



**PRIVASIA TECHNOLOGY BERHAD**

200801023769 (825092-U)  
*(Incorporated In Malaysia)*

**Unaudited Condensed Consolidated  
Interim Financial Statements  
for the 3rd Quarter Ended 30 September 2024**

**PRIVASIA TECHNOLOGY BHD 200801023769 (825092-U)**

*(Incorporated In Malaysia)*

**Unaudited Condensed Consolidated Interim Financial Statements**

**Unaudited Condensed Consolidated Statement of Financial Position as at 30 September 2024**

<u>Note</u>	<b>As At 30 September 2024</b>	<b>As at 31 December 2023</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	42,249,666	13,688,887
Investment property	1,943,459	1,963,404
Goodwill	27,885,234	27,885,234
Other intangible assets	6,870,843	7,005,285
Deferred tax assets	300,000	300,000
Other receivables	257,677	257,677
<b>Total non-current assets</b>	<b>79,506,879</b>	<b>51,100,487</b>
<b>Current assets</b>		
Current tax assets	602,155	545,974
Trade receivables	11,755,914	8,602,981
Other receivables, deposits and prepayments	30,859,761	28,744,570
Contract assets	34,192,937	18,284,465
Contract costs	2,111,784	3,736,451
Deposits, cash and bank balances	15,047,668	5,881,315
<b>Total current assets</b>	<b>94,570,219</b>	<b>65,795,756</b>
<b>TOTAL ASSETS</b>	<b>174,077,097</b>	<b>116,896,243</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	68,063,320	62,630,042
Accumulated losses	32,610	(1,880,660)
	68,095,930	60,749,382
Non-controlling interests	76,446	(883,985)
<b>TOTAL EQUITY</b>	<b>68,172,376</b>	<b>59,865,397</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Loans and borrowings	32,551,015	4,783,848
Other payables	1,671,643	1,087,903
<b>Total non-current liabilities</b>	<b>34,222,658</b>	<b>5,871,751</b>
<b>Current liabilities</b>		
Loans and borrowings	6,368,583	8,894,312
Trade payables	14,617,447	6,773,624
Other payables and accruals	46,533,731	33,243,895
Contract liabilities	4,159,667	2,244,627
Current tax liabilities	2,636	2,637
<b>Total current liabilities</b>	<b>71,682,064</b>	<b>51,159,095</b>
<b>TOTAL LIABILITIES</b>	<b>105,904,722</b>	<b>57,030,846</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>174,077,097</b>	<b>116,896,243</b>
<b>Net assets per share (RM)</b>	<b>0.10</b>	<b>0.10</b>

*The unaudited condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the notes to the unaudited condensed consolidated interim financial statements.*

**PRIVASIA TECHNOLOGY BHD 200801023769 (825092-U)**

*(Incorporated In Malaysia)*

**Unaudited Condensed Consolidated Interim Financial Statements**

**Unaudited condensed consolidated statement of profit or loss and other comprehensive income  
for the financial period ended 30 September 2024**

	<u>Note</u>	Current Year	Preceding Year	Current Year	Preceding Year
		Three months ended 30 September 2024	Three months ended 30 September 2023	Year-to-date 30 September 2024	Year-to-date 30 September 2023
		RM	RM	RM	RM
<b>Revenue</b>		24,621,716	31,744,984	62,965,371	79,373,592
Cost of sales		(19,123,957)	(26,458,942)	(48,073,360)	(64,682,330)
<b>Gross profit</b>		5,497,759	5,286,042	14,892,011	14,691,262
Other income		43,748	22,400	120,017	48,996
Other expenses		(3,831,110)	(3,693,429)	(11,199,955)	(11,268,039)
<b>Operating profit</b>		1,710,397	1,615,012	3,812,073	3,472,219
impairment losses on financial instruments		-	(615,130)	(19,192)	(739,593)
<b>Results from operation</b>		1,710,397	999,883	3,792,881	2,732,626
Finance income		76,414	29,379	157,696	84,841
Finance costs		(1,161,365)	(238,732)	(2,043,523)	(671,617)
<b>Profit before tax</b>	26	625,446	790,530	1,907,054	2,145,850
Income tax expense		(3,177)	(1,536)	(3,177)	(1,536)
<b>Net profit for the period</b>		622,269	788,994	1,903,877	2,144,314
Exchange differences on translation of		-	3,984	-	(30,800)
<b>Total comprehensive income for the period</b>		622,269	792,978	1,903,877	2,113,514
<b>Profit/(Loss) attributable to:</b>					
Owners of the Company		375,945	807,403	1,795,960	2,356,484
Non-controlling interests		246,324	(18,409)	107,917	(212,170)
		622,269	788,994	1,903,877	2,144,314
<b>Total comprehensive income/(loss)</b>					
Owners of the Company		375,945	811,387	1,795,960	2,325,684
Non-controlling interests		246,324	(18,409)	107,917	(212,170)
		622,269	792,978	1,903,877	2,113,514
<b>Earnings per share attributable to owners of the Company (sen)</b>					
- Basic	25	0.06	0.13	0.27	0.38
- Diluted	25	0.06	0.13	0.27	0.38

*The unaudited condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the notes to the unaudited condensed consolidated interim financial statements.*

**PRIVASIA TECHNOLOGY BHD 200801023769 (825092-U)**

*(Incorporated In Malaysia)*

**Unaudited Condensed Consolidated Interim Financial Statements**

**Unaudited condensed consolidated statement of changes in equity for the financial period ended 30 September 2024**

	<-----Attributable to owners of the Company----->					
	Non-distributable		<-----Distributable----->			Total equity
	Share capital	Exchange reserve	Retained earnings /(Accumulated losses)	Sub-total	Non-controlling interests	
RM	RM	RM	RM	RM		
<b>At 1 January 2023</b>	62,630,042	(58,114)	(2,581,908)	59,990,020	(587,128)	59,402,892
Total comprehensive profit/(loss) for the period	-	(30,800)	2,356,484	2,325,684	(212,170)	2,113,514
<b>At 30 September 2023</b>	<u>62,630,042</u>	<u>(88,914)</u>	<u>(225,424)</u>	<u>62,315,704</u>	<u>(799,298)</u>	<u>61,516,406</u>
<b>At 1 January 2024</b>	62,630,042	-	(1,880,660)	60,749,382	(883,985)	59,865,397
Issue of ordinary shares	5,433,278	-	-	5,433,278	-	5,433,278
Ownership interest in a subsidiary	-	-	117,309	117,309	852,513	969,823
Total comprehensive profit/(loss) for the period	-	-	1,795,960	1,795,960	107,917	1,903,878
<b>At 30 September 2024</b>	<u>68,063,320</u>	<u>-</u>	<u>32,610</u>	<u>68,095,930</u>	<u>76,446</u>	<u>68,172,376</u>

*The unaudited condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the notes to the unaudited condensed consolidated interim financial statements.*

**PRIVASIA TECHNOLOGY BHD 200801023769 (825092-U)***(Incorporated In Malaysia)***Unaudited Condensed Consolidated Interim Financial Statements****Unaudited condensed consolidated statements of cash flows for the financial period ended 30 September 2024**

	Year ended 30 September 2024	Year ended 30 September 2023
	RM	RM
<b>Cash flow from operating activities</b>		
Profit before taxation	1,907,054	2,145,850
<i>Adjustments for:</i>		
Amortisation of intangible assets	555,732	674,544
Depreciation of investment property	19,947	19,947
Depreciation of property, plant and equipment	4,621,554	725,314
Loss on disposal of property, plant and equipment	348	6,749
Bad debts written off	7,012	-
Impairment loss on trade receivables	-	241,740
Impairment loss on contract assets	50,000	497,853
Impairment loss on amount owing by an associate (non-trade)	5,000	-
Interest expense	2,043,523	671,617
Interest income	(157,696)	(84,841)
Property, plant and equipment written off	-	2,485
Reversal of impairment debts	(207)	-
Reversal of impairment loss on amount owing by an associate (non-trade)	(30,808)	-
Waiver of debt from a trade payable	-	-
Unrealised loss on foreign exchange	(89,378)	55,183
Operating profit before changes in working capital	8,932,081	4,956,441
Changes in working capital:		
Inventories	-	29,006
Trade and other receivables	(1,879,606)	(41,426,361)
Contract assets	(15,963,471)	(7,918,920)
Contract costs	1,624,667	-
Trade and other payables	51,833,995	44,298,374
Contract liabilities	1,915,040	116,861
Net cash generated from operations	46,462,706	55,401
Tax paid	-	102,445
Interest paid	(2,043,523)	(671,592)
Interest received	157,696	84,841
Net cash generated from/(used in) operating activities	44,576,880	(428,905)
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property plant and equipment	5,862	-
Acquisition of subsidiary	(770,000)	-
Addition of intangible assets	(302,052)	(409,559)
Advances to an associate	(75,766)	-
Purchase of property, plant and equipment	(33,165,864)	(85,606)
Net cash used in from investing activities	(34,307,820)	(495,165)

**PRIVASIA TECHNOLOGY BHD 200801023769 (825092-U)***(Incorporated In Malaysia)***Unaudited Condensed Consolidated Interim Financial Statements****Unaudited condensed consolidated statements of cash flows for the financial period ended 30 September 2024**

	Year ended 30 September 2024 RM	Year ended 30 September 2023 RM
<b>Cash flows from financing activities</b>		
Changes in pledged deposits	(69,725)	(59,467)
(Repayments of)/Proceeds from trade facilities	(1,575,717)	690,660
Payments of lease liabilities	(3,346,402)	(208,166)
Repayments of hire purchase	(2,650)	-
Proceeds from issuance of ordinary shares	5,433,278	-
Repayments of term loans	(515,303)	(497,386)
Interest paid	-	(25)
Net cash used in financing activities	<u>(76,521)</u>	<u>(74,384)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	10,192,539	(998,454)
<b>Cash and cash equivalents at the beginning of the period</b>	(1,039,930)	(589,944)
Exchange rate adjustment	-	(30,800)
<b>Cash and cash equivalents at the end of the period</b>	<u>9,152,609</u>	<u>(1,619,198)</u>
<b>Cash and cash equivalents at the end of the financial period comprised the following:</b>		
Fixed deposits	4,101,053	4,375,161
Cash and bank balances	10,946,615	819,890
Deposits, cash and bank balances as reported in the SOFP	<u>15,047,668</u>	<u>5,195,051</u>
Less:		
Deposits pledged as security	(3,580,258)	(3,486,772)
Bank overdrafts	<u>(2,314,801)</u>	<u>(3,327,477)</u>
Cash and cash equivalents as reported in the condensed consolidated statements of cash flows	<u>9,152,609</u>	<u>(1,619,198)</u>

*The unaudited condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the notes to the unaudited condensed consolidated interim financial statements.*

**A. NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**1 Basis of preparation**

The unaudited condensed consolidated interim financial statements have been prepared in compliance with the Listing Requirements of Bursa Malaysia Securities Berhad for the ACE Market and the Malaysian Financial Reporting Standard (MFRS) 134 Interim Financial Reporting, which is in compliance with the International Accounting Standard (IAS) 34, Interim Financial Reporting.

The unaudited condensed consolidated interim financial statements have been reviewed by the auditors in accordance with ISRE 2410.

The unaudited condensed consolidated interim financial statements should be read in conjunction with the latest audited financial statements of Privasia Technology Berhad ("the Company") and its subsidiaries ("Group") for the financial year ended ("FYE") 31 December 2023 and are available upon request from the Company's registered office at No. 62C, Jalan SS21/62, Damansara Utama, 47400 Petaling Jaya, Selangor Darul Ehsan.

The notes to these unaudited condensed consolidated interim financial statements 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 for the financial period ended 30 September 2024.

**2 Significant accounting policies**

Unless otherwise stated, the accounting policies applied by the Group in these unaudited condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated annual financial statements as at and for the year ended 31 December 2023.

**3 Estimates**

There were no material changes in the estimates of amount reported in prior financial periods which would have a material effect in the financial period under review.

**4 Seasonal and cyclical factors**

The results of the Group were not materially affected by any significant seasonal and cyclical factors during the financial period under review.

**5 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 financial period under review.

**6 Issuances, cancellations, repurchases, resale and repayment of debt and equity securities**

There was no issuance, cancellation, repurchase, resale or repayment of debt securities and equity securities during the financial period under review.

**7 Dividend**

There were no dividends declared/recommended and paid to the shareholders by the Company during the financial period under review.

**8 Goodwill**

	Group	
	30 September 2024 RM	31 December 2023 RM
At beginning of period	27,885,234	31,888,234
Less: Impairment loss	-	(4,003,000)
At end of period	<u>27,885,234</u>	<u>27,885,234</u>

During the reverse takeover exercise in 2009, a goodwill was recognised as a result of acquisitions through business combinations. Subsequent to that in financial year 2011, the total goodwill for the IT segment was realigned and allocated to Privasia Sdn. Bhd. as it was the main operating Cash Generating Unit of the segment during that period.

In the FYE 2023, in line with the accounting standards requirements, the Group recognised an impairment loss on goodwill of RM4.0 million as a result of the annual impairment assessment to reflect the economic performance of its subsidiary, Privasia Sdn. Bhd. This impairment exercise is in line with the Group policy of reviewing the economic performance of each segment on a yearly basis and in the previous years the impairment of goodwill has been recognised for the Information and Communication Technology ("ICT") and Satellite-based network services ("SAT") segments.

This assessment was done in line with accounting standard, MFRS 136 Impairment of Assets and based on the Directors' best estimate and prudent judgement.

**9 Loans and borrowings**

	Group	
	30 September 2024 RM	31 December 2023 RM
<b>Non-current</b>		
Term loan	4,487,460	4,412,857
Lease liabilities	28,027,213	335,566
Hire purchase payable	36,341	35,425
	<u>32,551,015</u>	<u>4,783,848</u>
<b>Current</b>		
Term loan	948,300	755,321
Lease liabilities	110,699	154,213
Hire purchase payable	-	3,566
Trade facilities	2,994,782	4,570,501
Bank overdrafts	2,314,801	3,410,711
	<u>6,368,583</u>	<u>8,894,312</u>
<b>Total</b>	<u>38,919,598</u>	<u>13,678,160</u>

**A. NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (continued)**

**10 Segmental reporting**

The Group has four reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services, and are managed separately because they require different technology and marketing strategies. For each of the strategic business units, the Group's Chief Executive Officer (the chief operating decision maker) reviews internal management reports at least on a monthly basis. The following summary describes the operations in each of the Group's current reportable segments:

**(i) Information Technology ("IT")**

IT infrastructure outsourcing, consultancy and systems integration and procurement management.

**(ii) Information and Communications Technology ("ICT")**

Provision of wireless broadband infrastructure, comprehensive mobile and wireless communications consultancy, and systems development for ICT and mobile solutions providers and enterprises.

**(iii) Satellite-based network services ("SAT")**

Provision of a broad spectrum of satellite-based network solutions, such as managed network, high speed internet, value-added broadband applications and satellite IP Virtual Private Network for the commercial sector and general public.

**(iv) Investment Holding**

Investment holding and provision of management services.

Performance is measured based on segment results, as included in the internal management reports that are reviewed by the Group's Chief Executive Officer. Segment results are used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to the other entities that operate within these industries.

The analysis of the Group's operations for the financial period ended 30 September 2024 is as follows:

	Investment Holdings RM	IT RM	ICT RM	SAT RM	Elimination RM	Total RM
Total segment revenue	-	29,548,005	2,072,446	31,698,791	(353,871)	62,965,371
Gross profit	-	6,665,824	271,705	7,965,536	(11,055)	14,892,011
Other income	-	221,610	392	2,200	(104,184)	120,017
Other expenses	(1,323,043)	(5,605,050)	(535,980)	(3,627,646)	(108,236)	(11,199,955)
Impairment losses/ (Reversal of impairment losses) on financial instruments	319,455	(27,890)	35,808	10,000	(356,565)	(19,192)
<b>Results from operations</b>	<b>(1,003,588)</b>	<b>1,254,494</b>	<b>(228,076)</b>	<b>4,350,091</b>	<b>(580,040)</b>	<b>3,792,881</b>
Finance income						157,696
Finance costs						(2,043,523)
Income tax expense						(3,177)
<b>Net profit for the period</b>						<b>1,903,877</b>
<b>Segment assets</b>	<b>49,920,419</b>	<b>102,393,745</b>	<b>5,625,152</b>	<b>68,764,942</b>	<b>(52,627,162)</b>	<b>174,077,097</b>
<b>Segment liabilities</b>	<b>27,041,592</b>	<b>60,394,820</b>	<b>13,017,961</b>	<b>49,492,983</b>	<b>(44,042,634)</b>	<b>105,904,722</b>

**11 Material events subsequent to the end of the interim period**

There were no material events subsequent to the end of the current quarter under review that have not been reflected in this interim financial report.

**12 Change in composition of the Group**

The Company had on 13 March 2024 entered into a Transfer and Shareholders' Agreement ("TSA") with DJava Factory Sdn. Bhd. ("DJF"), DSS Capital Sdn.Bhd. ("DSS"), Mr. Allan Kenneth Ang ("Shareholder 1") and Mr. Teh Chee Hoe ("Shareholder 2"), for the acquisition of 127,500 ordinary shares in DJF equivalent to 51% of the total shareholding interest in DJF held jointly by DSS, Shareholder 1 and Shareholder 2 for a total consideration of RM1,100,000. On 2 July 2024 the Company had completed the acquisition.

**13 Changes in contingent liabilities or contingent assets**

There were no material contingent liabilities or contingent assets as at the date of this report.

**14 Capital commitments**

There were no material capital commitments for the purchase of property, plant and equipment incurred or known to be incurred for the financial period under review.

**15 Financial instruments**

The Group's financial risk management objectives and policies and risk profile are consistent with those disclosed in the consolidated annual financial statements as at and for the year ended 31 December 2023.

**Fair value information**

The carrying amounts of cash and cash equivalents, short-term receivables, payables and short-term borrowings are reasonably approximate to their fair values due to the relatively short-term nature of these financial instruments.

There have been no transfers between Level 1 and Level 2 during the financial period under review.



**B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**16 Review of performance**

**Third Quarter Review**

The Group reported a revenue of RM24.62 million for the current quarter as compared to RM31.74 million in the corresponding quarter in 2023 (3Q23). The higher revenue in 3Q23 was mainly due to initial billings, which included consultancy-related fees associated with a long-term infra project. This one-off revenue contribution in 3Q23 reflects the non-recurring nature of certain project-related income streams.

The Information Technology ("IT") segment reported a notable increase in revenue, rising to RM11.99 million from RM6.40 million in 3Q23. This growth is primarily driven by higher one-off billings from managed services, leasing project progress billings and the acquisition of DJF. In current quarter, the segment recorded an operating profit of RM2.17 million, a turnaround from the operating loss of RM1.99 million in 3Q23.

Information Communication Technology ("ICT") segment revenue dropped from RM0.94m in 3Q23 to RM0.63 million in 3Q24. The lower revenue is attributed to the reduction in telco projects and Site Management Project (SMP) in 3Q24. In current quarter, the segment recorded an operating loss of RM0.07 million, a drop from the RM0.14 million operating profit in 3Q23.

The Satellite-Based Services ("SAT") segment revenue in the current quarter was RM12.13 million, as compared to RM24.44 million in 3Q23. The higher revenue in 3Q23 was largely driven by non-recurring consultancy fees tied to a long-term infra project. In current quarter, the segment recorded an operating profit of RM0.14 million, a drop from the RM3.90 million operating profit in 3Q23.

The Group reported a profit before tax ("PBT") and profit after tax ("PAT") of RM0.62 million as compared to PBT and PAT of RM0.79 million for the same period last year. Despite less revenue, the Group reported a small reduction in its PBT mainly attributable to better project margins.

**Nine months Review**

For the nine months ended 30 September 2024, the Group recorded a lower revenue of RM62.97 million, as compared to RM79.37 million in the previous year's nine months ended 30 September 2023. While there was a decline in revenue, this was largely driven by the non-recurring contributions in the previous year, with the Group continuing to maintain a solid foundation for growth moving forward.

Revenue for the IT segment stood at RM29.55 million compared to RM19.81 million in the previous year's nine months ended 30 September 2023. This revenue growth contributed to a turnaround in profitability, with the segment recording an operating profit of RM1.25 million, compared to an operating loss of RM3.71 million in the previous year.

The revenue of ICT segment dropped from RM3.63 million to RM2.07 million. For the period ended 30 September 2024, the ICT segment recorded an operating loss of RM0.23 million as compared to operating loss of RM0.49 million in the previous year.

The SAT division revenue declined from RM56.06 million to RM31.70 million for the period ended 30 September 2024. This revenue drop was followed by a reduction in operating profit, which decreased to RM4.35 million from RM8.25 million in the same period last year.

The Group recorded a PBT and PAT of RM1.91 million as compared to PBT and PAT of RM2.14 million against the same period last year. While there was a slight decline in profitability, this was primarily due to lower revenue in the SAT segment.

**Comparison with Immediate preceding quarter**

	<b>Current Quarter 30 September 2024 RM</b>	<b>Immediate Preceding Quarter 30 June 2024 RM</b>
<b>Group Result</b>		
Revenue	24,621,716	22,702,545
Gross profit	5,497,759	4,911,764
Profit before interest and taxation	1,710,397	1,283,048
Profit before taxation	625,446	683,342
Profit after taxation	622,269	683,342
Profit attributable to owners of the company	375,945	763,576

In the current quarter under review, the Group reported a revenue of RM24.62 million, marking an increase from the immediate preceding quarter's revenue of RM22.70 million. The revenue growth in current quarter is primarily driven by one-off billings for managed services and acquisition of DJF for IT segment, and progress billings for SAT segment infra project. Despite the higher revenue, the Group's PBT and PAT remained relatively stable at RM0.62 million, compared to RM0.68 in the immediate preceding quarter, due to the accounting treatment of leasing interest as per MFRS 16 Leases. The leasing interest arises from management's evaluation of the subleasing arrangement in accordance with MFRS 16 Leases for the leasing project secured in 4Q2023.

**17 Future prospects**

As the Group embraces the complexities and opportunities in the digital age, we are poised to adopt forward looking strategies to harness the full potential of technology and drive sustainable profit growth. This requires investing in innovation and essential digital infrastructure and prioritising the development of digital skills among our workforce.

Looking ahead, we are dedicated to our growth objectives and will continually monitor and enhance our digitalization efficiency to meet the demands of tomorrow's market. Positioned strategically, we expect to continue the upward momentum in final quarter 2024. Our priority remains maximizing our value proposition by enhancing our existing expertise and cultivating new competencies to stay at the forefront of the industry.

Furthermore, the Group is committed to strategic partnerships with leading digital solution companies, laying a robust foundation to seize upcoming market opportunities and bolster our presence in the IT business segments. With the accelerating trend of digital transformation, we are well-positioned to capitalize on this momentum and cater to the evolving needs of our customers, ensuring sustained success in the future.

We remain committed to fulfilling our order book, which currently stands at approximately RM292.43 million. We will persist in meeting industry demands and seizing opportunities in the technology space to enhance our future performance.

**18 Variance on profit forecast**

Not applicable as the Group has not issued any profit forecast.

**B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (continued)**

**19 Income tax expense**

	Current quarter ended 30 September		Cumulative quarter ended 30 September	
	2024	2023	2024	2023
	RM	RM	RM	RM
<b>Current tax</b>				
- Current year	-	-	-	-
- Prior year	3,177	-	3,177	-
	<u>3,177</u>	<u>-</u>	<u>3,177</u>	<u>-</u>

**20 Unquoted investments and properties**

There were no purchases or disposals of unquoted investments and properties during the financial period under review.

**21 Material litigation**

On 4 January 2024, Privatel Sdn. Bhd. ("Privatel") a subsidiary of the Company has been served with a sealed Writ and Statement of Claim dated 28 December 2023, by Bay Smart Capital Ventures Sdn. Bhd. ("BSC") via its solicitors, Messrs KS Lim & Ong. BSC having provided an invoice factoring facility to a contractor of Privatel and secured by a Master Assignment Agreement, is suing Privatel for unpaid invoices, but Privatel's payment to the contractor is contingent upon the end customer's payment, which remains pending due to ongoing job completion by the sub-contractor.

On 4 April 2024, Privatel Sdn. Bhd. ("Privatel") a subsidiary of the Company has been served by hand with a Writ Summon dated 25 March 2024, by MTK Communication Sdn. Bhd. ("MTKC") via its solicitors, Messrs Yaacob Mentol, Zamani & Associates. However, prior to this Writ Saman, MTKC, through another lawyer H.M. Mokhtar Rudin, Zainiah & Associates, issued a letter of demand to Privatel on 20 January 2023, which Privatel's solicitors responded to denying the claim as the services rendered were not complete, sign off documents were not submitted to support the claim and stressed clearly that this was a back to back payment arrangement. The trial between MTK and Privatel has been fixed on 18 December 2024 and 19 December 2024.

As at 19 November 2024 (being a date not earlier than 7 days from the date of issue of this report), the cases are still ongoing, the Company will update as and when there are material developments on the above matter.

**22 Auditor's report on preceding annual financial statements**

The auditor's report on the latest audited annual financial statements for the year ended 31 December 2023 was not qualified.

**23 Earnings per share**

(a) Basic and diluted earnings per share

Basic earnings per share is calculated by dividing the profit after taxation for the period by the weighted average number of ordinary shares in issue during the period.

	Current quarter ended 30 September		Cumulative quarter ended 30 September	
	2024	2023	2024	2023
	Profit attributable to equity holders (RM)	375,945	807,403	1,795,960
Weighted average number of ordinary shares in issue (units)	675,422,022	614,020,020	675,422,022	614,020,020
Basic earnings per share (sen)	<u>0.06</u>	<u>0.13</u>	<u>0.27</u>	<u>0.38</u>

**24 Profit before taxation**

	Current quarter ended 30 September		Cumulative quarter ended 30 September	
	2024	2023	2024	2023
	RM	RM	RM	RM
<b>Profit for the period is arrived at after charging/ (crediting):</b>				
Amortisation of intangible assets	201,661	209,774	555,732	674,544
Depreciation of investment property	6,649	6,649	19,947	19,947
Depreciation of property, plant and equipment	3,966,125	83,954	4,621,554	725,314
Property, plant and equipment written off	24	-	24	-
Reversal of impairment loss on amount owing by an associate (non-trade)	-	-	(35,808)	-
Impairment loss on trade receivables	-	241,740	-	-
Impairment loss on contract assets	-	373,390	50,000	-
Impairment loss on amount owing by an associate (non-trade)	-	-	5,000	-
Unrealised loss on foreign exchange	(114,111)	5,167	(89,378)	55,183
Realised loss on foreign exchange	14,585	3,424	14,585	9,492
Loss on disposal of property, plant and equipment	499	750	348	6,749
Bad debts written off	-	-	7,012	-
Finance costs	1,161,365	238,732	2,043,523	671,617
Finance income	<u>(76,414)</u>	<u>(29,379)</u>	<u>(157,696)</u>	<u>(84,841)</u>

**25 Authorisation for issue**

The unaudited condensed consolidated interim financial statement was authorised for issue by the Board of Directors in accordance with a resolution of the directors on 26 November 2024.