,529</u>
Total liabilities	<u>8,182</u>	<u>17,073</u>
TOTAL EQUITY AND LIABILITIES	<u>132,849</u>	<u>129,597</u>
Net tangible assets per share attributable to equity holders of the parent (sen)	<u>18.9</u>	<u>15.9</u>

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

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

	Share Capital RM'000	Discount on Equity RM'000	Warrant Reserve RM'000	Non- Distributable Reserve RM'000	Retained Earnings/ (Accumulated Losses) RM'000	Equity Attributable to Owners of the Parent RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
Balance as at 1 January 2023	135,799	(5,336)	5,336	-	(12,736)	123,063	1,371	124,434
Net loss for the period	-	-	-	-	(4,355)	(4,355)	379	(3,976)
Share options vested	1,921	-	-	-	-	1,921	-	1,921
Issue of shares	3,520	-	-	-	-	3,520	-	3,520
Balance as at 30 September 2023	141,240	(5,336)	5,336	-	(17,091)	124,149	1,750	125,899
Balance as at 1 January 2024	141,240	(5,336)	5,336	235	(31,417)	110,058	2,466	112,524
Net loss for the period	-	-	-	-	(4,799)	(4,799)	(140)	(4,939)
Other comprehensive income	-	-	-	(2,293)	-	(2,293)	-	(2,293)
Issue of shares pursuant to rights	19,375	-	-	-	-	19,375	-	19,375
Warrants issue	-	(6,459)	6,459	-	-	-	-	-
Balance as at 30 September 2024	160,615	(11,795)	11,795	(2,058)	(36,216)	122,341	2,326	124,667

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

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

	(Unaudited) 9 months ended	
	30.09.2024	30.09.2023
	RM'000	RM'000
Cash Flows From Operating Activities		
Loss before taxation	(6,265)	(3,461)
<u>Adjustments for:</u>		
Non-cash items	3,436	2,807
Non-operating items	(21)	(9)
Operating loss before working capital changes	<u>(2,850)</u>	<u>(663)</u>
<u>Changes in working capital:</u>		
Net change in current assets	7,722	(24,373)
Net change in current liabilities	(5,927)	16,912
Cash used in operations	(1,055)	(8,124)
Tax (paid)/refunded	(862)	41
Net cash used in operating activities	<u>(1,917)</u>	<u>(8,083)</u>
Cash Flows From Investing Activities		
Interest received	12	9
Dividend received	9	-
Purchase of property, plant and equipment	(114)	(154)
Acquisition of equity investments	(16,000)	-
Acquisition of other investments	(7,010)	-
Placement of fixed deposits pledged	(8)	(6)
Net cash used in investing activities	<u>(23,111)</u>	<u>(151)</u>
Cash Flow From Financing Activities		
Proceeds from issue of new shares	19,375	3,520
Repayment of term loans	(1,350)	(814)
Repayment of hire purchase creditors	(228)	(216)
Interest paid	(398)	(128)
Repayment of lease liability	(133)	(127)
Net cash generated from financing activities	<u>17,266</u>	<u>2,235</u>
NET DECREASE CASH AND CASH EQUIVALENTS	<u>(7,762)</u>	<u>(5,999)</u>
Effects of exchange rate changes	<u>(1,238)</u>	<u>1,424</u>
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF YEAR	<u>13,658</u>	<u>9,100</u>
CASH AND CASH EQUIVALENTS AS AT END OF YEAR	<u>4,658</u>	<u>4,525</u>
<u>Cash and cash equivalents comprise:</u>		
Deposits with licensed banks	521	510
Cash and bank balances	4,658	4,525
	<u>5,179</u>	<u>5,035</u>
Less : Fixed deposits pledged to a licensed bank	(521)	(510)
	<u>4,658</u>	<u>4,525</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.)

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

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

The interim financial report 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 the interim financial reports. These explanatory notes attached 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 December 2023.

A2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statement for the financial year ended 31 December 2023. The accounting standards and interpretations that are issued but not yet effective up for the current financial period are disclosed below:

Description	Effective date
Amendment to MFRS 101: Presentation of Financial Statements - Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 7: Financial Instruments – Disclosures and MFRS 107 Statement of Cash Flows: Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121: The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability	1 January 2025
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The Group and Company intend to adopt these standards, if applicable, when they become effective. The directors expect that the adoption of the above accounting standards and interpretations will have no material impact on the Financial Statements in the year of initial application.

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A3. Auditor's Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2023 was not qualified.

A4. Comments about Seasonal or Cyclical Factors

The Group's operation was not significantly affected by any unusual seasonal or cyclical factors in the current quarter and financial period-to-date under review.

A5. Unusual Items due to their Nature, Size or Incidence

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial period-to-date under review.

A6. Significant Estimates and Changes in Estimates

There were no significant estimates nor changes in the estimates of amounts reported that have a material effect on the results in the current quarter under review.

A7. Changes in Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter under review.

A8. Dividend Paid or Proposed

There were no dividends paid nor proposed during the quarter under review.

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024**A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING****A9. Segmental Information**

	Investment Holding	Bunkering, vessel chartering and petroleum trading	Renewable energy	Property & Equity Investment	Smart Devices	Adjustment and elimination	Consolidation
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
9 Months Ended							
30.09.2024							
External sales	10	262,367	213	-	5,194	-	267,784
Inter-segment revenue	-	-	-	-	-	-	-
Total	10	262,367	213	-	5,194	-	267,784
Operating segment profit/(loss)	(1,954)	(1,567)	(106)	(646)	(2,250)	-	(6,523)
Share of joint venture profit	-	695	-	-	-	-	695
Finance cost	(18)	(399)	(17)	-	(3)	-	(437)
Profit/(loss) before taxation	(1,972)	(1,271)	(123)	(646)	(2,253)	-	(6,265)
Taxation	-	1,332	(6)	-	-	-	1,326
Net profit/(loss) after taxation	(1,972)	61	(129)	(646)	(2,253)	-	(4,939)
Segment assets	131,788	78,048	3,198	21,550	6,864	(145,974)	95,474
Unallocated corporate asset							37,375
							132,849
Segment liabilities	45	45,410	1,681	24,181	10,041	(73,176)	8,182

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A9. Segmental Information (cont'd)

	Investment Holding	Bunkering, vessel chartering and petroleum trading	Renewable energy	Property & Equity Investment	Smart Devices	Adjustment and elimination	Consolidation
9 Months Ended	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
30.09.2023							
External sales	-	268,365	245	-	6,601	-	275,211
Inter-segment revenue	-	-	-	-	-	-	-
Total	-	268,365	245	-	6,601	-	275,211
Operating segment profit/(loss)	(3,206)	3,459	(120)	(23)	(4,176)	-	(4,066)
Share of joint venture profit	-	733	-	-	-	-	733
Finance cost	(2)	(104)	(22)	-	-	-	(128)
Profit/(loss) before taxation	(3,208)	4,088	(142)	(23)	(4,176)	-	(3,461)
Taxation	-	(511)	(4)	-	-	-	(515)
Net profit/(loss) after taxation	(3,208)	3,577	(146)	(23)	(4,176)	-	(3,976)
Segment assets	129,749	95,611	3,529	-	5,596	(127,476)	107,009
Unallocated corporate asset							50,147
							157,156
Segment liabilities	4,746	64,905	1,816	(76)	9,671	(49,805)	31,257

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024

A. EXPLANATORY NOTES AS PER MFRS 134 – INTERIM FINANCIAL REPORTING

A10. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward, without amendment, from the financial year ended 31 December 2023.

A11. Subsequent Events

On 1 October 2024, the Board of Directors announced that the Company had entered into a share sale agreement (“SSA”) to purchase 150,000 shares which represents the balance of 30% equity interest not owned by the Company in Fast Marine Sdn Bhd (“FMSB”) for a total cash consideration of RM18.00 million. Pursuant to the terms and conditions of the SSA and upon payment of the initial 10% deposit, the 150,000 shares in FMSB was transferred to Fast Energy Holdings Berhad on 29 October 2024.

There were no other material events subsequent to the end of the current quarter that have not been reflected in the financial statements, which are likely to substantially affect the results of the current quarter under review.

A12. Changes in Composition of the Group

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

A13. Contingent Liabilities

There were no contingent liabilities as at the end of the quarter under review.

A14. Capital Commitments

There were no capital commitments for the purchase of property, plant and equipment not provided for in the interim condensed financial statements as at the end of the quarter under review.

A15. Related Party Transactions

There were no other related party transactions which would have a material impact on the financial position and the business of the Group during the current quarter, other than those disclosed below:

	<u>3 months ended (Quarter)</u>		<u>9 months ended (Cumulative)</u>	
	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>30.09.2024</u>	<u>30.09.2023</u>
	RM'000	RM'000	RM'000	RM'000
Related Party Transactions				
Company connected to a director				
Professional fee payable to:				
- ML Taxation Services Sdn Bhd	37	18	72	37

The directors are of the opinion that all the transactions above have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties.

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

3rd Quarter 2024 vs 3rd Quarter 2023

Group revenue for the third quarter ended 30 September 2024 was 19.6% lower at RM81.57 million compared to RM101.43 million for the corresponding quarter in the previous year. The lower revenue was mainly due to decrease in the Group's oil bunkering and petroleum trading business segment as a result of the weakening USD coupled with lower sales from smart devices division.

The Group recorded a loss before taxation of RM4.42 million compared to a loss of RM0.73 million for the corresponding third quarter last year. This loss was mainly due to the lower sales coupled with both realised and unrealised foreign exchange losses amounting to approximately RM1.99 million and RM0.94 million respectively during the quarter under review. The foreign exchange losses were attributed to the weakening of the USD currency.

Total comprehensive loss for the third quarter was RM9.95 million, after including a net decrease in fair value of equity investments of RM5.69 million. Total comprehensive loss for the corresponding third quarter last year was RM1.15 million.

3rd Quarter 2024 YTD vs 3rd Quarter 2023 YTD

The Group recorded revenue of RM267.78 million for the nine months period ended 30 September 2024 compared to RM275.21 million for the same period last year. The marginal 2.7% decrease in revenue was attributed to the oil bunkering business segment and lower sales from the smart devices segment.

The Group however, made a loss before taxation ("LBT") of RM6.27 million for the period under review compared to a LBT of RM3.46 million for the same period last year. LBT was higher in the current period under review due to lower business from the oil and bunkering segment which was also affected by realised and unrealised foreign exchange losses amounting to about RM1.28 million and RM0.81 million respectively.

Overall, the Group recorded total comprehensive loss for the period of RM7.23 million after including net decrease in fair value of its equity investments amounting to RM2.29 million, compared to a comprehensive loss of RM3.98 million for the corresponding period in the preceding year.

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B2. Comment on Material Change in Profit Before Taxation of Current Quarter Compared with the Immediate Preceding Quarter**

	(Unaudited)		%
	3 months ended (Quarter)		
	30.09.2024	30.06.2024	
	RM'000	RM'000	chg
Revenue	81,566	97,318	-16.2%
Operating expenses	(85,418)	(99,025)	
Operating loss	(3,852)	(1,707)	
Other operating income/(loss)	(648)	146	
	(4,500)	(1,561)	188.3%
Share of profit from joint venture	182	257	
Finance costs	(97)	(274)	
Loss before taxation	(4,415)	(1,578)	179.8%
Income tax expense	155	974	
Loss after taxation	(4,260)	(604)	605.3%
Other comprehensive income, net of tax:			
Net change in fair value of equity investments	(5,685)	3,512	
Total comprehensive income/(loss)	(9,945)	2,908	-442.0%
Loss attributable to:			
Owners of the Company	(3,609)	(913)	
Non-controlling interests	(651)	309	
	(4,260)	(604)	
Total comprehensive income/(loss) attributable to:			
Owners of the Company	(9,294)	2,599	
Non-controlling interests	(651)	309	
	(9,945)	2,908	

For the third quarter ended 30 September 2024, Group revenue of RM81.57 million was 16.2% lower than revenue of RM97.32 million for the preceding quarter ended 30 June 2024. The lower revenue was due to decreased sales from the oil bunkering segment as a result of the weakening USD and lower sales from the smart devices business segment quarter-on-quarter.

The Group made a loss before taxation of RM4.42 million compared to loss of RM1.58 million for the preceding quarter ended 30 June 2024. Higher losses was mainly due to the oil bunkering business segment recording lower revenue coupled with both realised and unrealised foreign exchange losses amounting to approximately RM1.99 million and RM0.94 million respectively during the quarter under review.

Total comprehensive loss for the third quarter under review was RM9.95 million compared to comprehensive income of RM2.91 million for the preceding quarter ended 30 June 2024. The quarter under review recorded an decrease in fair value of equity investments of RM5.69 million.

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B3. Prospects For The Financial Year Ending 31 December 2024

Oil Bunkering, Vessel Chartering and Petroleum Trading Segment

Global demand for oil bunkering continue to be on the rise in line with increase in global seaborne trade. There will be an increasing need for marine transportation coupled with a surge in demand from geopolitical conflicts that will force tankers to take longer shipping routes. These factors contribute to boosting bunker fuel consumption.

Nevertheless, there is continued pressure from stricter regulations on emissions and environmental concerns on the industry. Industry players are increasingly exploring low carbon fuel options in order to reduce their carbon footprint.

Given the current economic conditions and anticipated industry trends, the Company expects continued growth in this business segment, however, performance maybe impeded by foreign exchange volatility related to the US Dollar.

Smart Devices Segment

Sales in the smart devices segment have slowed quarter-on-quarter due to tight competition until the introduction of other electronic products which lifted sales in the last two quarters. Management will continue to focus efforts on increasing sales revenue in this business segment by introducing other electronic products and new complementary smart consumer devices to expand its product offering beyond mobile phones.

Renewable Energy Segment

There is increasing awareness of climate change and an overall shift towards sustainable energy sources, which in turn, has increased the demand for renewable energy solutions like solar power. Malaysia is committed to achieving energy generation powered by renewable sources with targets of 31% of total installed capacity from renewable sources by the year 2025 and 40% in the year 2035 under Malaysia's Energy Transition Plan. The implementation of government initiatives such as the Net Energy Metering ("NEM") programme, Large Scale Solar PV ("LSS") programme and Supply Agreement with Renewable Energy ("SARE"), to name a few, are expected to keep demand strong in the renewable energy sector.

The Company had completed its investment of 140 million shares in Vsolar Group Berhad ("Vsolar") at RM0.10 per share. This represents a 28.15% equity interest in Vsolar, whose principal business is in the provision of renewable energy solutions, installation of non-solar energy collectors as well as the design and development of software solutions. The investment allows the Company to benefit from the long term growth potential of the renewable energy sector, which typically have stable and predictable revenue streams. Additionally, the investment is in line with the Company's mission to expand its existing green energy business.

Overall, as the USD has started to strengthen from its low during the year, the Group is expected to record an improved result for the last quarter of the financial year ending 31 December 2024, barring any unforeseen circumstances.

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B4. Profit Forecast or Profit Guarantee**

This is not applicable as no profit forecast was published.

B5. Income Tax Expense

	<u>3 months ended (Quarter)</u>		<u>(Cumulative)</u>	
	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>30.09.2024</u>	<u>30.09.2023</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysian income tax	(314)	291	-	292
Deferred taxation	159	126	(1,343)	223
	<u>(155)</u>	<u>417</u>	<u>(1,343)</u>	<u>515</u>
Underprovision for tax in prior year	-	-	17	-
Total income tax expense	<u>(155)</u>	<u>417</u>	<u>(1,326)</u>	<u>515</u>

The disproportionate tax charge of the Group is due to certain expenses of the subsidiary companies which are not deductible for tax purposes and there is no Group relief over the loss making company within the Group.

B6. Corporate Proposals*(a) Employee Share Option Scheme ("ESOS")*

The ESOS which was approved by shareholders at an Extraordinary General Meeting held on 11 March 2021 was implemented on 31 March 2021. The ESOS shall be in force for a period of five (5) years until 31 March 2026. There were no options granted, exercised or lapsed for the quarter ended 30 September 2024. There were no outstanding options as at 30 September 2024.

(b) Diversification of business and rights issue with free warrants

On 7 June 2023, the Company announced that it proposed to undertake the following:

- (i) diversification of the existing principal activities of the Company and its subsidiaries to include the wholesale, distribution and retail of consumer electronic; and
- (ii) a renounceable rights issue of up to 242,192,937 new ordinary shares in the Fast Energy Holdings Berhad ("FEHB") on the basis of 1 rights share for every 1 existing FEHB share held, together with 121,096,468 free detachable warrants in FEHB on the basis of 1 warrant for every 2 rights shares subscribed for.

Shareholders approved the abovementioned proposals at an Extraordinary General Meeting held on 17 October 2023. Subsequently on 15 January 2024, the Board fixed the issue price of the rights share at RM0.09 per right share and the exercise price of warrants at RM0.09 per warrant. The rights were oversubscribed by 11.27% and 215,281,192 new ordinary shares were issued pursuant to the rights issue. There was also an additional 3,632,916 Warrants A and 107,640,563 Warrants B issued pursuant to the rights issue. On 7 March 2024, the new ordinary shares, Warrants A and Warrants B were listed on the ACE Market. The Warrants B have an exercise period of five (5) years and will mature on 3 March 2029.

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The total proceeds raised from the rights issue was RM19,375,308 and the status of utilisation of the proceeds as at 30 September 2024 was as follows:

Purpose	Timeframe for Utilisation	Proposed Utilisation of Proceeds RM'000	Actual Utilisation RM'000	Unutilised / (Deviation) RM'000
Petroleum trading business	Within 18 months from completion	6,578	(6,578)	-
Consumer electronics business	Within 18 months from completion	2,819	(2,819)	-
Other operational expenditure	Within 18 months from completion	9,398	(4,832)	4,566
Estimated expenses	Upon completion	580	(331)	249
TOTAL		19,375	(14,560)	4,815

There were no other corporate proposals announced but not yet completed as at the date of this report.

B7. Group Borrowings

	As at 30.09.2024 RM '000	As at 31.12.2023 RM '000
Finance lease liabilities		
Repayable within one year denominated in Ringgit Malaysia	670	304
Repayable after one year denominated in Ringgit Malaysia	84	678
	<u>754</u>	<u>982</u>
	As at 30.09.2024 RM '000	As at 31.12.2023 RM '000
Current liabilities		
Term loans denominated in Ringgit Malaysia	3,350	4,700
	<u>3,350</u>	<u>4,700</u>

B8. Changes in Material Litigation

The Company is not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

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NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2024**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B9. Dividend Policy

A dividend policy of the Company was established and took effect from the financial year ended 31 December 2017. On 21 August 2023, the Board of Directors of Fast Energy changed the targeted payout ratio to at least 10% of its audited consolidated profit after taxation attributable to shareholders for each financial year, after excluding any income that is capital in nature. This change took place after taking into consideration the new business working capital requirements and investments.

B10. Earnings / (Loss) Per Share (“EPS”)

(a) Basic earnings/(loss) per share

	3 months ended		9 months ended	
	(Quarter)		(Cumulative)	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
Net loss attributable to owners of the Company (RM '000):	(3,609)	(1,587)	(4,799)	(4,355)
Weighted average number of ordinary shares in issue ('000)	430,562	215,281	430,562	215,281
Basic loss per share (sen):	<u>(0.84)</u>	<u>(0.74)</u>	<u>(1.11)</u>	<u>(2.02)</u>

(b) Diluted earnings/(loss) per share

The earnings per share has not been adjusted for the potential impact arising from the conversion of warrants to ordinary shares as the effect will be anti-dilutive.

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B11. Notes to the Statement of Comprehensive Income

Profit/(Loss) before taxation is arrived at after crediting/(charging) the following income/(expense) items:

	<u>3 months ended (Quarter)</u>		<u>9 months ended (Cumulative)</u>	
	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>30.09.2024</u>	<u>30.09.2023</u>
	RM'000	RM'000	RM'000	RM'000
Interest income	4	3	12	9
Other income including investment income	10	-	10	4
Interest expense	(97)	(61)	(398)	(128)
Depreciation and amortisation	(727)	(542)	(2,279)	(1,613)
Reversal of provision / (Provision) for write off of receivables	-	(483)	17	(66)
Gain/(Loss) on disposal of properties, plant and equipment	(2)	-	114	-
Foreign exchange gain/(loss)	(2,926)	162	(2,097)	2,311

By order of the Board

Tan Tong Lang

Company Secretary

Dated: 27 November 2024