



# **ZEN TECH INTERNATIONAL BERHAD**

**REGISTRATION NO.: 200401027289(665797-D)**

(Incorporated in Malaysia)

## **UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

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

	Note	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
		30 September 2024 RM'000	30 September 2023 RM'000	30 September 2024 RM'000	30 September 2023 RM'000
Revenue	B1	12,517	9,385	12,517	9,385
Cost of sales		(11,999)	(7,281)	(11,999)	(7,281)
Change In Inventories		-	-	-	-
<b>Gross profit</b>		518	2,104	518	2,104
Other Income		240	14	240	14
Depreciation of Fixed Assets		(1,321)	(1,090)	(1,321)	(1,090)
Depreciation of ROU Assets		(102)	(214)	(102)	(214)
Administrative Expenses		(1,498)	(1,480)	(1,498)	(1,480)
<b>Loss from Operations</b>		(2,163)	(666)	(2,163)	(666)
Finance Costs		(46)	(58)	(46)	(58)
<b>Loss before taxation</b>		(2,209)	(724)	(2,209)	(724)
Taxation	B6	(75)	(75)	(75)	(75)
<b>Loss for the financial Total comprehensive loss for the period</b>		(2,284)	(799)	(2,284)	(799)
<b>Profit / (Loss) attributable to:</b>					
Owners of the company		(1,480)	(766)	(1,480)	(766)
Non-controlling interest		(804)	(33)	(804)	(33)
<b>Profit / (Loss) for the period / year</b>		(2,284)	(799)	(2,284)	(799)
<b>Total Comprehensive Income / ( Loss) attributable to:</b>					
Owners of the company		(1,480)	(766)	(1,480)	(766)
Non-controlling interest		(804)	(33)	(804)	(33)
<b>Total Comprehensive Income Profit / (Loss) for the period</b>		(2,284)	(799)	(2,284)	(799)
<b>Loss per share (sen)</b>					
Basic	B15	(0.05)	(0.03)	(0.05)	(0.03)

**Note:**

The Condensed Consolidated Statement of Profit or Loss and Comprehensive Income should be read in conjunction with the Audited Annual Financial Statements for the year ended 30 June 2024 and the accompanying notes attached to this interim financial report.

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

	<i>Note</i>	<i>As at 30 September 2024 unaudited RM'000</i>	<i>As at 30 June 2024 audited RM'000</i>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Goodwill in consolidation		-	-
Property, plant and equipment		49,525	49,728
Rights of Use Assets		2,432	2,534
Other investment		25	25
		<b>51,982</b>	<b>52,287</b>
<b>Current Assets</b>			
Inventories		3,074	2,888
Trade receivables		7,044	8,501
Other receivables, deposits and prepayments		10,306	10,298
Amount due from directors		10	40
Tax recoverable		209	209
Fixed deposit with a financial institution		47	47
Cash and bank balances		692	405
		<b>21,382</b>	<b>22,388</b>
<b>TOTAL ASSETS</b>		<b>73,364</b>	<b>74,675</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		88,495	88,495
Reserve		23,399	23,399
Accumulated losses		(47,419)	(45,939)
<b>Total equity attributable to owners of the Company</b>		<b>64,475</b>	<b>65,955</b>
Non-controlling interest		(10,202)	(9,398)
<b>Total equity attributable to owners of the Company</b>		<b>54,273</b>	<b>56,557</b>
<b>Non Current Liabilities</b>			
Lease Liabilities		1,976	2,220
Deferred tax liabilities		54	54
		<b>2,030</b>	<b>2,274</b>
<b>Current liabilities</b>			
Trade payables		6,434	6,184
Other payables and accruals		5,413	4,908
Amount due to directors		1,641	1,452
Lease Liabilities		535	387
Short Term Borrowings	B11	3,038	2,913
		<b>17,061</b>	<b>15,844</b>
<b>TOTAL LIABILITIES</b>		<b>19,091</b>	<b>18,118</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>73,364</b>	<b>74,675</b>
 <b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>			
		<b>0.02</b>	<b>0.02</b>

**Note:**

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Annual Financial Statements for the year ended 30 June 2024 and the accompanying notes attached to this interim financial report.

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR**  
**THE PERIOD ENDED 30 SEPTEMBER 2024**

	<i>Share capital</i>	<i>Warrant Reserve</i>	<i>Non- Distributable Employee Share Option Reserve</i>	<i>Accumulated losses</i>	<i>Attributable to owners of the Company</i>	<i>Non-Controlling interest</i>	<i>Total Equity</i>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 July 2022</b>							
As previously stated	69,147	-	-	(29,858)	39,289	(7,377)	31,912
Prior years' adjustments (Note 35)	-	-	-	(7,675)	(7,675)	-	(7,675)
<b>As restated Transactions with owners</b>	<b>69,147</b>	<b>-</b>	<b>-</b>	<b>(37,533)</b>	<b>31,614</b>	<b>(7,377)</b>	<b>24,237</b>
Issuance of shares pursuant to the exercise of employees share option scheme	1,699	-	-	-	1,699	-	1,699
Issuance of shares pursuant to the exercise of private placement	9,701	-	-	-	9,701	-	9,701
Issuance of shares pursuant to the exercise of right issue	24,253	-	-	-	24,253	-	24,253
Issuance of shares pursuant to the exercise of settlement of loan	8,145	-	-	-	8,145	-	8,145
Issuance of free detachable warrants pursuant to the exercise of right issue	-	16,168	-	(14,552)	1,616	-	1,616
Exercise of detachable warrants	-	(1,617)	-	-	(1,617)	-	(1,617)
Issuance of shares pursuant to the exercise of detachable warrants	1,617	-	-	-	1,617	-	1,617
Fair Value on issuance of shares pursuant to the exercise of employees share option scheme	1,909	-	(1,909)	-	-	-	-
Total transaction with owners	47,324	14,551	(1,909)	(14,552)	45,414	-	45,414
Recognition of share option expenses	-	-	15,198	-	15,198	-	15,198
<b>Total comprehensive loss for the financial year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(23,573)</b>	<b>(23,573)</b>	<b>(1,584)</b>	<b>(25,157)</b>
<b>At 30 June 2023 / 1 July 2023 (Restated)</b>	<b>116,471</b>	<b>14,551</b>	<b>13,289</b>	<b>(75,658)</b>	<b>68,653</b>	<b>(8,961)</b>	<b>59,692</b>
<b>Transaction with Owners:</b>							
Issuance of shares pursuant to the exercise of employees share option scheme	8,092	-	(4,438)	-	3,654	-	3,654
Issuance of shares pursuant to the exercise of private placement	3,926	-	-	-	3,926	-	3,926
Issuance of shares pursuant to the exercise of detachable warrants	6	(3)	-	-	3	-	3
Capital reduction of shares	(40,000)	-	-	40,000	-	-	-
Total transaction with owners	(27,976)	(3)	(4,438)	40,000	7,583	-	7,583
<b>Total comprehensive loss for the financial period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(10,281)</b>	<b>(10,281)</b>	<b>(437)</b>	<b>(10,718)</b>
<b>At 30 June 2024 (Audited)</b>	<b>88,495</b>	<b>14,548</b>	<b>8,851</b>	<b>(45,939)</b>	<b>65,955</b>	<b>(9,398)</b>	<b>56,557</b>
Total comprehensive loss for the financial period	-	-	-	(1,480)	(1,480)	(804)	(2,284)
<b>As at 30 September 2024</b>	<b>88,495</b>	<b>14,548</b>	<b>8,851</b>	<b>(47,419)</b>	<b>64,475</b>	<b>(10,202)</b>	<b>54,273</b>

**Note:**

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Annual Financial Statements for the year ended 30 June 2024 and the accompanying notes attached to this interim financial report.

**INTERIM FINANCIAL STATEMENTS  
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR  
THE PERIOD ENDED 30 SEPTEMBER 2024**

	3 Months Ended 30 September 2024 unaudited RM'000	As At 30 June 2024 audited RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(2,209)	(10,666)
<b>Adjustments:</b>		
<b>Depreciation:</b>		
Property, plant and equipment	1,321	4,791
Right-of-use assets	102	515
Property, plant and equipment written off	-	156
Gain on terminatinof rights of use assets	-	(2)
Bad debt written off	-	71
Interest expense	46	243
Goodwill	-	6,319
Other payables written off	-	(5)
(Gain) / Loss on Foreign exchange - unrealised	18	44
Interest Income	(1)	(781)
Share option expenses	-	-
<b>Operating profit/(loss) before working capital changes</b>	<b>(723)</b>	<b>685</b>
Net change in current assets	1,293	(5,414)
Net change in current liabilities	944	1,791
<b>Cash used in operations</b>	<b>1,514</b>	<b>(2,938)</b>
Income Tax Paid	(75)	(300)
Interest received	1	1
Interest paid	(46)	-
<b>Net cash generated from/(used in) operating activities</b>	<b>1,394</b>	<b>(3,237)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,084)	(4,094)
Advances to director	30	(40)
<b>Net cash generated from/(used in) investing activities</b>	<b>(1,054)</b>	<b>(4,134)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of Bankers acceptance	1,265	8,382
Proceed from exercise of private placement	-	3,926
Proceeds from exercise of employees share issuance share	-	3,654
Proceed from exercise of warrants	-	3
Interest paid on lease liabilities	(19)	-
Interest paid	(27)	(243)
Repayment of Bankers' acceptance	(1,117)	(8,442)
Repayment of Overdraft	-	-
Repayment of lease liabilities	(114)	(442)
<b>Net cash generated from/(used in) financing activities</b>	<b>(12)</b>	<b>6,838</b>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	328	(533)
EFFECT OF CHANGE IN EXCHANGE RATE	(18)	(44)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	(194)	383
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>116</b>	<b>(194)</b>
<b>Cash and Cash equivalents comprises:-</b>		
Fixed Deposits with a financial institution	47	47
Cash and bank balances	692	405
Less: Bank Overdrafts	(623)	(646)
	116	(194)

**Notes:**

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Annual Financial Statements for the financial year ended 30 June 2024 and the accompanying notes attached to this interim financial report.

## **A. EXPLANATORY NOTES PURSUANT TO MFRS 134 FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

### **A1 Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with the requirements of the Malaysian Financial Reporting Standard 134 (MFRS 134): Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 (Appendix 9B part A) of the for the ACE Market and should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to the unaudited consolidated financial statements.

The explanatory notes attached to the unaudited interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2024.

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted in the financial statements for the year ended 30 June 2024, except for the amendments to MFRS effective for annual financial periods beginning on or after 1 July 2024 as listed below:

MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendment to MFRS 101 and MFRS Practice Statement 2	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 - Comparative Information
Amendments to MFRS 112	International Tax Reform - Pillar Two Model Rules

The adoption of these new MFRSs and amendments to MFRSs did not have any material impact on the interim financial report of the Group.

The Group and the Company has not applied the following new and amendments to MFRSs that have been issued by the MASB but are not yet effective:

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Classification of Liabilities as Current or Noncurrent
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements
Amendments to MFRS 121	Lack of Exchangeability
Amendments to MFRS 9 and MFRS 7	Amendments to Classification and Measurement of Financial Instruments
Amendments to MFRSs	Annual Improvements to MFRS Accounting Standards - Volume 11
MFRS 18	Presentation and Disclosure in Financial Statements
MFRS 19	Subsidiaries without Public Accountability: Disclosures
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate and Joint Venture

- Effective for annual periods beginning on or after 1 January 2024.
- Effective for annual periods beginning on or after 1 January 2025.
- Effective for annual periods beginning on or after 1 January 2026.
- Effective for annual periods beginning on or after 1 January 2027.
- Deferred to a date to be determined and announced by MASB.

### **A2 Auditors' Report**

The auditors' report for the immediate preceding annual financial statements of the Group for the financial year ended 30 June 2024 is not subject to any qualification.

### **A3 Seasonal or cyclical factors**

The principal business operations of the Group were not affected by any seasonal and cyclical factors.

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

There were no unusual items of unusual nature, size or incidence which materially affecting assets, liabilities, equity, net income or cash flows of the Group for the financial period under review.

### **A5 Changes in Accounting Estimates**

There were no changes in the estimates of amounts reported in the prior interim period of the current financial year or changes in the estimates of amounts reported in the prior financial years that have a material effect in the current quarter or financial year-to-date.

### **A6 Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury share and resale of treasury shares during the financial year-to-date under review: except for the changes in ordinary share capital as stated in note B8.

### **A7 Dividends Paid**

No dividends were paid during the financial year-to-date.

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 FOR THE PERIOD ENDED  
30 SEPTEMBER 2024**

**A8 Segmental Reporting**

(a) Segment Information is presented in respect of the Group's business segments which are based on the internal reporting structure presented to the management of the Company. The Group's principal segment businesses are Glove Manufacturing, Information Technology and Investment Holding.

	Individual		Cumulative	
	For the 3 months ended		For the 3 months ended	
	30-Sep-24	30-Sep-23	30-Sep-24	30-Sep-23
	RM'000	RM'000	RM'000	RM'000
<b>TURNOVER</b>				
Glove Manufacturing	12,118	9,094	12,118	9,094
Software & Books	399	291	399	291
Less: Adjustments / Eliminations	-	-	-	-
<b>Total Consolidated Revenue</b>	<b>12,517</b>	<b>9,385</b>	<b>12,517</b>	<b>9,385</b>

	Individual		Cumulative	
	For the 3 months ended		For the 3 months ended	
	30-Sep-24	30-Sep-23	30-Sep-24	30-Sep-23
	RM'000	RM'000	RM'000	RM'000
<b>RESULTS</b>				
Glove Manufacturing	(1,467)	234	(1,467)	234
Investment Holdings	(578)	(548)	(578)	(548)
Software & Books	(118)	(352)	(118)	(352)
Total Losses	(2,163)	(666)	(2,163)	(666)
Less: Adjustments / Eliminations	-	-	-	-
<b>Earnings / (Loss) before interest and tax</b>	<b>(2,163)</b>	<b>(666)</b>	<b>(2,163)</b>	<b>(666)</b>
Finance costs	(46)	(58)	(46)	(58)
Profit / (Loss) before tax	(2,209)	(724)	(2,209)	(724)
Tax Expenses	(75)	(75)	(75)	(75)
Profit / (Loss) after tax	(2,284)	(799)	(2,284)	(799)

**A9 Valuation of property, plant and equipment**

The valuations of property plant and equipment have been brought forward without amendment from the previous annual financial statements.

**A10 Changes in the composition of the Group**

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

**A11 Capital commitments**

	As at	As At
	30-Sep-24	30-Jun-24
	RM'000	RM'000
		(Audited)
<b>Approved and contracted for :</b>		
Investments	3,500	3,500
Capital work-in-progress	6,000	6,000

**A12 Changes in contingent liabilities and contingent assets**

The Group did not have any contingent liabilities, either secured or unsecured, or contingent assets as at 30 June 2024.

**A13 Significant related party transactions**

There were no items, transaction or event of a material and unusual nature which has arisen which would substantially affect the results of the Group and the Company for the period between 30 June 2024 and the date of this report.

**A14 Subsequent Events**

No significant events.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES BERHAD FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

**B1 Review of Group Performance**

	Individual Quarter For the 3 months ended			Cumulative Quarter For the 12 months ended		Variance %
	30-Sep-24	30-Sep-23	Variance %	30-Sep-24	30-Sep-23	
	RM'000	RM'000		RM'000	RM'000	
Revenue	12,517	9,385	33.37%	12,517	9,385	33%
Total Operating Expenses	(1,498)	(1,480)	1.22%	(1,498)	(1,480)	1%
Other Income	240	14	1614.29%	240	14	1614%
Loss from Operations	(2,163)	(666)	224.77%	(2,163)	(666)	225%
Loss before tax	(2,209)	(724)	205.11%	(2,209)	(724)	205%
Loss for the period after tax	(2,284)	(799)	185.86%	(2,284)	(799)	186%

For the first quarter ended 30 September 2024, the group recorded revenue of RM12.517million. The group recorded at loss before taxation of RM2.209 million during the first quarter ended 30 September 2024. The main contributor was the glove manufacturing segment which contributed RM12.118 million revenue and generated loss of RM1.467 million. During the period the software and Book Segement contributed RM399 million in Revenue and a loss of RM1.18 million.

**B2 Financial Review Of Profit / (Loss) Before Taxation For Current Quarter Compared With Immediate Preceding Quarter**

	Individual Quarter For the 3 months ended		Variance %
	30-Sep-24	30-Jun-24	
	RM'000	RM'000	
Revenue	12,517	16,073	-22.12%
Total Operating Expenses	(1,498)	(2,600)	-42.38%
Other Income	240	227	6%
Impairment fo Goodwill	-	6,319	100%
Loss from Operations	(2,163)	(8,133)	-73.40%
Loss before tax	(2,209)	(8,170)	-72.96%
Loss for the period after tax	(2,284)	(8,300)	-72.48%

**B3 Current Year Prospects**

The software segment had contributed profit for the group during the interim period ending 30 June 2024. The glove segment had suffered losses during the period due to the increase in the foreign exchange and cost of raw materials. We are expecting an upward trend in the glove business as the the average selling price is increasing during the forthcoming financial period as the the cost of raw materials is stabilising.

**B4 Profit forecast or profit guarantee**

No profit forecast or profit guarantee was published.

**B5 Profit / (Loss) Before Tax**

The profit / (loss) before tax is stated after charging / (crediting)

	Individual Quarter For the 3 months ended		Cumulative Quarter For the 3 months ended	
	30-Sep-24 RM'000	30-Sep-23 RM'000	30-Sep-24 RM'000	30-Sep-23 RM'000
<b>Profit before tax is arrived at after charging:</b>				
Finance costs:				
- lease Liabilities	(19)	(18)	(19)	(18)
- borrowings	(27)	(27)	(27)	(27)
<b>Depreciation</b>				
- property, plant & equipment	(1,321)	(1,090)	(1,321)	(1,090)
- right-of-use assets	(102)	(214)	(102)	(214)
<b>and after Crediting:</b>				
<b>(Gain)/ Loss on foreign exchange</b>				
- realised	18	14	18	14

**B6 Taxation**

For both the current quarter as well as financial year-to-date, tax is calculated on estimated assessable profits for the financial year.

**B7 Quoted securities**

There were no acquisitions or disposals of quoted securities during the current quarter and financial year-to-date.

**B8 Unquoted securities**

There were no acquisitions or disposals of unquoted securities during the current quarter and financial year-to-date.



**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES BERHAD FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

**B9 Corporate proposals**

There were no new corporate proposal

**B10 Short Term Borrowings**

The Group borrowings and debt securities which are denominated in Ringgit Malaysia as at 30 September 2024 are as below:

	As at 30-Sep-24 RM'000	As At 30-Sep-23 RM'000
<b>Secured</b>		
Bank Overdraft	623	677
Bankers Acceptance	2,415	1,667
Total Short Term Borrowings	3,038	2,344

**B11 Off Balance sheet Financial instruments**

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

**B12 Changes in Material Litigation**

- a) On 16 July 2020, the Company was served with a Writ and Statement of Claim by its former Non-Independent and Non-Executive Director, Mohd Anuar bin Mohd Hanadzlah ("the Plaintiff"). The Plaintiff claimed that Zen Tech International Berhad ("Zen Tech") had made defamatory statements against the Plaintiff for, among others its announcement in Bursa Malaysia Securities Berhad ("Bursa") over the suspension of the Plaintiff from his position in Zen Tech due to the alleged abuse of power and misconduct pending the outcome from the Investigative Working Group. Zen Tech had attempted to strike out the said Writ by its application under Order 18 Rule 19 of the Rules of Court 2012 which was then dismissed by the Kuala Lumpur High Court. At present, Zen Tech is appealing to the Court of Appeal to reverse the High Court decision on the merit that the announcement in Bursa was made in compliance and aligned to the requirements of Bursa. The Kuala Lumpur High Court has fixed the matter for trial on 22 June 2022 to 24 June 2022 which was later postponed to 25.11.2024. On 25.11.2024 the Company was called up for case management before Yang Arif Eddie Yeo Soon Chye ("Learned JC") at the High Court of Malaya at Kuala Lumpur. During the aforesaid case management, the following matters occurred:-
- a. The above matter was initially called up for trial from 25.11.2024 until 28.11.2024. In connection to this, Zen Tech and its solicitors were prepared to proceed with the same;
  - b. However, the Plaintiff engaged an external counsel in which he informed the Court that the lead counsel, being Mohammed Nasser bin Yusof was on medical leave from 25.11.2024 until 27.11.2024. As a consequence, Mr Nasser could not proceed to carry out the trial on the aforementioned dates;
  - c. Premised on the above, the Learned JC made the following directions:-
    - i. The trial dates on 25.11.2024 until 28.11.2024 are vacated and the above matter will be called up for trial on 02.11.2026 until 05.11.2026; and
    - ii. The above matter is adjourned and fixed for case management on 18.02.2025 in order for parties to update the Court on any ongoing progress of the matter.
- b) On 27 June 2023, the Company entered into a conditional sale of shares agreement with Lim Khai Guan for the acquisition of 1,250 DS Agriculture Plantation Sdn. Bhd. ("DS Agri") shares representing 25% equity interest in DS Agri for a purchase consideration of RM5,500,000 to be satisfied entirely via cash. Included in deposit is an amount of RM3,000,000 (2022: RM NIL) deposit paid for the acquisition of 1,250 DS Agri shares.
- On 25 July 2023, the Company had delivered a termination notice to Lim Khai Guan to terminate the SSA with immediate effect. Consequently, the SSA shall be aborted.
- On 27 September 2023, the Company has been served with a Writ of Summon and Statement of Claimed dated 27 September 2023 from Messrs Sodhi Chambers, the solicitor acting on behalf of Lim Khai Guan to forfeit and claim the deposit sum of RM3,000,000 in regards to the SSA.
- On 28 July 2023, the Company has appointed a solicitor to defend the Writ of Summon and Statement of Claimed that has been served to the Company. The Company's Solicitor have filed the Memorandum of Appearance on 12 October 2023 and in the midst of preparing the statement of Defence and to file a Counter Claim against Lim Khai Guan in this matter. (i) the Court dismissed the Third Defendant's application in Enclosure 60 to Strike Out the above matter and directed for the same to proceed with trial.
- On 12 August 2024, during the case management, the following matters occurred:
- (i) the Court dismissed the Third Defendant's application in Enclosure 60 to Strike Out the above matter and directed for the same to proceed with trial;
  - (ii) the trial dates scheduled on 16.12.2024 - 20.12.2024 are maintained; and
  - (iii) the parties' respective Witness Statement(s) must be filed (1) month from the first day of trial (16.12.2024) which will be on or before 16.11.2024.

**B13 Dividend payable**

No interim ordinary dividend has been declared for the financial period under review.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES BERHAD FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

**B14 Earnings per share**

The basic/diluted earnings per share are computed based on the net profit attributable to ordinary shareholders and the weighted average/adjusted weighted average number of ordinary shares outstanding during the year as follows:

	Current Quarter		Cumulative Quarter	
	30-Sep-24 RM'000	30-Sep-23 RM'000	30-Sep-24 RM'000	30-Sep-23 RM'000
<b>Basic</b>				
Profit/(loss) attributable to the shareholders of the	(1,480)	(766)	(1,480)	(766)
Weighted average number of ordinary shares in issue	3,110,651	2,628,545	3,110,651	2,628,545
<i>Basic earnings/(loss) per ordinary share (sen)</i>	<u>(0.05)</u>	<u>(0.03)</u>	<u>(0.05)</u>	<u>(0.03)</u>
<b>Diluted</b>				
Profit/(loss) attributable to the shareholders of the Company (RM'000)	(1,480)	(766)	(1,480)	(766)
Weighted average number of ordinary shares	3,110,651	2,628,545	3,110,651	2,628,545
Effect of dilution:				
Warrant B	969,911	-	969,911	-
Employees share option scheme	442,557	-	442,557	-
Adjusted weighted average number of ordinary shares	4,523,119	4,523,110	4,523,119	2,628,545
<i>Diluted loss per ordinary share (sen)</i>	<u>(0.03)</u>	<u>(0.02)</u>	<u>(0.03)</u>	<u>(0.03)</u>

**B15 Review by External Auditors**

The Board of Directors ("Board") had engaged the External Auditors to review and report on the Condensed Report of Zen Tech International Berhad for the quarter and year-to-date ended 30 September 2024 in accordance with the International Standard on Review of Engagement 2400 (revised), "Engagements to Review of Historical Statements".

The External Auditor reported to the Board that nothing had come to their attention to cause them to believe that these historical financial information do not give a true and fair view of the financial performance of the Group and its cash flow for the 3 months' financial period ended in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards. The report was made to the Board in accordance with the terms of the engagement letter with external auditors and for no other purpose.

**B16 Authorisation for issue**

The quarterly report was authorised for issue by the Board in accordance with a resolution of the Directors on 29 November 2024.

**ZEN TECH INTERNATIONAL BERHAD**