



MAG HOLDINGS BERHAD

200401004611 (643114-X)

(Incorporated in Malaysia)

Unaudited Second Quarter

Ended

31 December 2023

Interim Financial Statements

Announcement



MAG Holdings Berhad

200401004611 (643114-X)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Profit or Loss

	3 months		6 months	
	1.10.2023 to 31.12.2023 RM'000 (Unaudited)	1.10.2022 to 31.12.2022 RM'000 (Unaudited)	1.7.2023 to 31.12.2023 RM'000 (Unaudited)	1.7.2022 to 31.12.2022 RM'000 (Unaudited)
Revenue	51,382	43,256	98,367	73,617
Cost of sales	<u>(40,305)</u>	<u>(29,264)</u>	<u>(76,089)</u>	<u>(48,042)</u>
Gross profit	11,077	13,992	22,278	25,575
Other income	4,382	3,087	6,386	6,342
Operating expenses	(6,175)	(3,714)	(10,287)	(7,710)
Finance costs	(3,667)	(3,269)	(5,403)	(5,366)
Unrealised foreign exchange gain/ (loss)	2,777	(1,258)	2,012	(2,412)
Realised foreign exchange gain	-	52	9	210
	<u>8,394</u>	<u>8,890</u>	<u>14,995</u>	<u>16,639</u>
Profit before taxation	8,394	8,890	14,995	16,639
Taxation	<u>(1,520)</u>	<u>(326)</u>	<u>(1,696)</u>	<u>(1,050)</u>
Profit for the period	<u>6,874</u>	<u>8,564</u>	<u>13,299</u>	<u>15,589</u>
Profit for the period attributable to:				
-Owners of the Company	8,523	8,567	14,949	15,592
-Non-controlling interests	<u>(1,649)</u>	<u>(3)</u>	<u>(1,650)</u>	<u>(3)</u>
	<u>6,874</u>	<u>8,564</u>	<u>13,299</u>	<u>15,589</u>
Basic earnings per share (sen)	<u>0.53</u>	<u>0.59</u>	<u>0.94</u>	<u>1.08</u>
Diluted earnings per share (sen)	<u>0.51</u>	<u>0.57</u>	<u>0.90</u>	<u>1.04</u>

Notes:

n/a - Not applicable

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to these interim financial statements.



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Condensed Consolidated Statement of Profit or Loss

	3 months		6 months	
	1.10.2023 to 31.12.2023 RM'000 (Unaudited)	1.10.2022 to 31.12.2022 RM'000 (Unaudited)	1.7.2023 to 31.12.2023 RM'000 (Unaudited)	1.7.2022 to 31.12.2022 RM'000 (Unaudited)
Profit/(loss) for the period	6,874	8,564	13,299	15,589
Other comprehensive income, net of tax:				
Items that may be reclassified subsequently to profit or loss:				
Foreign currency translations	369	(8,041)	(1,189)	(11,067)
Total other comprehensive income for the period, net of tax	7,243	523	12,110	4,522
Total comprehensive income for the period, net of tax	7,243	523	12,110	4,522
Total comprehensive income attributable to:				
Owners of the Company	8,892	526	13,760	4,525
Non-controlling interests	(1,649)	(3)	(1,650)	(3)
	<u>7,243</u>	<u>523</u>	<u>12,110</u>	<u>4,522</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to these interim financial statements.



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Condensed Consolidated Statement of Financial Position

	As at 31.12.2023 RM'000 (Unaudited)	As at 30.6.2023 RM'000 (Audited)
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	345,207	309,372
Intangible assets	56,113	56,903
Loan to a former subsidiary company	272,062	267,718
Goodwill	87,839	87,839
	<u>761,221</u>	<u>721,832</u>
CURRENT ASSETS		
Biological assets	10,319	9,215
Inventories	7,606	6,494
Short term investment	53,792	51,360
Trade and other receivables	115,072	122,272
Tax recoverable	595	-
Fixed deposit with licensed bank	1,342	1,342
Cash and bank balances	167,797	163,668
	<u>356,523</u>	<u>354,351</u>
TOTAL ASSETS	<u>1,117,744</u>	<u>1,076,183</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	535,570	534,226
Reserves	247,066	233,306
Total equity attributable to owners of the Company	<u>782,636</u>	<u>767,532</u>
Non-controlling interests	-	1,650
TOTAL EQUITY	<u>782,636</u>	<u>769,182</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	42,220	40,523
Borrowings	84,272	88,107
Lease liabilities	8,390	8,300
Redeemable preference shares (RPS)	72,823	72,061
	<u>207,705</u>	<u>208,991</u>
CURRENT LIABILITIES		
Trade and other payables	105,590	74,712
Bank borrowings	21,522	22,763
Lease liabilities	291	535
	<u>127,403</u>	<u>98,010</u>
TOTAL LIABILITIES	<u>335,108</u>	<u>307,001</u>
TOTAL EQUITY AND LIABILITIES	<u>1,117,744</u>	<u>1,076,183</u>
Net assets per share (Sen)	<u>49</u>	<u>48</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to these interim financial statements.



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Condensed Consolidated Statement of Changes in Equity (Unaudited)

	Attributable to owners of the Company							
	<-----Non-distributable----->				Distributable			
	Share Capital	Private Placement Shares	Equity portion of RCN	Exchange Translation Reserve	Retained Earnings	Total	Non-Controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 July 2023	534,226	-	-	46,150	187,156	767,532	1,650	769,182
Total comprehensive income								
Profit/(loss) for the period	-	-	-	-	14,949	14,949	(1,650)	13,299
Foreign currency translations	-	-	-	(1,189)	-	(1,189)	-	(1,189)
	-	-	-	(1,189)	14,949	13,760	(1,650)	12,110
Transactions with owners of the Company								
Issuance of redeemable convertible notes ("RCN")	-	-	-	-	-	-	-	-
Issuance of new shares	-	-	-	-	-	-	-	-
Conversion of RCN into ordinary shares	-	-	-	-	-	-	-	-
RCN - liability portion	-	-	-	-	-	-	-	-
Amortisation of RCN transaction costs	-	-	-	-	-	-	-	-
Conversion of Warrants-C into ordinary shares	1,344	-	-	-	-	1,344	-	1,344
	1,344	-	-	-	-	1,344	-	1,344
At 31 December 2023	535,570	-	-	44,961	202,105	782,636	-	782,636
At 1 July 2022	508,386	-	-	44,694	152,995	706,075	1,662	707,737
Total comprehensive income								
Profit/(loss) for the period	-	-	-	-	15,592	15,592	(3)	15,589
Foreign currency translations	-	-	-	(11,067)	-	(11,067)	-	(11,067)
	-	-	-	(11,067)	15,592	4,525	(3)	4,522
Transactions with owners of the Company								
Amortisation of RCN transaction costs	(714)	-	-	-	-	(714)	-	(714)
	(714)	-	-	-	-	(714)	-	(714)
At 31 December 2022	507,672	-	-	33,627	168,587	709,886	1,659	711,545

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year 30 June 2023 and the accompanying explanatory notes attached to these interim financial statements.



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Condensed Consolidated Statement of Cash Flows

	01.07.2023 to 31.12.2023 RM'000 (Unaudited)	01.07.2022 to 31.12.2022 RM'000 (Unaudited)
Cash Flows from Operating Activities		
Profit before taxation	14,995	16,639
Adjustments for:		
Depreciation	6,499	6,131
Finance costs	5,403	5,366
Interest income	(2,633)	(2,717)
Unrealised gain in foreign exchange	(2,002)	(210)
Accretion of interest on loan to a former subsidiary	(4,344)	(3,625)
Provision for doubtful debts	1,728	-
Fair value loss on other investment	116	-
Operating profit before working capital changes	<u>19,762</u>	<u>21,584</u>
Changes in working capital:		
Inventories	(2,216)	(2,890)
Receivables	6,286	(12,554)
Payables	30,899	3,639
Cash flows generated from operations	<u>54,731</u>	<u>9,779</u>
Interest paid	(5,403)	(5,366)
Tax paid	(596)	(508)
Net cash generated from operating activities	<u><u>48,732</u></u>	<u><u>3,905</u></u>
Cash Flows from Investing Activities		
Interest Income	2,633	2,717
Purchase of property, plant and equipment	(41,544)	(9,260)
Investment	(2,548)	-
Fair Value adjustment from RPS	762	7
Net cash used in investing activities	<u><u>(40,697)</u></u>	<u><u>(6,536)</u></u>



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Condensed Consolidated Statement of Cash Flows (con't)

	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Cash Flows from Financing Activities		
Proceed from issuance of ordinary shares	1,344	-
Repayment of bank borrowings, net	(5,076)	(1,836)
Repayment to director	(20)	(125)
Repayment of lease liability, net	(154)	(258)
Net cash used in financing activities	<u>(3,906)</u>	<u>(2,219)</u>
Net increase in cash and cash equivalents	4,129	(4,850)
Cash and cash equivalents at beginning of period	<u>165,010</u>	<u>163,346</u>
Cash and cash equivalents at end of period	<u>169,139</u>	<u>158,496</u>
Cash and cash equivalents comprise of:		
Cash and bank balances	<u>169,139</u>	<u>158,496</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to these interim financial statements.



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A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting and Rule 9.22 of the ACE Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the explanatory notes attached to this interim financial report. The explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2023.

A2. Significant accounting policies

The accounting policies and methods of computation adopted by the Group in the preparation of the interim financial statements are consistent with those adopted in the preparation of the Group's financial statements for the year ended 30 June 2023, except for the adoption of the following accounting standards:

MFRS 17 – Insurance Contracts

Amendment to MFRS 17 – Insurance Contracts

Amendment to MFRS 101 – Classification of Liabilities as Current or Non-Current

Amendment to MFRS 101 and MFRS Practice Statement 2 – Disclosure of Accounting Policies

Amendments to MFRS 108 - Definition of Accounting Estimates

Amendment to MFRS 112 – Deferred Tax related to Assets and Liabilities Arising from Single Transaction

Effective for financial periods beginning on or after 1 January 2024 but are not yet effective and have not been adopted by the Group

Amendments to MFRS 16 Lease Liability in a Sale and Leaseback

Amendments to MFRS 101 Non-current Liabilities with Covenants

Amendments to MFRS 7 and MFRS 107 Supplier Finance Arrangements

Effective for financial periods beginning on or after 1 January 2025

Amendments to MFRS 121 Lack of Exchangeability



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A2. Significant accounting policies (cont'd)

Effective date to be announced

Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.

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

A3. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 30 June 2023 was not qualified.

A4. Segment information

The Group is primarily involved in one business segment which is in the business of prawn aquaculture and seafood processing. The business is entirely operated in Malaysia and therefore segment information based on geographical location is not presented. Further, the Group's assets and liabilities are managed on a group-wide basis and the chief decision maker relies on internal reports which is similar to those currently disclosed externally and therefore no further segment analysis is presented.

A5. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial period ended 31 December 2023.

A6. Changes in estimates

There were no changes in estimates of amounts reported in the prior financial year that have a material effect on the current quarter and financial period ended 31 December 2023.

A7. Seasonality or cyclicity of operations

Live prawn aquaculture is generally affected by rainy season where prawn fries supply is disrupted by the lower productivity of suppliers' brood stock. In addition, the quality of prawn fries supplied is usually lower and the growth rate of prawn fries is also diminished during the rainy season.



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A8. Dividends paid

No dividends were paid by the Company during the current quarter.

A9. Changes in debt and equity securities

Pursuant to the Bonus Issue of Warrant- C announced on 12 November 2021, during the financial period ended 31 December 2023 the company had a total conversion of Warrant- C to 8,854,000 ordinary shares at issue price RM0.16 per share.

Following the above issuance of new shares, the Company has 1,599,692,865 ordinary shares in issue as at the date of this report.

A10. Change in the composition of the Group

The Company has on 15 August 2023 incorporated one new wholly-owned subsidiary, namely MAG Venture Sdn Bhd, for the purpose of investment holding. It has not commence any business operation as at 31 December 2023.

A11. Contingent assets or liabilities

The Group has no material contingent assets or liabilities since the end of the previous financial year.

A12. Material events subsequent to the end of current quarter

There was no other material event subsequent to the current quarter ended 31 December 2023 except the following:

- a. There was conversion from Warrant-C to a total of 36,545,000 ordinary shares at issue price RM0.16 per share.

Following the above issuance of new shares, the Company has 1,636,237,865 ordinary shares in issue as at the date of this report.



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A13. Significant related party transactions

The related party transactions of the Group have been entered into in the normal course of business and were carried out on normal commercial terms. The list below are the significant transactions with related party:

	3 Months		6 Months	
	1.10.2023	1.10.2022	1.7.2023	1.7.2022
	to	to	to	to
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
With companies in which a Director who is also a substantial shareholder of the Company, has interests:				
- Rental of office space	38	38	75	75

A14. Fair value of financial instruments

Save for the fair value adjustment of the RM3.76million loan to a former subsidiary company, there was no gain or loss arising from fair value changes on financial assets and liabilities for the current financial quarter and the financial period ended 31 December 2023.



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B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS

B1. Review of performance

3 months ended 31 December 2023 (“3M2024”)

Revenue for the current financial quarter ended 31 December 2023 increased by 18.79% to RM51.38 million compared with RM43.26 million in the previous year corresponding quarter. The increase in revenue was mainly due to higher demand for the Group’s products.

Despite higher revenue, the Group recorded a profit before taxation of RM8.39 million for the current quarter ended 31 December 2023 compared with RM8.89 million in the previous year corresponding quarter. This was mainly due to lower margin resulted from product mix and the increase in operating expenses.

6 months ended 31 December 2023 (“6M2024”)

The Group recorded revenue RM98.37 million and profit before tax of RM15.00million; compared with RM73.62 million and RM16.64 million respectively in the previous year corresponding period. This was mainly due to lower margin resulted from product mix and higher operating expenses for 6M2024.

The other income of RM6.39million was mainly derived from the fair value gain of RM3.76million on loan to former subsidiary company and interest income of RM2.63million from the loan to the former subsidiary company.

B2. Comparison with immediately preceding quarter’s results

	Current quarter 1.10.2023 to 31.12.2023 RM'000	Preceding quarter 1.7.2023 to 30.09.2023 RM'000
Revenue	51,382	46,985
Cost of sales	(40,305)	(35,784)
Gross profit	11,077	11,201
Other income	4,382	2,004
Operating expenses	(6,175)	(4,112)
Finance costs	(3,667)	(1,736)
Unrealised foreign exchange loss	2,777	(765)
Foreign exchange gain/(loss)	-	9
Profit before taxation	8,394	6,601



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B2. Comparison with immediately preceding quarter's results (cont'd)

The revenue for the current financial quarter increased by 9.36% mainly due to high demand for trading products, the gross profit for the current financial quarter decreased by 1.1% mainly due to the products pricing.

The Group recorded a profit before taxation of RM8,39million compared with RM6.60 million in the preceding quarter mainly due to the increase in sales volume and higher other income

B3. Commentary on prospects

For financial year ended 30 June 2024, the Group will continue to focus on the aquaculture and food trading business as the main business driver. The Group believes in the long-term sustainability of the food industry and will continue to strengthen the Group's position as a leading prawn aquaculture player in the industry and contribute to the growth of the aquaculture sector of Malaysia.

The Group is endeavoring to improve productivity and efficiency to enhance the profitability of the Group and expand our customer base by actively engaging in various marketing activities such as appointing new distributors.

Notwithstanding the above, the Group will continue to implement its business strategies and explore future business opportunity cautiously, as well as to closely monitor and continue to adapt to the challenging and uncertain economic environment. We stay optimistic that through the various initiatives, it will contribute positively to the Group's financial performance going forward.

B4. Profit forecast or profit guarantee

Not applicable to the Group as no profit forecast was published.

B5. Taxation

The effective tax rate of the Group for the financial period to-date is lower than the statutory tax rate mainly due to non-taxable gains.

	3 Months		6 Months	
	1.10.2023	1.10.2022	1.7.2023	1.7.2022
	to	to	to	to
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<u>Income tax:</u>				
Malaysian income tax:				
- Current year	-	-	-	-
- Overprovision in prior year	-	-	-	-
	-	-	-	-
Origination of temporary differences	1,520	326	1,696	1,050
	<u>1,520</u>	<u>326</u>	<u>1,696</u>	<u>1,050</u>



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B5. Taxation (cont'd)

The effective tax rate of the Group for the financial period to-date is lower than the statutory tax rate mainly due to non-taxable gains.

B6. Corporate proposals

- a) Status of utilization proceed raised as at 31 December 2023.
i. Proceed raised from RCN

Purpose	Proposed Utilisation RM'000	Drawdown RM'000	Utilisation RM'000	Estimated timeframe*
Financing the acquisition of Wakuba prawn farming	101,000	79,609	79,609	within 3 years
Working capital for the prawn farm	9,000	8,421	8,421	within 6 months
Estimated expenses in relation to the issuance of RCN:				
-Setting up costs	1,600	1,600	1,600	within 1 month
-Implementation costs	8,400	8,370	8,370	within 3 years
	<u>120,000</u>	<u>98,000</u>	<u>98,000</u>	

B7. Borrowings and debt securities

The Group's borrowings, all of which are secured and denominated in Ringgit Malaysia, were as follows:

	As at 31.12.2023 RM'000	As at 31.12.2022 RM'000
	(Unaudited)	(Unaudited)
Current:		
Trade working capital-i	10,707	11,553
Term financing -i	9,817	7,792
Cashline-i	998	502
	<u>21,522</u>	<u>19,847</u>
Non-current:		
Term financing -i	84,272	92,776
	<u>84,272</u>	<u>92,776</u>
Total	<u>105,794</u>	<u>112,623</u>



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B8. Material litigations

The Group has no material litigation pending as at 25 November 2022 (the "LPD") except the following:-

- i) *High Court of Kuala Lumpur Case No. WA-22NCC-437-09/2020. Ng Min Lin ("1st Plaintiff") and North Cube Sdn Bhd ("NCSB or 2nd Plaintiff") v Reymee Bin Mohamed Hussein ("Reymee or 1st Defendant") and Wondeux (M) Sdn Bhd ("WMSB or 2nd Defendant")*

1st Plaintiff and NCSB are claiming for compensation amounting to RM2,000,000 arising from the alleged breaches by Reymee and WMSB of the terms of the Funding Agreement dated 8 January 2019 entered into between NCSB and WMSB ("Funding Agreement"). 1st Plaintiff and NCSB further seek a series of declarations, inter alia that the Funding Agreement has lapsed, and that Reymee is not the Chief Corporate Officer of NCSB.

The trial came up on 23 August 2021 to 27 August 2021, 4 to 8 April 2022, 12 to 14 April 2022 and 5 to 9 September 2022 before the Judge. The decision of this matter which has been delivered on 5 January 2023 and has been consolidated with item (ii).

- (ii) *High Court of Kuala Lumpur Case No. WA-22NCC-43-01/2021. Reymee Bin Mohamed Hussein ("Reymee or 1st Plaintiff") v Ng Min Lin ("1st Defendant") and North Cube Sdn Bhd ("NCSB or 2nd Defendant")*

Reymee is seeking for declarations that the validity period of the Funding Agreement was mutually extended, and there was an oral collateral contract between Reymee and 1st Defendant and NCSB that 3% of the NCSB's shares have been assigned to Reymee.

Reymee is further seeking a declaration that he is the Chief Corporate Officer of NCSB and 1st Defendant and NCSB are jointly and severally liable to him for the sum of RM2,700,000, being the value of 3% of NCSB's shares.

The matter has undergone a joint trial on 23 August 2021 to 27 August 2021, 4 to 8 April 2022, 12 to 14 April 2022 and 5 to 9 September 2022 before the Judge.

On 5 January 2023, the learned High court Judge delivered a joint Judgement for both cases listed in item (i) & item (ii). The Court dismissed Reymee's claim in case No WA-22NCC-43-01/2021 (item (ii)) with costs of RM75,000 to be paid by Reymee and Wondeux. By virtue of dismissal of item (ii), it was no longer necessary for the Court to deal with Case No. WA-22NCC-437-09/2020 (item (i)) and therefore, item (i) was also dismissed with costs of RM 15,000.

Reymee filed an appeal against the dismissal of Suit 43 via Putrajaya Court of Appeal Civil Appeal No: W-02(NCC)(W)-183-02/2023. The Appeal is currently fixed for Hearing/Decision on 17.01.2024.

The Court of Appeal on 17.01.2024 had decided to dismiss Appeal 183 with costs of RM30,000. The dismissal of Appeal 183 means that the decision of the High Court in Suit No: WA-22NC-43-01/2021 is upheld. There has been no further appeals in respect of this matter.



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B8. Material litigations (con't)

- (iii) *High Court of Kuala Lumpur Case No. WA-22IP-38-07/2020. Ng Min Lin ("1st Plaintiff") and North Cube Sdn Bhd ("NCSB or 2nd Plaintiff") v Steven Mak ("Steven or 1st Defendant") and Wondeux (M) Sdn Bhd ("WMSB or 2nd Defendant")*

1st Plaintiff and NCSB are claiming for compensation amounting to RM2,000,000 arising from the alleged breaches by Steven and WMSB of the terms of the Funding Agreement. 1st Plaintiff and NCSB further seek a series of declarations, *inter alia* that the Funding Agreement has lapsed, that Steven is not the Chief Marketing Officer of NCSB, and further that Steven does not own the copyrights and trademarks of NCSB.

The matter has been consolidated with WA-22IP-43-08/2020 under item (iv).

- (iv) *High Court of Kuala Lumpur Case No. WA-22IP-43-08/2020. Steven Mak ("Steven or 1st Plaintiff") v Ng Min Lin ("1st Defendant") and North Cube Sdn Bhd ("NCSB or 2nd Defendant")*

Steven is seeking for declarations that the validity period of the Funding Agreement was mutually extended, and that Steven is owed the sum of RM405,900 (payment order) being works done for NCSB. Steven is further seeking a declaration that he is the Chief Marketing Officer or an employee of NCSB, and that Steven owns the copyrights and trademarks of 'North Cube', and is further claiming damages of RM5,000,000 from 1st Defendant and NCSB for breach of his intellectual property's trademarks and copyrights. In addition, Steven is also seeking an injunction to prohibit NCSB from using his copyright and trademarks, a mandatory injunction for NCSB to produce NCSB's book of accounts. 1st Defendant and NCSB's interlocutory application for interrogatories against Steven was allowed on 9 February 2021. Steven has responded to the interrogatories.

Both matters are currently fixed for full trial on 5,6,10,11,12, and 13 June 2024 before YA Tuan Ahmad Murad bin Abdul Aziz. Northcube and NML have obtained a Security for Costs of RM40,000.00 against Steven Mak pending the disposal of both matters.

The matter has been consolidated with item (iii) and both matters are currently fixed for full trial on 5, 6, 10, 11, 12 and 13 June 2024 before YA Puan Adlin Binti Abdul Majid. 1st Defendant and NCSB have obtained a Security for Costs of RM40,000 against Steven Mak pending the disposal of both matters.

B9. Proposal dividends

The Board proposed a single tier final dividend in respect of the financial year ended 30 June 2023 of 0.1 sen per ordinary share.

Date of entitlement: 04 January 2024

Date of payment: 24 January 2024



MAG Holdings Berhad

200401004611 (643114-X)
(Incorporated in Malaysia)

B10. Basic and diluted earnings per share

Basic earnings per share

	3 months		6 months	
	1.10.2023 to 31.12.2023 (Unaudited)	1.10.2022 to 31.12.2022 (Unaudited)	1.7.2023 to 31.12.2023 (Unaudited)	1.7.2022 to 31.12.2022 (Unaudited)
Profit attributable to owners of the Company (RM'000)	8,523	8,567	14,949	15,592
Weighted average number of shares in issue ('000)	1,599,498	1,443,323	1,598,129	1,443,323
Basic earnings per share (Sen)	0.53	0.59	0.94	1.08

Diluted earnings per share

	3 months		6 months	
	1.10.2023 to 31.12.2023 RM'000 (Unaudited)	1.10.2022 to 31.12.2022 RM'000 (Unaudited)	1.7.2023 to 31.12.2023 RM'000 (Unaudited)	1.7.2022 to 31.12.2022 RM'000 (Unaudited)
Profit attributable to owners of the Company (RM'000)	8,523	8,567	14,949	15,592
Weighted average number of shares in issue ('000)	1,663,736	1,502,003	1,662,367	1,502,003
Diluted earnings/(loss) per share (sen)	0.51	0.57	0.90	1.04



MAG Holdings Berhad

200401004611 (643114-X)
(Incorporated in Malaysia)

B11. Notes to statement of comprehensive income

The profit/(loss) before tax is arrived at after charging/(crediting):

	3 months		6 months	
	1.10.2023 to 31.12.2023 RM'000 (Unaudited)	1.10.2022 to 31.12.2022 RM'000 (Unaudited)	1.7.2023 to 31.12.2023 RM'000 (Unaudited)	1.7.2022 to 31.12.2022 RM'000 (Unaudited)
Depreciation of property, plant and equipment	2,691	2,728	5,094	5,434
Depreciation of rights-of-use assets	84	48	224	96
Amortisation of intangible assets	590	601	1,181	601
Provision for doubtful debts	1,728	-	1,728	-
Fair value adjustment on loan to a former subsidiary company	(1,912)	(1,764)	(3,755)	(3,625)
Finance costs	3,667	3,269	5,403	5,366
Interest income	(2,484)	(1,323)	(2,633)	(2,717)
Rental of office space	37	52	75	75
Realised foreign exchanges loss/(gain)	-	(1,364)	(9)	(210)
Unrealised foreign exchanges loss/(gain)	(2,777)	2,570	(2,012)	2,412

The following items which were not disclosed were not applicable:

- (a) Allowance and write off of inventories
- (b) Gain or loss on disposal of quoted or unquoted investments or properties
- (c) Impairment of assets
- (d) Gain or loss derivatives
- (f) Exceptional item (with details)

B12. Authorisation for issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

Kuala Lumpur
27 February 2024

By order of the Board
Wong Yuet Chyn
Company Secretary