

**ELSOFT RESEARCH BERHAD**

(Company No. 200301015084 (617504-K))

(Incorporated in Malaysia)

SUMMARY OF KEY FINANCIAL INFORMATION**30 JUNE 2024**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30 Jun 2024 RM'000	Preceding Year Corresponding Quarter 30 Jun 2023 RM'000	Current Year To Date 30 Jun 2024 RM'000	Preceding Year Corresponding Period 30 Jun 2023 RM'000
1 Revenue	3,833	6,133	8,414	10,708
2 Profit/(loss) before tax	1,708	3,533	3,308	6,117
3 Profit/(loss) for the period	1,564	3,072	2,971	5,534
4 Profit/(loss) attributable to ordinary equity holders of the parent	1,564	3,072	2,971	5,534
5 Earnings/(loss) per share (sen) :				
-Basic	0.23	0.45	0.43	0.81
-Diluted	0.23	0.45	0.43	0.81
6 Proposed / Declared dividend per share (sen)	-	1.00	-	1.00
		AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END	
		30 Jun 2024	31 Dec 2023	
		RM	RM	
7 Net assets per share attributable to ordinary equity		0.19	0.20	

Note: For full text of the above announcement, please access the Bursa Malaysia website at www.bursamalaysia.com

ELSOFT RESEARCH BERHAD
(Company No. 200301015084 (617504-K))
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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2024

	NOTE	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter (Unaudited) 30 Jun 2024 RM'000	Preceding Year Corresponding Quarter (Unaudited) 30 Jun 2023 RM'000	Current Year To Date (Unaudited) 30 Jun 2024 RM'000	Preceding Year Corresponding Period (Unaudited) 30 Jun 2023 RM'000
Revenue		3,833	6,133	8,414	10,708
Cost of sales		(2,990)	(3,527)	(6,549)	(6,303)
Gross profit		<u>843</u>	<u>2,606</u>	<u>1,865</u>	<u>4,405</u>
Other income and expenses	B14	1,522	2,253	3,258	3,792
Administrative expenses		(1,080)	(1,198)	(2,052)	(2,207)
Share of profit/(loss) in associate		423	(128)	237	127
Profit/(Loss) before tax	B15	<u>1,708</u>	<u>3,533</u>	<u>3,308</u>	<u>6,117</u>
Taxation	B5	(144)	(461)	(337)	(583)
Profit/(Loss) for the period		<u>1,564</u>	<u>3,072</u>	<u>2,971</u>	<u>5,534</u>
Other comprehensive income for the period, net of tax		-	-	-	-
Total comprehensive income/(loss) for the period		<u><u>1,564</u></u>	<u><u>3,072</u></u>	<u><u>2,971</u></u>	<u><u>5,534</u></u>

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

	NOTE	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter (Unaudited) 30 Jun 2024 RM'000	Preceding Year Corresponding Quarter (Unaudited) 30 Jun 2023 RM'000	Current Year To Date (Unaudited) 30 Jun 2024 RM'000	Preceding Year Corresponding Period (Unaudited) 30 Jun 2023 RM'000
Attributable to :					
Equity holders of the parent		1,564	3,072	2,971	5,534
Non-controlling interest		-	-	-	-
		<u>1,564</u>	<u>3,072</u>	<u>2,971</u>	<u>5,534</u>
Total comprehensive income/(loss) attributable to :					
Equity holders of the parent		1,564	3,072	2,971	5,534
Non-controlling interest		-	-	-	-
		<u>1,564</u>	<u>3,072</u>	<u>2,971</u>	<u>5,534</u>
Earnings/(loss) per share ("EPS") attributable to equity holders of the parent :					
Basic EPS (sen)	B13	<u>0.23</u>	<u>0.45</u>	<u>0.43</u>	<u>0.81</u>
Diluted EPS (sen)	B13	<u>0.23</u>	<u>0.45</u>	<u>0.43</u>	<u>0.81</u>

The unaudited condensed consolidated statement of profit or loss and 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.

ELSOFT RESEARCH BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

	NOTE	(Unaudited) 30 Jun 2024 RM'000	(Audited) 31 Dec 2023 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	A9	15,918	16,111
Right-of-use asset		2,538	2,570
Investment properties		104	106
Investment in associate		10,787	10,649
Technology Knowhow		1,599	1,688
Goodwill on consolidation		5,931	5,931
		<u>36,877</u>	<u>37,055</u>
Current assets			
Inventories		2,653	3,136
Trade receivables		3,415	1,848
Other receivables, deposits and prepayments		3,405	314
Current tax assets		-	74
Other investments	B8	82,325	88,391
Cash and bank balances		7,152	9,457
		<u>98,950</u>	<u>103,220</u>
TOTAL ASSETS		<u><u>135,827</u></u>	<u><u>140,275</u></u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		57,832	57,832
Treasury shares	A6	(1,418)	(1,418)
Share options reserve		411	411
Retained profits		73,632	77,585
Total equity		<u>130,457</u>	<u>134,410</u>
Non-current liabilities			
Deferred tax liabilities		1,400	1,422
		<u>1,400</u>	<u>1,422</u>
Current liabilities			
Trade payables		217	254
Other payables, accruals and provisions		2,721	3,204
Current tax liabilities		67	-
Contract liability		965	985
		<u>3,970</u>	<u>4,443</u>
Total liabilities		5,370	5,865
TOTAL EQUITY AND LIABILITIES		<u><u>135,827</u></u>	<u><u>140,275</u></u>
Net assets per share (RM)		<u>0.19</u>	<u>0.20</u>

ELSOFT RESEARCH BERHAD

(Company No. 200301015084 (617504-K))

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024

The unaudited 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.

ELSOFT RESEARCH BERHAD
(Company No. 200301015084 (617504-K))
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 30 JUNE 2024

(The figures have not been audited)

	-----Non-distributable -----			Distributable	Total
	Share capital	Share option reserves	Treasury shares	Retained profits	equity
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2024	57,832	411	(1,418)	77,585	134,410
Total comprehensive income	-	-	-	2,971	2,971
Transaction with owners					
Purchase of treasury shares	-	-	-	-	-
Reversal of share-based payments	-	-	-	-	-
Issue of shares pursuant to ESOS	-	-	-	-	-
Interim dividend paid	-	-	-	(6,924)	(6,924)
	-	-	-	(6,924)	(6,924)
Balance as at 30 June 2024	<u>57,832</u>	<u>411</u>	<u>(1,418)</u>	<u>73,632</u>	<u>130,457</u>
Balance as at 1 January 2023	48,809	468	(1,367)	91,015	138,925
Total comprehensive income	-	-	-	5,534	5,534
Transaction with owners					
Purchase of treasury shares	-	-	(51)	-	(51)
Share-based payments	-	(2)	-	2	-
Issue of shares pursuant to ESOS	223	(57)	-	-	166
Issue of shares pursuant to Acquisition	8,800	-	-	-	8,800
Interim dividend paid	-	-	-	(13,530)	(13,530)
	9,023	(59)	(51)	(13,528)	(4,615)
Balance as at 30 June 2023	<u>57,832</u>	<u>409</u>	<u>(1,418)</u>	<u>83,021</u>	<u>139,844</u>

The unaudited condensed consolidated statement of changes in equity 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.

ELSOFT RESEARCH BERHAD

(Company No. 200301015084 (617504-K))

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE SECOND QUARTER ENDED
30 JUNE 2024**

	(Unaudited) 30 Jun 2024	(Unaudited) 30 Jun 2023
Note	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	3,308	6,117
Adjustment for:		
Amortisation of prepaid lease payment	32	32
Amortisation of Technology Knowhow	90	-
Depreciation of property, plant and equipment	339	327
Depreciation of investment properties	2	2
Dividend income	(743)	(1,511)
(Gain)/Loss on disposal of other investments	(144)	(44)
(Gain)/Loss on fair value adjustment of other investments	(666)	(15)
Interest income	(117)	(303)
Unrealised (gain)/loss on foreign exchange	84	(169)
Share of (gain)/loss in associate	(237)	(127)
Operating profit before working capital changes	1,948	4,309
Decrease/(Increase) in inventories	483	653
Decrease/(Increase) in trade and other receivables	(4,652)	609
Increase/(Decrease) in trade and other payables	(521)	(3,129)
Increase/(Decrease) in contract liability	(20)	(958)
	(2,762)	1,484
Tax (paid)/refund	(218)	(2,669)
Net cash flow from/(used in) operating activities	(2,980)	(1,185)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(146)	(12)
Sales/(Purchase) of other investments	7,613	(18,927)
Proceeds from disposal of property, plant and equipment	-	34,200
Dividend received from other investments	6	168
Dividend received from associate	99	-
Interest received	117	303
Net cash inflow on acquisition of subsidiary	-	928
Net cash flow from/(used in) investing activities	7,689	16,660

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 (Company No. 200301015084 (617504-K))
 (Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE SECOND QUARTER ENDED
 30 JUNE 2024**

	(Unaudited) 30 Jun 2024 RM'000	(Unaudited) 30 Jun 2023 RM'000
CASH FLOW FROM FINANCING ACTIVITY		
Purchase of treasury shares	A6 -	(51)
Issue of shares	-	166
Interim dividend paid	(6,924)	(13,530)
Net cash flow from/(used in) financing activity	<u>(6,924)</u>	<u>(13,415)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(2,215)	2,060
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		
	(90)	(206)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD		
	9,457	11,202
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD		
	<u>7,152</u>	<u>13,056</u>
Represented by :		
Fixed Deposit / Short term funds	2,974	6,770
Cash and bank balances	4,178	6,286
	<u>7,152</u>	<u>13,056</u>

Short term funds represents highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

The unaudited condensed consolidated statement of cash flow 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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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED
30 JUNE 2024**

A EXPLANATORY NOTES PURSUANT TO MFRS 134 - INTERIM FINANCIAL REPORTING

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023. These explanatory notes attached to the interim financial statements provide an explanation of the 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.

The financial statements of the Group and the Company for the financial year ended 31 December 2023 were prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) in Malaysia.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent annual financial statements for the year ended 31 December 2023, except for the adoption of the Standards, Amendments and Annual Improvement to Standards effective as of 1 January 2024.

Effective for annual periods commencing on or after 1 January 2024

Amendment to MFRS 16 Leases - *Lease Liability in a Sale and Leaseback*

Amendments to MFRS 101 Presentation of Financial Statements - *Non-current Liabilities with Covenants*

Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures

- *Supplier Finance Arrangements*

The adoption of the above pronouncements did not have any impact on the financial statements of the Group.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED
30 JUNE 2024**

A1 Basis of preparation (Continued)

The following Standards and Amendment to Standards have been issued by the MASB but are not yet effective by the Group.

Effective for annual periods commencing on or after 1 January 2025

Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates - *Lack of Exchangeability*

Effective for annual periods commencing on or after 1 January 2027

MFRS 8 Presentation and Disclosure in Financial Statements

Issued but not yet effective

Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial application.

ELSOFT RESEARCH BERHAD
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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2024

A2 Audit report of preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 December 2023 was not subject to any qualification.

A3 Seasonal or cyclical factors

The Group's operations are not materially affected by seasonal or cyclical changes during the current quarter under review.

A4 Unusual items affecting assets, liabilities, equity, net income or cash flow

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter ended 30 June 2024.

A5 Material changes in estimates

There were no changes in estimates that have had any material effect on the quarter ended 30 June 2024.

A6 Changes in debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter-to-date under review, except for the following:

Treasury shares

The treasury shares held as at 30 June 2024 were as follows:

	RM'000
Balance as at 1 January 2024	(1,418)
Add: Purchase of treasury shares	-
Less: Resale of treasury shares	-
Balance as at 30 June 2024	<u><u>(1,418)</u></u>

ELSOFT RESEARCH BERHAD
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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED
 30 JUNE 2024**

A7 Dividends paid

<u>Second Interim Single tier (tax exempt) dividend</u>	
For the financial year	31 December 2023
Approved and declared on	23 February 2024
Dividend per share	RM0.01
Paid on	8 April 2024
Entitlement to dividend based on Record of Depositors as at	29 March 2024

A8 Segmental information

Operating Segments

Information about operating segments has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment, namely research, design and development of test, burn-in and application specific embedded system.

Geographical information

Revenue information based on the geographical location of customers is as follows: -

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30 Jun 2024	30 Jun 2023	30 Jun 2024	30 Jun 2023
	RM' 000	RM' 000	RM' 000	RM' 000
Malaysia	1,590	3,622	5,012	6,188
Asia (exclude Malaysia)	2,184	1,950	2,944	3,959
America	59	561	458	561
	<u>3,833</u>	<u>6,133</u>	<u>8,414</u>	<u>10,708</u>

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED
30 JUNE 2024**

A9 Property, plant and equipment

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

Property, plant and equipment costing approximately RM146,000 were acquired during the financial period ending 31 December 2024.

A10 Material events subsequent to the end of the quarter

There were no material events between the end of the reporting quarter and the date of this announcement.

A11 Changes in the composition of the Group

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

A12 Contingent liabilities

During current quarter under review, the directors are of the opinion that the Group has no contingent liabilities which, upon materialisation would have a material impact on the financial position and business of the Group.

A13 Related party transactions

During the current quarter under review, the directors are of the opinion that the Group has no related party transactions which would have a material impact on the financial position and business of the Group.

A14 Capital Commitments

There are no capital commitments in the interim financial statements as at 30 June 2024.

ELSOFT RESEARCH BERHAD

(Company No. 200301015084 (617504-K))

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2024**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR MAIN MARKET****B1 Review of performance**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Year Quarter (Unaudited) 30 Jun 2024 RM'000	Preceding Year Corresponding Quarter (Unaudited) 30 Jun 2023 RM'000	Changes (%)	Current Year To Date (Unaudited) 30 Jun 2024 RM'000	Preceding Year Corresponding Period (Unaudited) 30 Jun 2023 RM'000	Changes (%)
Revenue	3,833	6,133	-38%	8,414	10,708	-21%
Cost of sales	(2,990)	(3,527)	-15%	(6,549)	(6,303)	4%
Gross profit	843	2,606	-68%	1,865	4,405	-58%
Other income and expenses	1,522	2,253	-32%	3,258	3,792	-14%
Net gain from disposal of a piece of leasehold land	-	-		-	-	
Administrative expenses	(1,080)	(1,198)	-10%	(2,052)	(2,207)	-7%
Share of profit/(loss) in associate	423	(128)	-430%	237	127	87%
Profit/(Loss) before tax	1,708	3,533	-52%	3,308	6,117	-46%
Taxation	(144)	(461)	-69%	(337)	(583)	-42%
Profit/(Loss) for the period	1,564	3,072	-49%	2,971	5,534	-46%

Comparison with the corresponding quarter in the previous year

For the current quarter, the Group registered revenue and profit before tax of approximately RM3.833 million and RM1.708 million respectively. Compared to the preceding year corresponding quarter revenue and PBT of approximately RM6.133 million and RM3.533 million respectively, revenue and PBT have decreased by approximately 38% and 52% respectively.

The decline in revenue was due to the lower demand for Automated Test Equipment ("ATE").

The lower PBT was mainly attributed to the lower revenue coupled with decrease in other income, despite a positive contribution from associate company.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2024

B1 Review of performance (cont'd)

Financial period-to-date against preceding year corresponding financial period

The Group's revenue and PBT for the current year-to-date were RM8.414 million and RM3.308 million respectively, reflecting a decline of about 21% in revenue and about 46% in PBT compared to the preceding year corresponding year-to-date, which had revenue of RM10.708 million and PBT of RM6.117 million.

The main reason for the lower revenue for the current year to date was due to the lower demand for ATE.

The lower PBT was mainly attributed to the lower revenue coupled with decrease in other income, despite a better contribution from associate company.

B2 Variation of results against preceding quarter

	Current Year Quarter (Unaudited) 30 Jun 2024 RM'000	Immediate Preceding Quarter (Unaudited) 31 Mar 2024 RM'000	Changes (%)
Revenue	3,833	4,581	-16%
Cost of sales	(2,990)	(3,559)	-16%
Gross profit	843	1,022	-18%
Other income and expenses	1,522	1,736	-12%
Net gain from disposal of a piece of leasehold land	-	-	
Administrative expenses	(1,080)	(972)	11%
Share of profit/(loss) in associate	423	(186)	-327%
Profit/(Loss) before tax	1,708	1,600	7%
Taxation	(144)	(193)	-25%
Profit/(Loss) for the period	<u>1,564</u>	<u>1,407</u>	11%

Comparison with the immediate preceding quarter

For the current quarter, the Group reported a revenue of RM3.833 million, a 16% decrease as compared to the previous quarter. This decrease in revenue was primarily due to lower demand for ATE.

Despite the decline in revenue and lower other income, the Group's PBT increase by 7% to RM1.708 million for the current quarter due to the positive contribution from associate company.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED
30 JUNE 2024**

B3 Prospects

The World Semiconductor Trade Statistics (WSTS) has released its latest forecast for the global semiconductor market in June 2024, anticipating robust growth in 2024 and 2025. The Management is cautiously optimistic regarding the Group's performance, considering the anticipated growth in the semiconductor market.

B4 Profit estimate, forecast, projection or internal targets and profit guarantee

The Group did not announce or provide any profit estimate, forecast, projection, internal targets or profit guarantee in any public documents.

B5 Taxation

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30 Jun 2024	30 Jun 2023	30 Jun 2024	30 Jun 2023
	RM' 000	RM' 000	RM' 000	RM' 000
Current tax	144	461	337	583

For the year ending 31 December 2024, the effective tax rate for the Group is lower than the statutory tax rate due to 100% tax exemption for Pioneer Status pursuant to Section 4D, Promotion of Investment Act, 1986 for Elsoft Systems Sdn. Bhd..

B6 Unquoted investments and properties

There were no changes in the unquoted investments and properties of the Group during the current quarter under review.

B7 Corporate proposals

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

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED
30 JUNE 2024**

B8 Other investment

A summary of the movement of other investments during the period ended 30 June 2024 is as follow:

	RM'000
Other investment	
Balance at 1 January 2024	88,391
(Sales)/Purchase during the period	(7,469)
Dividend reinvest	737
	<hr/> 81,659
Gain/(Loss) on fair value adjustment	666
Gain/(Loss) on foreign exchange	-
Balance at 30 June 2024	<hr/> <hr/> <u>82,325</u>

B9 Group's borrowings and debt securities

There were no borrowings and debt securities outstanding/issued during the current quarter under review.

B10 Off balance sheet financial instruments

There were no off balance sheet financial instruments as at the date of this report.

B11 Material litigation

The Group is not engaged in any material litigation as at the date of this report.

B12 Dividends

No interim dividend has been recommended for current quarter under review.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2024**B13 Earnings per share**

a. Basic

Basic earnings/(loss) per share amounts are calculated by dividing profit/(loss) for the period attributable to ordinary equity holders of the parent by weighted average number of ordinary shares in issue during the period.

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 Jun 2024	30 Jun 2023	30 Jun 2024	30 Jun 2023
	RM' 000	RM' 000	RM' 000	RM' 000
Profit/(loss) attributable to ordinary equity holders of the parent	1,564	3,072	2,971	5,534
	<hr/>		<hr/>	
	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 Jun 2024	30 Jun 2023	30 Jun 2024	30 Jun 2023
	Units	Units	Units	Units
	(In thousands)		(In thousands)	
Weighted average number of ordinary shares in issue	694,141	687,111	694,141	687,111
	<hr/>		<hr/>	
	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 Jun 2024	30 Jun 2023	30 Jun 2024	30 Jun 2023
	Sen	Sen	Sen	Sen
Basic earnings/(loss) per share for: Profit/(loss) for the period	0.23	0.45	0.43	0.81
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ELSOFT RESEARCH BERHAD
 (Company No. 200301015084 (617504-K))
 (Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2024

B13 Earnings per share (cont'd)

b. Diluted

For the purpose of calculating diluted earnings/(loss) per share, the profit/(loss) for the period attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares, i.e share option granted to employees.

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 Jun 2024 RM '000	30 Jun 2023 RM '000	30 Jun 2024 RM '000	30 Jun 2023 RM '000
Profit/(loss) attributable to ordinary equity holders of the parent	1,564	3,072	2,971	5,534
	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 Jun 2024 Units (In thousands)	30 Jun 2023 Units (In thousands)	30 Jun 2024 Units (In thousands)	30 Jun 2023 Units (In thousands)
Weighted average number of ordinary shares in issue	694,141	687,111	694,141	687,111
Effects of dilution :				
Share option	166	218	166	218
	694,307	687,329	694,307	687,329
	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30 Jun 2024 Sen	30 Jun 2023 Sen	30 Jun 2024 Sen	30 Jun 2023 Sen
Diluted earnings/(loss) per share for: Profit/(loss) for the period	0.23	0.45	0.43	0.81

ELSOFT RESEARCH BERHAD
(Company No. 200301015084 (617504-K))
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED
30 JUNE 2024**

B14 Other income and expenses

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30 Jun 2024	30 Jun 2023	30 Jun 2024	30 Jun 2023
	RM '000	RM '000	RM '000	RM '000
Other income/(expenses):				
Dividend income	416	899	743	1,511
Interest income	57	113	117	303
Rental received	681	646	1,468	1,261
Gain/(loss) on disposal of other investment	-	-	144	44
Gain/(loss) on fair value adjustment of other investment	377	5	666	15
Gain/(loss) on disposal of short term investment	(1)	-	10	-
Unrealised gain/(loss) on foreign exchange	(16)	559	(84)	169
Realised gain/(loss) on foreign exchange	8	31	194	489
Total other income/(expenses)	<u>1,522</u>	<u>2,253</u>	<u>3,258</u>	<u>3,792</u>

B15 Profit before tax

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30 Jun 2024	30 Jun 2023	30 Jun 2024	30 Jun 2023
	RM '000	RM '000	RM '000	RM '000
Profit before tax is arrived after charging:				
Audit Fee	27	19	50	38
Amortisation of prepaid leasehold land	16	16	32	32
Amortisation of Technology Knowhow	45	-	90	-
Depreciation				
- property, plant and equipment	170	165	339	327
- Investment property	1	1	2	2
	<u>1</u>	<u>1</u>	<u>2</u>	<u>2</u>

ELSOFT RESEARCH BERHAD

(Company No. 200301015084 (617504-K))

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2024**B16 Utilisation of proceeds**

The Land Disposal was completed on 4 November 2022. The status of utilisation of proceeds of RM38,000,000 is as follows:

Details of use	Estimated utilisation timeframe upon completion *	Amount RM'000	Actual utilisation RM'000	Percentage utilised %
Expansion of the Group's business and/or production facility	within 24 months	14,740	500	3.4
General working capital	within 24 months	13,160	13,160	100.0
Special Dividend	within 12 months	6,760	6,760	100.0
Estimated expenses in relation to the Proposed Disposal	within 3 months	3,340	3,340	100.0
		38,000	23,760	62.5

B17 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 16 August 2024.

By Order of the Board

Tan Cheik Eaik

Director