



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

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

|  | INDIVIDUAL QUARTER                                   |   | CUMULATIVE QUARTER                                   |  |
|--|--|---|--|--|
|  | Current<br>Year<br>Quarter<br>30 Sept 2024<br>RM'000 | Preceding<br>Year<br>Corresponding<br>Quarter<br>30 Sept 2023<br>RM'000 | Current<br>Year<br>To Date<br>30 Sept 2024<br>RM'000 | Preceding<br>Year<br>Corresponding<br>Period<br>30 Sept 2023<br>RM'000 |
| 1 Revenue  | 1,784  | 3,155   | 10,198   | 13,863   |
| 2 Profit/(loss) before tax   | 193  | 1,586   | 3,501  | 7,703  |
| 3 Profit/(loss) for the period   | 66   | 1,500   | 3,037  | 7,034  |
| 4 Profit/(loss) attributable to ordinary<br>equity holders of the parent | 66   | 1,500   | 3,037  | 7,034  |
| 5 Earnings/(loss) per share (sen) :                                      |  |   |  |  |
| -Basic   | 0.01   | 0.22  | 0.44   | 1.02   |
| -Diluted   | 0.01   | 0.22  | 0.44   | 1.02   |
| 6 Proposed / Declared dividend<br>per share (sen)                        | -  | -   | -  | 1.00   |
|  |  | <b>AS AT END<br/>OF CURRENT<br/>QUARTER</b>                             |  | <b>AS AT PRECEDING<br/>FINANCIAL<br/>YEAR END</b>                      |
|  |  | <b>30 Sept 2024</b>   |  | <b>31 Dec 2023</b>   |
|  |  | <b>RM</b>   |  | <b>RM</b>  |
| 7 Net assets per share attributable to<br>ordinary equity                |  | 0.19  |  | 0.20   |

Note: For full text of the above announcement, please access the Bursa Malaysia website at [www.bursamalaysia.com](http://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 THIRD QUARTER ENDED 30 SEPTEMBER 2024**

|  | NOTE | INDIVIDUAL QUARTER  |   | CUMULATIVE QUARTER  |  |
|--|------|---|---|---|--|
|  |      | Current Year Quarter<br>(Unaudited)<br>30 Sept 2024<br>RM'000 | Preceding Year Corresponding Quarter<br>(Unaudited)<br>30 Sept 2023<br>RM'000 | Current Year To Date<br>(Unaudited)<br>30 Sept 2024<br>RM'000 | Preceding Year Corresponding Period<br>(Unaudited)<br>30 Sept 2023<br>RM'000 |
| Revenue  |      | 1,784   | 3,155   | 10,198  | 13,863   |
| Cost of sales  |      | (2,157)   | (2,024)   | (8,706)   | (8,327)  |
| <b>Gross profit</b>  |      | <b>(373)</b>  | <b>1,131</b>  | <b>1,492</b>  | <b>5,536</b>   |
| Other income and expenses                                    | B14  | 1,184   | 1,522   | 4,442   | 5,314  |
| Administrative expenses                                      |      | (820)   | (976)   | (2,872)   | (3,183)  |
| Share of profit/(loss) in associate                          |      | 202   | (91)  | 439   | 36   |
| <b>Profit/(Loss) before tax</b>                              | B15  | <b>193</b>  | <b>1,586</b>  | <b>3,501</b>  | <b>7,703</b>   |
| Taxation   | B5   | (127)   | (86)  | (464)   | (669)  |
| <b>Profit/(Loss) for the period</b>                          |      | <b>66</b>   | <b>1,500</b>  | <b>3,037</b>  | <b>7,034</b>   |
| <b>Other comprehensive income for the period, net of tax</b> |      | <b>-</b>  | <b>-</b>  | <b>-</b>  | <b>-</b>   |
| <b>Total comprehensive income/(loss) for the period</b>      |      | <b>66</b>   | <b>1,500</b>  | <b>3,037</b>  | <b>7,034</b>   |

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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024**

|   | NOTE | INDIVIDUAL QUARTER  |   | CUMULATIVE QUARTER  |  |
|---|------|---|---|---|--|
|   |      | Current Year Quarter<br>(Unaudited)<br>30 Sept 2024<br>RM'000 | Preceding Year Corresponding Quarter<br>(Unaudited)<br>30 Sept 2023<br>RM'000 | Current Year To Date<br>(Unaudited)<br>30 Sept 2024<br>RM'000 | Preceding Year Corresponding Period<br>(Unaudited)<br>30 Sept 2023<br>RM'000 |
| Attributable to :   |      |   |   |   |  |
| Equity holders of the parent  |      | 66  | 1,500   | 3,037   | 7,034  |
| Non-controlling interest  |      | -   | -   | -   | -  |
|   |      | <u>66</u>   | <u>1,500</u>  | <u>3,037</u>  | <u>7,034</u>   |
| Total comprehensive income/(loss) attributable to :                                     |      |   |   |   |  |
| Equity holders of the parent  |      | 66  | 1,500   | 3,037   | 7,034  |
| Non-controlling interest  |      | -   | -   | -   | -  |
|   |      | <u>-</u>  | <u>-</u>  | <u>-</u>  | <u>-</u>   |
| <b>Earnings/(loss) per share ("EPS") attributable to equity holders of the parent :</b> |      |   |   |   |  |
| Basic EPS (sen)   | B13  | <u>0.01</u>   | <u>0.22</u>   | <u>0.44</u>   | <u>1.02</u>  |
| Diluted EPS (sen)   | B13  | <u>0.01</u>   | <u>0.22</u>   | <u>0.44</u>   | <u>1.02</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 SEPTEMBER 2024**

|  | NOTE | (Unaudited)<br>30 Sept 2024<br>RM'000 | (Audited)<br>31 Dec 2023<br>RM'000 |
|--|------|---------------------------------------|------------------------------------|
| <b>ASSETS</b>  |      |                                       |                                    |
| <b>Non-current assets</b>                                  |      |                                       |                                    |
| Property, plant and equipment                              | A9   | 15,750                                | 16,111                             |
| Right-of-use asset   |      | 2,522                                 | 2,570                              |
| Investment properties                                      |      | 103                                   | 106                                |
| Investment in associate                                    |      | 10,989                                | 10,649                             |
| Technology Knowhow   |      | 1,553                                 | 1,688                              |
| Goodwill on consolidation                                  |      | 5,931                                 | 5,931                              |
|  |      | <u>36,848</u>                         | <u>37,055</u>                      |
| <b>Current assets</b>                                      |      |                                       |                                    |
| Inventories  |      | 2,867                                 | 3,136                              |
| Trade receivables  |      | 3,405                                 | 1,848                              |
| Other receivables, deposits and prepayments                |      | 2,211                                 | 314                                |
| Current tax assets   |      | 109                                   | 74                                 |
| Other investments  | B8   | 84,563                                | 88,391                             |
| Cash and bank balances                                     |      | 6,315                                 | 9,457                              |
|  |      | <u>99,470</u>                         | <u>103,220</u>                     |
| <b>TOTAL ASSETS</b>  |      | <u><u>136,318</u></u>                 | <u><u>140,275</u></u>              |
| <b>EQUITY AND LIABILITIES</b>                              |      |                                       |                                    |
| <b>Equity attributable to equity holders of the parent</b> |      |                                       |                                    |
| Share capital  |      | 57,832                                | 57,832                             |
| Treasury shares  | A6   | (1,418)                               | (1,418)                            |
| Share options reserve                                      |      | 411                                   | 411                                |
| Retained profits   |      | 73,698                                | 77,585                             |
| <b>Total equity</b>  |      | <u>130,523</u>                        | <u>134,410</u>                     |
| <b>Non-current liabilities</b>                             |      |                                       |                                    |
| Deferred tax liabilities                                   |      | 1,389                                 | 1,422                              |
|  |      | <u>1,389</u>                          | <u>1,422</u>                       |
| <b>Current liabilities</b>                                 |      |                                       |                                    |
| Trade payables   |      | 264                                   | 254                                |
| Other payables, accruals and provisions                    |      | 2,942                                 | 3,204                              |
| Current tax liabilities                                    |      | -                                     | -                                  |
| Contract liability   |      | 1,200                                 | 985                                |
|  |      | <u>4,406</u>                          | <u>4,443</u>                       |
| <b>Total liabilities</b>                                   |      | 5,795                                 | 5,865                              |
| <b>TOTAL EQUITY AND LIABILITIES</b>                        |      | <u><u>136,318</u></u>                 | <u><u>140,275</u></u>              |
| Net assets per share (RM)                                  |      | <u>0.19</u>                           | <u>0.20</u>                        |

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 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**  
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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        |
| <b>Total comprehensive income</b>       | -                            | -                     | -               | 3,037            | 3,037          |
| <b>Transaction with owners</b>          |                              |                       |                 |                  |                |
| 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 September 2024         | <u>57,832</u>                | <u>411</u>            | <u>(1,418)</u>  | <u>73,698</u>    | <u>130,523</u> |
| Balance as at 1 January 2023            | 48,809                       | 468                   | (1,367)         | 91,015           | 138,925        |
| <b>Total comprehensive income</b>       | -                            | -                     | -               | 7,034            | 7,034          |
| <b>Transaction with owners</b>          |                              |                       |                 |                  |                |
| 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 September 2023         | <u>57,832</u>                | <u>409</u>            | <u>(1,418)</u>  | <u>84,521</u>    | <u>141,344</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**

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE THIRD QUARTER ENDED  
30 SEPTEMBER 2024**

|   | (Unaudited)<br>30 Sept 2024 | (Unaudited)<br>30 Sept 2023 |
|---|-----------------------------|-----------------------------|
| Note  | RM'000                      | RM'000                      |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                |                             |                             |
| Profit before tax   | 3,501                       | 7,703                       |
| Adjustment for:   |                             |                             |
| Amortisation of prepaid lease payment                     | 48                          | 48                          |
| Amortisation of Technology Knowhow                        | 135                         | -                           |
| Depreciation of property, plant and equipment             | 507                         | 497                         |
| Depreciation of investment properties                     | 3                           | 3                           |
| Dividend income   | (1,214)                     | (1,930)                     |
| (Gain)/Loss on disposal of other investments              | 45                          | (44)                        |
| (Gain)/Loss on fair value adjustment of other investments | B8 (1,264)                  | (384)                       |
| Interest income   | (165)                       | (374)                       |
| Unrealised (gain)/loss on foreign exchange                | 513                         | (20)                        |
| Share of (gain)/loss in associate                         | (439)                       | (36)                        |
| Impairment loss on trade receivables                      | -                           | 32                          |
| Operating profit before working capital changes           | <u>1,670</u>                | <u>5,495</u>                |
| Decrease/(Increase) in inventories                        | 269                         | 637                         |
| Decrease/(Increase) in trade and other receivables        | (3,497)                     | 7,989                       |
| Increase/(Decrease) in trade and other payables           | (252)                       | (3,254)                     |
| Increase/(Decrease) in contract liability                 | 215                         | (1,821)                     |
|   | <u>(1,595)</u>              | <u>9,046</u>                |
| Tax (paid)/refund   | (531)                       | (3,212)                     |
| Net cash flow from/(used in) operating activities         | <u>(2,126)</u>              | <u>5,834</u>                |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                |                             |                             |
| Purchase of property, plant and equipment                 | A9 (146)                    | (21)                        |
| Sales/(Purchase) of other investments                     | B8 6,249                    | (18,676)                    |
| Proceeds from disposal of property, plant and equipment   | -                           | 34,200                      |
| Dividend received from other investments                  | 12                          | 251                         |
| Dividend received from associate                          | 99                          | -                           |
| Interest received   | 165                         | 374                         |
| Net cash inflow on acquisition of subsidiary              | -                           | 928                         |
| Net cash flow from/(used in) investing activities         | <u>6,379</u>                | <u>17,056</u>               |

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE THIRD QUARTER ENDED  
 30 SEPTEMBER 2024**

|   | <b>(Unaudited)</b>  | <b>(Unaudited)</b>  |
|---|---------------------|---------------------|
|   | <b>30 Sept 2024</b> | <b>30 Sept 2023</b> |
|   | <b>RM'000</b>       | <b>RM'000</b>       |
| <b>CASH FLOW FROM FINANCING ACTIVITY</b>                                  |                     |                     |
| 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>     |
| <b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>                            | (2,671)             | 9,475               |
| <b>EFFECTS OF EXCHANGE RATE CHANGES<br/>ON CASH AND CASH EQUIVALENTS</b>  | (471)               | (132)               |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING<br/>OF THE FINANCIAL PERIOD</b> | 9,457               | 11,202              |
| <b>CASH AND CASH EQUIVALENTS AT END<br/>OF THE FINANCIAL PERIOD</b>       | <u>6,315</u>        | <u>20,545</u>       |
| Represented by :  |                     |                     |
| Fixed Deposit / Short term funds  | 3,111               | 14,669              |
| Cash and bank balances  | 3,204               | 5,876               |
|   | <u>6,315</u>        | <u>20,545</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 THIRD QUARTER ENDED  
30 SEPTEMBER 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 THIRD QUARTER ENDED  
30 SEPTEMBER 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 2026

Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures -  
*Amendments to the Classification and Measurement of Financial Instruments*  
Annual Improvements to MFRS Accounting Standards - Volume 11

Effective for annual periods commencing on or after 1 January 2027

MFRS 18 Presentation and Disclosure in Financial Statements  
MFRS 19 Subsidiaries without Public Accountability: Disclosures

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.

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

**A5 Material changes in estimates**

There were no changes in estimates that have had any material effect on the quarter ended 30 September 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 September 2024 were as follows:

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

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

**A7 Dividends paid**

No dividend was paid during the current interim period under review.

**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: -

|                         | <b>Individual Quarter</b> |                     | <b>Cumulative Quarter</b> |                     |
|-------------------------|---------------------------|---------------------|---------------------------|---------------------|
|                         | <b>3 months ended</b>     |                     | <b>9 months ended</b>     |                     |
|                         | <b>30 Sept 2024</b>       | <b>30 Sept 2023</b> | <b>30 Sept 2024</b>       | <b>30 Sept 2023</b> |
|                         | <b>RM' 000</b>            | <b>RM' 000</b>      | <b>RM' 000</b>            | <b>RM' 000</b>      |
| Malaysia                | 1,383                     | 2,608               | 6,395                     | 8,796               |
| Asia (exclude Malaysia) | 247                       | 547                 | 3,191                     | 4,506               |
| America                 | 154                       | -                   | 612                       | 561                 |
|                         | <u>1,784</u>              | <u>3,155</u>        | <u>10,198</u>             | <u>13,863</u>       |

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

**ELSOFT RESEARCH BERHAD**

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 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<br>Year<br>Quarter<br>(Unaudited)<br>30 Sept 2024<br>RM'000 | Preceding<br>Year<br>Corresponding<br>Quarter<br>(Unaudited)<br>30 Sept 2023<br>RM'000 | Changes<br>(%) | Current<br>Year<br>To Date<br>(Unaudited)<br>30 Sept 2024<br>RM'000 | Preceding<br>Year<br>Corresponding<br>Period<br>(Unaudited)<br>30 Sept 2023<br>RM'000 | Changes<br>(%) |
| Revenue   | 1,784   | 3,155  | -43%           | 10,198  | 13,863  | -26%           |
| Cost of sales                                       | (2,157)   | (2,024)  | 7%             | (8,706)   | (8,327)   | 5%             |
| Gross profit  | (373)   | 1,131  | -133%          | 1,492   | 5,536   | -73%           |
| Other income and expenses                           | 1,184   | 1,522  | -22%           | 4,442   | 5,314   | -16%           |
| Net gain from disposal of a piece of leasehold land | -   | -  |                | -   | -   |                |
| Administrative expenses                             | (820)   | (976)  | -16%           | (2,872)   | (3,183)   | -10%           |
| Share of profit/(loss) in associate                 | 202   | (91)   | -322%          | 439   | 36  | 1119%          |
| Profit/(Loss) before tax                            | 193   | 1,586  | -88%           | 3,501   | 7,703   | -55%           |
| Taxation  | (127)   | (86)   | 48%            | (464)   | (669)   | -31%           |
| Profit/(Loss) for the period                        | 66  | 1,500  | -96%           | 3,037   | 7,034   | -57%           |

***Comparison with the corresponding quarter in the previous year***

For the current quarter, the Group registered revenue and profit before tax of approximately RM1.784 million and RM0.193 million respectively. Compared to the preceding year corresponding quarter revenue and PBT of approximately RM3.155 million and RM1.586 million respectively, revenue and PBT have decreased by approximately 43% and 88% 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 SEPTEMBER 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 RM10.198 million and RM3.501 million respectively, reflecting a decline of about 26% in revenue and about 55% in PBT compared to the preceding year corresponding year-to-date, which had revenue of RM13.863 million and PBT of RM7.703 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**

|  | <b>Current<br/>Year<br/>Quarter<br/>(Unaudited)<br/>30 Sept 2024<br/>RM'000</b> | <b>Immediate<br/>Preceding<br/>Quarter<br/>(Unaudited)<br/>30 Jun 2024<br/>RM'000</b> | <b>Changes<br/>(%)</b> |
|--|---|---|------------------------|
| Revenue  | 1,784   | 3,833   | -53%                   |
| Cost of sales  | (2,157)   | (2,990)   | -28%                   |
| Gross profit   | <u>(373)</u>  | <u>843</u>  | -144%                  |
| Other income and expenses                              | 1,184   | 1,522   | -22%                   |
| Net gain from disposal of a<br>piece of leasehold land | -   | -   |                        |
| Administrative expenses                                | (820)   | (1,080)   | -24%                   |
| Share of profit/(loss) in associate                    | <u>202</u>  | <u>423</u>  | -52%                   |
| Profit/(Loss) before tax                               | <u>193</u>  | <u>1,708</u>  | -89%                   |
| Taxation   | <u>(127)</u>  | <u>(144)</u>  | -12%                   |
| Profit/(Loss) for the period                           | <u><u>66</u></u>  | <u><u>1,564</u></u>   | -96%                   |

*Comparison with the immediate preceding quarter*

For the current quarter, the Group reported a revenue of RM1.784 million, a 53% decrease as compared to the previous quarter. This decrease in revenue was primarily due to lower demand for ATE.

The lower PBT was mainly attributed to the lower revenue, decrease in other income and lower contribution from associate company.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED  
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**B3 Prospects**

The World Semiconductor Trade Statistics (WSTS) forecast for June 2024 indicates a significant growth in the global semiconductor market, with a projected 16.0 percent increase in 2024 and a continued solid growth of 12.5 percent in 2025. This optimistic outlook is primarily driven by the double-digit growth rates for Logic and Memory sectors. However, it is noted that not all segments are benefiting equally, with categories like Discrete, Optoelectronics, Sensors, and Analog Semiconductors predicted to see single-digit declines. Consequently, the management is not expecting similar growth in our sectors.

**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**

|             | <b>Individual Quarter<br/>3 months ended</b> |                     | <b>Cumulative Quarter<br/>9 months ended</b> |                     |
|-------------|--|---------------------|--|---------------------|
|             | <b>30 Sept 2024</b>                          | <b>30 Sept 2023</b> | <b>30 Sept 2024</b>                          | <b>30 Sept 2023</b> |
|             | <b>RM' 000</b>                               | <b>RM' 000</b>      | <b>RM' 000</b>                               | <b>RM' 000</b>      |
| Current tax | 127  | 86                  | 464  | 669                 |

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 THIRD QUARTER ENDED  
30 SEPTEMBER 2024**

**B8 Other investment**

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

|                                      | <b>RM'000</b>             |
|--------------------------------------|---------------------------|
| <b>Other investment</b>              |                           |
| Balance at 1 January 2024            | 88,391                    |
| (Sales)/Purchase during the period   | (6,294)                   |
| Dividend reinvest                    | 1,202                     |
|                                      | <hr/> 83,299              |
| Gain/(Loss) on fair value adjustment | 1,264                     |
| Gain/(Loss) on foreign exchange      | -                         |
| Balance at 30 September 2024         | <hr/> <hr/> <u>84,563</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 THIRD QUARTER ENDED 30 SEPTEMBER 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.

|  | <b>Individual Quarter<br/>3 months ended</b>                       |                     | <b>Cumulative Quarter<br/>9 months ended</b> |                     |
|--|--|---------------------|--|---------------------|
|  | <b>30 Sept 2024</b>  | <b>30 Sept 2023</b> | <b>30 Sept 2024</b>                          | <b>30 Sept 2023</b> |
|  | <b>RM' 000</b>   | <b>RM' 000</b>      | <b>RM' 000</b>                               | <b>RM' 000</b>      |
| Profit/(loss) attributable to ordinary equity holders of the parent  | 66   | 1,500               | 3,037  | 7,034               |
|  | <hr/>  |                     | <hr/>  |                     |
|  | <b>Individual Quarter<br/>3 months ended</b>                       |                     | <b>Cumulative Quarter<br/>9 months ended</b> |                     |
|  | <b>30 Sept 2024</b>  | <b>30 Sept 2023</b> | <b>30 Sept 2024</b>                          | <b>30 Sept 2023</b> |
|  | <b>Units</b>   | <b>Units</b>        | <b>Units</b>                                 | <b>Units</b>        |
|  | <b>(In thousands) (In thousands) (In thousands) (In thousands)</b> |                     |  |                     |
| Weighted average number of ordinary shares in issue                  | 694,141  | 687,111             | 694,141                                      | 687,111             |
|  | <hr/>  |                     | <hr/>  |                     |
|  | <b>Individual Quarter<br/>3 months ended</b>                       |                     | <b>Cumulative Quarter<br/>9 months ended</b> |                     |
|  | <b>30 Sept 2024</b>  | <b>30 Sept 2023</b> | <b>30 Sept 2024</b>                          | <b>30 Sept 2023</b> |
|  | <b>Sen</b>   | <b>Sen</b>          | <b>Sen</b>                                   | <b>Sen</b>          |
| Basic earnings/(loss) per share for:<br>Profit/(loss) for the period | 0.01   | 0.22                | 0.44   | 1.02                |
|  | <hr/>  |                     | <hr/>  |                     |

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

|  | <b>Individual Quarter<br/>3 months ended</b>                       |                                 | <b>Cumulative Quarter<br/>9 months ended</b> |                                 |
|--|--|---------------------------------|--|---------------------------------|
|  | <b>30 Sept 2024<br/>RM '000</b>                                    | <b>30 Sept 2023<br/>RM '000</b> | <b>30 Sept 2024<br/>RM '000</b>              | <b>30 Sept 2023<br/>RM '000</b> |
| Profit/(loss) attributable to ordinary equity holders of the parent    | 66   | 1,500                           | 3,037  | 7,034                           |
|  | <b>Individual Quarter<br/>3 months ended</b>                       |                                 | <b>Cumulative Quarter<br/>9 months ended</b> |                                 |
|  | <b>30 Sept 2024</b>  | <b>30 Sept 2023</b>             | <b>30 Sept 2024</b>                          | <b>30 Sept 2023</b>             |
|  | <b>Units</b>   | <b>Units</b>                    | <b>Units</b>                                 | <b>Units</b>                    |
|  | <b>(In thousands) (In thousands) (In thousands) (In thousands)</b> |                                 |  |                                 |
| Weighted average number of ordinary shares in issue                    | 694,141  | 687,111                         | 694,141                                      | 687,111                         |
| Effects of dilution :  |  |                                 |  |                                 |
| Share option   | 143  | 193                             | 143  | 193                             |
|  | <u>694,284</u>   | <u>687,304</u>                  | <u>694,284</u>                               | <u>687,304</u>                  |
|  | <b>Individual Quarter<br/>3 months ended</b>                       |                                 | <b>Cumulative Quarter<br/>9 months ended</b> |                                 |
|  | <b>30 Sept 2024</b>  | <b>30 Sept 2023</b>             | <b>30 Sept 2024</b>                          | <b>30 Sept 2023</b>             |
|  | <b>Sen</b>   | <b>Sen</b>                      | <b>Sen</b>                                   | <b>Sen</b>                      |
| Diluted earnings/(loss) per share for:<br>Profit/(loss) for the period | 0.01   | 0.22                            | 0.44   | 1.02                            |

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024****B14 Other income and expenses**

|  | <b>Individual Quarter</b> |                     | <b>Cumulative Quarter</b> |                     |
|--|---------------------------|---------------------|---------------------------|---------------------|
|  | <b>3 months ended</b>     |                     | <b>9 months ended</b>     |                     |
|  | <b>30 Sept 2024</b>       | <b>30 Sept 2023</b> | <b>30 Sept 2024</b>       | <b>30 Sept 2023</b> |
|  | <b>RM '000</b>            | <b>RM '000</b>      | <b>RM '000</b>            | <b>RM '000</b>      |
| Other income/(expenses):                                 |                           |                     |                           |                     |
| Dividend income  | 471                       | 419                 | 1,214                     | 1,930               |
| Interest income  | 48                        | 71                  | 165                       | 374                 |
| Rental received  | 670                       | 634                 | 2,138                     | 1,895               |
| Gain/(loss) on disposal of other investment              | (189)                     | -                   | (45)                      | 44                  |
| Gain/(loss) on fair value adjustment of other investment | 598                       | 369                 | 1,264                     | 384                 |
| Gain/(loss) on disposal of short term investment         | -                         | -                   | 10                        | -                   |
| Unrealised gain/(loss) on foreign exchange               | (429)                     | (149)               | (513)                     | 20                  |
| Realised gain/(loss) on foreign exchange                 | 15                        | 178                 | 209                       | 667                 |
| Total other income/(expenses)                            | <u>1,184</u>              | <u>1,522</u>        | <u>4,442</u>              | <u>5,314</u>        |

**B15 Profit before tax**

|  | <b>Individual Quarter</b> |                     | <b>Cumulative Quarter</b> |                     |
|--|---------------------------|---------------------|---------------------------|---------------------|
|  | <b>3 months ended</b>     |                     | <b>9 months ended</b>     |                     |
|  | <b>30 Sept 2024</b>       | <b>30 Sept 2023</b> | <b>30 Sept 2024</b>       | <b>30 Sept 2023</b> |
|  | <b>RM '000</b>            | <b>RM '000</b>      | <b>RM '000</b>            | <b>RM '000</b>      |
| Profit before tax is arrived after charging: |                           |                     |                           |                     |
| Audit Fee                                    | 20                        | 19                  | 70                        | 57                  |
| Amortisation of prepaid leasehold land       | 16                        | 16                  | 48                        | 48                  |
| Amortisation of Technology Knowhow           | 45                        | -                   | 135                       | -                   |
| Depreciation                                 |                           |                     |                           |                     |
| - property, plant and equipment              | 168                       | 170                 | 507                       | 497                 |
| - Investment property                        | 1                         | 1                   | 3                         | 3                   |
| Impairment loss on trade receivables         | -                         | 32                  | -                         | 32                  |
|  | <u>-</u>                  | <u>32</u>           | <u>-</u>                  | <u>32</u>           |

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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   | Amount RM'000 | Actual utilisation RM'000 | Reallocation RM'000 | Unutilised disposals proceeds RM'000 | Original timeframe for the utilisation of proceeds | Revised timeframe for the utilisation of proceeds |
|--|---------------|---------------------------|---------------------|--------------------------------------|--|---|
| Expansion of the Group's business and/or production facility | 14,740        | 500                       | -                   | 14,240                               | within 24 months                                   | 24 months up to 3 Nov 2026                        |
| General working capital                                      | 13,130        | 13,160                    | 30                  | -                                    | within 24 months                                   | -   |
| Special Dividend   | 6,790         | 6,760                     | (30)                | -                                    | within 24 months                                   | -   |
| Estimated expenses in relation to the Proposed Disposal      | 3,340         | 3,340                     | -                   | -                                    | within 24 months                                   | -   |
|  | 38,000        | 23,760                    | -                   | 14,240                               |  |   |

**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 22 November 2024.

By Order of the Board

**Tan Cheik Eaik**  
 Director