



www.myeg.com.my

MY E.G. SERVICES BERHAD

Registration No. 200001003034 (505639-K)
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**



www.myeg.com.my

MY E.G. SERVICES BERHAD
Registration No. 200001003034 (505639-K)

THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income
for the Third Quarter ended September 30, 2024
(The figures have not been audited)**

	30.09.2024	30.09.2023	Changes	30.09.2024	30.09.2023	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	248,131	194,121	27.8	723,373	552,220	31.0
Operating Expenses	(46,063)	(44,577)	3.3	(141,062)	(146,834)	(3.9)
Operating Profit	202,068	149,544	35.1	582,311	405,386	43.6
Depreciation and Amortisation	(12,950)	(14,534)	(10.9)	(40,637)	(44,078)	(7.8)
Interest Income	148	353	(58.1)	1,162	589	97.3
Other Income	1	214	(99.5)	49	735	(93.3)
Fair value gain on investment	24,832	143	>100.0	24,832	2,899	>100.0
Share of results of a joint venture	234	176	33.0	831	422	96.9
Share of results of an associate	(1)	-	(100.0)	(2)	-	(100.0)
Profit Before Interest and Taxation	214,332	135,896	57.7	568,546	365,953	55.4
Interest Expense	(16,310)	(15,352)	6.2	(47,791)	(28,280)	69.0
Profit Before Taxation	198,022	120,544	64.3	520,755	337,673	54.2
Taxation	(2,832)	(443)	>100.0	(4,019)	(882)	>100.0
Profit After Taxation	195,190	120,101	62.5	516,736	336,791	53.4
Other Comprehensive Income	(3,028)	136	(100.0)	202	1,034	(80.5)
Total Comprehensive Income for the financial period	192,162	120,237	59.8	516,938	337,825	53.0
Profit After Taxation attributable to:						
Owners of the Company	195,050	119,996	62.5	516,424	337,488	53.0
Non-controlling interest	140	105	33.3	312	(697)	(100.0)
Total Comprehensive Income attributable to:						
Owners of the Company	192,022	120,132	59.8	516,626	338,522	52.6
Non-controlling interest	140	105	33.3	312	(697)	(100.0)
Earnings per share ("EPS") attributable to the equity holders of the Company (sen)						
- Basic EPS	2.6	1.6		6.9	4.5	
- Diluted EPS	Not Applicable	Not Applicable		Not Applicable	Not Applicable	

Notes:

- i) The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying notes to the Interim Financial Statements.

MY E.G. SERVICES BERHAD
Registration No. 200001003034 (505639-K)

Condensed Consolidated Statements of Financial Position
As at September 30, 2024

	Unaudited	Audited
	As at	As at
	30.09.2024	31.12.2023
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
Property and equipment	377,547	304,436
Right-of-use assets	58,909	63,490
Investment properties	27,864	28,354
Investment in associates	350	352
Investment in joint ventures	10,645	9,814
Other investments	223,041	233,458
Development costs	1,741,334	1,206,049
Goodwill on consolidation	20,002	20,002
Financing receivables	174,123	203,813
	<u>2,633,815</u>	<u>2,069,768</u>
CURRENT ASSETS		
Inventories	24,202	25,779
Financing receivables	47,321	47,780
Trade receivables	382,997	341,028
Other receivables, deposits and prepayments	216,780	340,604
Amount owing by joint ventures	5,693	5,688
Amount owing by associates	206	38
Current tax assets	2,409	1,188
Digital assets	80,561	301,761
Cash and cash equivalents	575,237	84,144
	<u>1,335,406</u>	<u>1,148,010</u>
Assets held for sale	61,095	-
	<u>1,396,501</u>	<u>1,148,010</u>
TOTAL ASSETS	<u>4,030,316</u>	<u>3,217,778</u>
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	1,024,787	962,017
Treasury shares	(81,643)	(81,258)
Reserves	(469)	(671)
Retained profits	1,713,996	1,324,000
	<u>2,656,671</u>	<u>2,204,088</u>
Non-controlling interests	(2,587)	(3,802)
TOTAL EQUITY	<u>2,654,084</u>	<u>2,200,286</u>
NON-CURRENT LIABILITIES		
Long term borrowings	1,191,951	704,324
Long term lease liabilities	24,111	24,166
Deferred tax liabilities	2,556	2,538
	<u>1,218,618</u>	<u>731,028</u>

MY E.G. SERVICES BERHAD
Registration No. 200001003034 (505639-K)

Condensed Consolidated Statements of Financial Position
As at September 30, 2024 (Cont'd)

	Unaudited	Audited
	As at	As at
	30.09.2024	31.12.2023
	RM'000	RM'000
CURRENT LIABILITIES		
Trade payables	28,391	50,837
Other payables and accruals	51,314	81,325
Deferred revenue	2,100	1,751
Amount owing to associates	331	335
Current tax liabilities	218	22
Short term borrowings	71,434	142,334
Short term lease liabilities	3,826	9,860
	<u>157,614</u>	<u>286,464</u>
TOTAL LIABILITIES	<u>1,376,232</u>	<u>1,017,492</u>
TOTAL EQUITY AND LIABILITIES	<u>4,030,316</u>	<u>3,217,778</u>
Net assets attributable to ordinary equity holders of the parent (RM'000)	2,656,671	2,204,088
Net assets per share attributable to ordinary equity holders of the parent (sen)	35.28	29.55

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying notes to the Unaudited Financial Statements.

MY E.G. SERVICES BERHAD
Registration No. 200001003034 (505639-K)

Condensed Consolidated Statements of Changes in Equity
For the Third Quarter ended September 30, 2024
(The figures have not been audited)

	<----- Non-Distributable ----->							
	Share Capital	Treasury Shares	Fair Value Reserve	Foreign Exchange Reserve	Distributable Retained Profits	Attributable to Owners of the Company	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2023	904,077	(36,642)	6,401	33	1,002,108	1,875,977	(3,874)	1,872,103
Profit after tax for the financial period	-	-	-	-	337,488	337,488	(697)	336,791
Other comprehensive income for the financial period	-	-	-	1,034	-	1,034	-	1,034
Total comprehensive income for the financial period	-	-	-	1,034	337,488	338,522	(697)	337,825
Issuance of ordinary shares pursuant to Dividend Reinvestment Plan	57,953	-	-	-	-	57,953	-	57,953
Dilution by non-controlling interest	-	-	-	-	-	-	(50)	(50)
Purchase of treasury shares	-	(39,837)	-	-	-	(39,837)	-	(39,837)
Dividends paid	-	-	-	-	(86,644)	(86,644)	-	(86,644)
Dividend-in-specie paid	-	-	-	-	(50,899)	(50,899)	-	(50,899)
As at 30 September 2023	962,030	(76,479)	6,401	1,067	1,202,053	2,095,072	(4,621)	2,090,451
As at 1 January 2024	962,030	(76,479)	6,401	1,067	1,202,053	2,095,072	(4,621)	2,090,451
Profit after tax for the financial period	-	-	-	-	516,424	516,424	312	516,736
Other comprehensive income for the financial period	-	-	-	202	-	202	-	202
Total comprehensive income for the financial period	-	-	-	202	516,424	516,626	312	516,938
Expenses related to issuance of ordinary shares	(16)	-	-	-	-	(16)	-	(16)
Issuance of ordinary shares pursuant to Dividend Reinvestment Plan	62,786	-	-	-	-	62,786	-	62,786
Purchase of treasury shares	-	(385)	-	-	-	(385)	-	(385)
Acquisition of subsidiary's share from non-controlling interests	-	-	-	-	(963)	(963)	903	(60)
Dividends paid	-	-	-	-	(125,465)	(125,465)	-	(125,465)
As at 30 September 2024	1,024,800	(76,864)	6,401	1,269	1,592,049	2,547,655	(3,406)	2,544,249

Notes:

- i) The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying notes to the Unaudited Financial Statements.

MY E.G. SERVICES BERHAD
Registration No. 200001003034 (505639-K)

Condensed Consolidated Statements of Cash Flows for the Third Quarter ended September 30, 2024
(The figures have not been audited)

	Current Period Ended 30.09.2024 RM'000	Corresponding Period Ended 30.09.2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	520,755	337,673
Adjustments for:-		
Amortisation of development costs	14,050	16,599
Depreciation of equipment	21,563	22,728
Depreciation of right-of-use assets	5,956	5,697
Depreciation of investment properties	490	490
Fixed assets written off	153	180
Loss/(Gain) on disposal of fixed assets	6	(17)
Gain on disposal of right-of-use assets	-	(219)
Reversal of stock written down	(3)	(30)
Fair value gain on investment	(24,832)	(2,899)
Interest expense	46,431	26,616
Interest expense on lease liabilities	1,428	1,684
Share of results in an associate	2	-
Share of results for joint ventures	(831)	(422)
Dividend income	-	(4)
Interest income	(1,162)	(589)
Impairment loss/(gain) on trade and financing receivables	129	(333)
	<hr/>	<hr/>
Operating profit before working capital changes	584,135	407,154
Increase in deferred revenue	349	14,186
Decrease in inventories	1,580	699
Decrease in financing receivables	30,009	26,045
Decrease/(Increase) in trade and other receivables	81,866	(68,988)
Decrease in trade and other payables	(52,457)	(57,533)
	<hr/>	<hr/>
CASH FLOWS FROM OPERATIONS	645,482	321,563
Income tax paid	(5,026)	(2,610)
Interest paid	(46,431)	(26,616)
	<hr/>	<hr/>
NET CASH FROM OPERATING ACTIVITIES	594,025	292,337
	<hr/>	<hr/>
CASH FLOWS FOR INVESTING ACTIVITIES		
Development costs paid	(549,335)	(226,741)
Interest received	1,162	589
Purchase of property and equipment	(93,825)	(4,075)
Additions of right-of-use assets	(977)	(7,096)
Proceeds from disposal of property and equipment	1	45
Proceeds from disposal of right of use assets	-	220
Purchase of assets held for sale	(36,253)	-
Purchase of other investments	-	(5,906)
Proceeds from disposal of other investment	10,407	-
Net proceeds from disposal / (investment) of digital assets	221,200	(33,030)
Subscription of shares in a subsidiary from non-controlling interest	(60)	-
Dilution by non-controlling interest	-	(50)
	<hr/>	<hr/>
NET CASH FOR INVESTING ACTIVITIES	(447,680)	(276,044)

MY E.G. SERVICES BERHAD
Registration No. 200001003034 (505639-K)

Condensed Consolidated Statements of Cash Flows for the Third Quarter ended September 30, 2024
(The figures have not been audited) (Cont'd)

	Current Period Ended 30.09.2024 RM'000	Corresponding Period Ended 30.09.2023 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(125,465)	(86,644)
Dividends received	-	4
Increase in amount owing by associates	(172)	(10)
Increase in amount due from a joint venture	(5)	(3,076)
Purchase of treasury shares	(385)	(39,837)
Issuance of new shares pursuant to Dividend Reinvestment Plan	62,786	57,953
Expenses related to issuance of ordinary shares	(16)	-
Drawdown of term loan	96,238	22,071
Repayment of term loans	(28,311)	(32,261)
Drawdown of revolving credit	5,400	4,900
Repayment of revolving credit	(81,600)	(9,000)
Drawdown of SUKUK	425,000	400,000
Repayment of lease liabilities	(7,496)	(7,608)
Interest expenses on lease liabilities paid	(1,428)	(1,684)
NET CASH FROM FINANCING ACTIVITIES	344,546	304,808
NET INCREASE IN CASH AND BANK BALANCES	490,891	321,101
EFFECT OF EXCHANGE RATE FLUCTUATIONS ON CASH HELD	202	1,034
CASH AND BANK BALANCES AT BEGINNING OF THE FINANCIAL PERIOD	84,144	76,423
CASH AND BANK BALANCES AT END OF THE FINANCIAL PERIOD	575,237	398,558

Notes:

- i) The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying notes to the Unaudited Financial Statements.

Notes To The Interim Financial Report For the Financial Period ended September 30, 2024

A Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the MFRS 134 Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of My E.G. Services Bhd and its subsidiaries (“the Group”) for the financial year ended 31 December 2023.

The same accounting policies and methods of computation adopted in these interim financial statements are consistent with the annual financial statements for the financial year ended 31 December 2023.

During the current financial period, the Group has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

MFRS 17 Insurance Contracts

Amendments to MFRS 17: Insurance Contracts

Amendments to MFRS 101: 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

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (“MASB”):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Effective Date

Amendments to MFRS 16: Lease – Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101: Presentation of Financial Statements - <i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 10 Consolidated Financial Statements	Deferred
Amendment to MFRS 128: Investments in Associates and Joint Ventures – <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2023 was not qualified.

A3. Seasonal and Cyclical Factors

The Group's business operation result was previously subjected to seasonality factors as the demand for new driving licences generally increases in the first half of the calendar year (i.e the First and Second Financial Quarters) due mainly to the long school holidays after the Government exams, where most 16-20 year olds would obtain their driving licences between the months of January to June. Therefore, revenue related to the "Jabatan Pengangkutan Jalan Malaysia" ("JPJ") in the first half of the calendar year (January – June) has historically been approximately 50% higher than the JPJ-related revenue recorded for the second half of the calendar year (July – December). However, the seasonal impact of JPJ test taking revenue had since diminished commencing from Financial Year ("FY") ended 30 June 2015 as revenue from other services increasingly contribute to a larger proportion of group revenue.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group during the current financial quarter under review, that are unusual by reason of their nature, size or incidence.

A5. Material Changes in Estimates

There were no changes in estimates of amounts reported in prior financial years, which have a material effect on the current quarter's results.

A6. Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellation, shares held as treasury shares and resale of treasury shares for the current quarter under review.

None of the MYEG shares were bought back for the financial quarter ended 30 September 2024 (30 September 2023: 21,021,500) MYEG shares.

As at 30 September 2024, a total of 99,626,200 (30 September 2023: 93,138,300) MYEG shares were retained as treasury shares in the Company. None of the treasury shares held were resold or cancelled during the financial period ended 30 September 2024.

A7. Dividends Paid**(i) Final Dividend for the financial year ended 31 December 2023**

For the financial year ended 31 December 2023, the Directors have proposed the declaration of a final dividend of 1.68 sen per ordinary share (2022 – 1.17 sen) of which the shareholders had approved at the 23th Annual General Meeting held on 25 June 2024.

The final dividend, which amounted to RM125,312,102 was paid on 25 September 2024. Under the Dividend Reinvestment Scheme, a total of 71,347,188 new ordinary shares were issued at the price of RM0.88 per MYEG share which amounted to RM62,785,525.

A7. Dividends Paid (Cont'd)

(ii) Interim Dividend for the financial year ended 31 December 2024

On 20 August 2024, the Directors have declared a first interim single tier dividend of 0.25 sen per ordinary share (2023 – 0.25 sen) for the current financial year ending 31 December 2024, which was paid on 18 November 2024 to shareholders registered at the closure business on 22 October 2024.

A8. Segmental Information

(i) Business Segments

Segmental reporting is not presented as the Group is principally engaged in the business of development and implementation of E-Government services project and the provision of other upstream and downstream related services for the electronic government services project, which are substantially within a single business segment and operates wholly in Malaysia.

(ii) Geographical information

Revenue is based on the countries in which the customers are located.

The information on the disaggregation of revenue based on the countries which the customers are based is summarized below:

	Revenue from contracts with customers		Revenue from financing	Revenue from other	Group
	Point in time	Over time	receivables	sources	Group
	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Cumulative quarter ended 30 September 2024</u>					
Malaysia	444,719	9,691	12,789	10,338	477,537
Outside Malaysia	245,836	-	-	-	245,836
	<u>690,555</u>	<u>9,691</u>	<u>12,789</u>	<u>10,338</u>	<u>723,373</u>
<u>Cumulative quarter ended 30 September 2023</u>					
Malaysia	457,202	7,928	14,010	8,529	487,669
Outside Malaysia	64,551	-	-	-	64,551
	<u>521,753</u>	<u>7,928</u>	<u>14,010</u>	<u>8,529</u>	<u>552,220</u>

A9. Valuation of Property, Plant and Equipment

There has been no valuation on any of the Group's property, plant and equipment during the current financial quarter under review.

A10. Subsequent Events

There were no material events subsequent to the end of the current financial quarter under review.

A11. Changes in the Composition of the Group

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

A12. Contingent Liabilities

The Directors are of the opinion that the Group has no contingent liabilities, which, upon crystallisation would have a material impact on the financial position and business of the Group.

A13. Capital Commitments

There were no capital commitments during the current financial quarter under review.

A14. Related Party Transactions

The related party transactions of the Group for the quarter and financial year ended 30 September 2024 are as follows:

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM	RM	RM	RM
(i) A company which a director has financial interest				
Embunaz Ventures Sdn Bhd				
- Professional Fees	62,400	62,400	187,200	187,200

The Directors are of the opinion that the above transactions have been entered into in the normal course of business and have been established under terms that were mutually agreed between the parties.

B Explanatory Notes Pursuant To Appendix 9B Of The Main Market Listing Requirements Of Bursa Malaysia Securities Berhad

B1. Performance of the Group

The Group posted Revenue and Profit after Taxation (“PAT”) of RM248.13 million and RM195.19 million respectively for the third quarter financial period ended 30 September 2024 (“Q3 FY2024”) as compared to RM194.12 million and RM120.10 million respectively in the corresponding quarter last year (“Q3 FY2023”). The increase in Revenue of RM54.01 million (or 27.82%) and the increase in PAT of RM75.09 million (or 62.52%) was a result of:

- i) contribution from web3 application service fees on the Zetrix blockchain platform such as ZTrade, ZCert and Digital ID registration and transaction;
- ii) contribution from the sale of Zetrix tokens; and
- iii) recognition of fair value gain on investment in HeiTech Padu Berhad.

For the financial year ending 31 December 2024 (“9M FY2024”), the Group recorded Revenue of RM723.37 million as compared to RM552.22 million in the corresponding period (“9M FY2023”). This represents an increase of RM171.15 million (30.99%) in Revenue. PAT for 9M FY2024 increased by RM179.95 million (53.43%) to RM516.74 million as compared to RM336.79 million achieved in 9M FY2023. The increase in Revenue and PAT is primarily attributable to:

- (i) contribution from web3 application service fees from the Zetrix blockchain platform such as ZTrade, ZCert and Digital ID registration and transaction;
- ii) contribution from the sale of Zetrix tokens; and
- iii) recognition of fair value gain on investment in HeiTech Padu Berhad.

B2. Comparison with Preceding Quarter’s Results

	Q3 2024	Q2 2024	Changes
	RM’000	RM’000	%
Revenue	248,131	242,284	2.41
Operating Profit	202,068	195,494	3.36
Profit Before Interest and Taxation	214,332	183,042	17.09
Profit Before Taxation	198,022	165,959	19.32
Profit After Taxation	195,190	165,338	18.06
Profit attributable to Ordinary Equity Holders of the Parent	195,050	165,421	17.91

For the Quarter under review, the Group recorded a Revenue of RM248.13 million, an increase of RM5.85 million (2.41%) as compared to the preceding quarter Q2 FY2024 Revenue of RM242.28 million. The Group’s PAT of RM195.19 million achieved in Q3 FY2024 represented an increase of RM29.85 million (18.06%) as compared to Q2 FY2024 PAT of RM165.34 million was primarily due to the fair value gain in our investment in HeiTech Padu Berhad as a result of mark-to-market practice.

However, the operating PAT (excluding the fair value gain) amounted to RM170.36 million in current quarter as compared to RM165.34 million (excluding the fair value gain) in Q2 FY2024. The increase in operating PAT of approximately RM5.02 million (or 3.04%) was primarily attributable to the contribution from the web3 application service fees on the Zetrix blockchain platform.

B3. Prospect of the Group

For the financial year ending 31 December 2024 (“FYE2024”), MYEG expects to continue introducing innovative services by leveraging on new technologies, specifically blockchain or Web 3.0 in Malaysia as well as globally, to drive our organic growth for FYE2024.

With its Layer 1 blockchain platform namely Zetrix coming online, MYEG continues to commercialise innovative services as Web 3.0 becomes widely adopted. Furthermore, Zetrix has also been integrated with China’s national blockchain platform, namely “Xing Huo” which will allow ease of cross border trade to take place and it will be the Group’s foray into the global market.

Barring any unforeseen circumstances, the Board is cautiously optimistic that the long-term outlook for MYEG remains positive as we continue to introduce innovative services in Malaysia as well as globally.

B4. Variance from Profit Forecast

Not applicable as there was no financial forecast issued for the current financial period.

B5. Taxation

The taxation figures are as follows:

	Individual Quarter 3 months ended			Cumulative Quarter 9 months ended		
	30.09.2024	30.09.2023	Changes	30.09.2024	30.09.2023	Changes
	RM’000	RM’000	%	RM’000	RM’000	%
Current taxation	2,816	442	>100.0	4,002	881	>100.0
Deferred taxation	16	1	>100.0	17	1	>100.0
	<u>2,832</u>	<u>443</u>	<u>>100.0</u>	<u>4,019</u>	<u>882</u>	<u>>100.0</u>

The effective tax rate for the current taxation for cumulative year to date is 0.77% as compared to the statutory tax rate of 24%. The lower effective tax rate is primarily because a significant proportion of the Group’s revenue and PBT are mainly contributed by subsidiaries providing cloud computing services, software development specifically in blockchain as well as management and support services with tax incentives.

B6. Status of Corporate Proposals

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

B7. Group Borrowings

Details of the Group's borrowings as at September 30, 2024 were as follow:-

	As at 30.09.2024		
	Non-Current RM'000	Current RM'000	Total RM'000
Secured[^]			
Term Loan	191,951	28,234	220,185
Islamic Medium Term Notes	1,000,000	-	1,000,000
Unsecured[^]			
Revolving Credit	-	43,200	43,200
Total Borrowings	1,191,951	71,434	1,263,385

	As at 30.09.2023		
	Non-Current RM'000	Current RM'000	Total RM'000
Secured[^]			
Term Loan	137,661	23,507	161,168
Islamic Medium Term Notes	550,000	-	550,000
Unsecured[^]			
Revolving Credit	-	117,600	117,600
Total Borrowings	687,661	141,107	828,768

[^] The borrowings are denominated in RM.

The weighted average interest rate of borrowings as at Q3 FY2024 was 3.68%.

B8. Off Balance Sheet Financial Instruments

As at the date of this report, there are no off-balance sheet financial instruments.

B9. Profit Before Taxation

Profit before taxation is arrived at after (crediting)/charging:-

	Individual Quarter 3 months ended			Cumulative Quarter 9 months ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Changes %	30.09.2024 RM'000	30.09.2023 RM'000	Changes %
Interest Income	(148)	(353)	(58.1)	(1,162)	(589)	97.3
Other Income	(1)	(214)	(99.5)	(49)	(735)	(93.3)
Interest Expense	15,914	14,831	7.3	46,431	26,616	74.4
Interest Expense on Lease Liabilities	410	529	(22.5)	1,428	1,684	(15.2)
Depreciation and Amortisation	13,342	15,036	(11.3)	42,059	45,514	(7.6)
Impairment Loss / (Gain) on Trade Receivables	111	(138)	>100.0	129	(333)	>(100.0)
Fixed Assets Written Off	58	172	(66.3)	153	180	(15.0)
Loss / (Gain) on Foreign Exchange						
- Realised	7,037	70	>100.0	9,893	26	>100.0
- Unrealised	(2,560)	143	>(100.0)	370	1,222	(69.7)

Save as disclosed above and in the Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income, the other items under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

B10. Material Litigations

As at the date of this announcement, there are no material litigations against the Group or taken by the Group.

B11. Dividends

No dividend was declared during the current financial quarter review.

B12. EPS

i. Basic

The basic EPS is computed by dividing the net profit for the financial quarter and financial period by the number of ordinary shares in issue during the period:

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30.09.2024 RM'000	30.09.2023 RM'000	30.09.2024 RM'000	30.09.2023 RM'000
Net profit attributable to ordinary shareholders	195,050	119,996	516,424	337,488
Weighted average number of ordinary shares in issue ('000s)	7,460,658	7,420,476	7,460,658	7,420,476
Basic EPS (sen)	2.6	1.6	6.9	4.5

ii. Diluted

The company does not have any convertible shares or convertible financial instruments for the current financial quarter and financial year to date.

B13. Additional Disclosure Requirement

Update on Memorandum of Understanding (“MOU”) pursuant to Paragraph 9.29, Chapter 9 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

- i) MY EG Lodging Sdn. Bhd. (“MYEL”), a sub-subsiary of the Company has entered into a MOU with Johor Corporation (“JCorp”) on 3 April 2018 to explore the possibility to purchase or lease a land situated within Muar Furniture Park. The MOU entered between MYEL and JCorp will no longer subsist with immediate effect on 19 July 2024 as MY EG Lodging (Muar) Sdn Bhd, a wholly-owned subsidiary of MYEL, had on 19 July 2024 entered into a Sale and Purchase Agreement (“SPA”) with JCorp for the acquisition of all pieces of vacant industrial land distinguished as PLO No.145 located within the Muar Furniture Park, held under all or part of three pieces of lands previously known as H.S. (D) 38459, PTD 13399, H.S. (D) 38460, PTD 13400, Geran 50191, Lot 8531, all in Mukim Jalan Bakri, District of Muar, Johor Darul Ta’zim for a purchase consideration of RM12,982,500.12 only, subject to the terms and conditions in the SPA. The SPA shall superseded the MOU entered on 3 April 2018 and the MOU shall be of no further force and effect.
- ii) The Company had on 24 November 2021 entered into a MOU with A Tech Insure Sdn Bhd to provide Malaysian civil servants with a platform to purchase motor vehicle takaful coverage together with road tax renewal by way of an interest-free Shariah compliant Qard loan facility that enables instalment payments via a salary deduction plan of up to 10 months.

B13. Additional Disclosure Requirement (Cont'd)

Update on Memorandum of Understanding ("MOU") pursuant to Paragraph 9.29, Chapter 9 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

- iii) The Company had on 6 October 2022 entered into a MOU with MIMOS Technology Solutions Sdn Bhd to jointly develop and operate the national layer 1 public blockchain using Zetrix and MIMOS blockchain technology, as the components of the Malaysia Blockchain Infrastructure.
- iv) The Company had on 14 June 2023 entered into a non-binding MOU with Oyika Green Technologies Sdn Bhd in relation to a collaboration on the use of electric motorcycles and placement of battery swapping stations at designated locations for a trial period, in line with MYEG's ongoing efforts to reduce carbon emissions as part of its overarching commitment to reaching net zero by 2050.
- v) The Company's joint venture company MYEG Philippines, Inc, had on 27 July 2023 entered into a MOU with MYEG Ventures Inc., Cargo Data Exchange Center Inc., and the Philippines Bureau of Customs ("BOC"). The purpose of this MOU is to establish a deployment of Zetrix blockchain-based customs clearance and processing services for the BOC.
- vi) The Company had on 26 February 2024 entered into a non-binding MOU with Sarawak Digital Economy Corporation Berhad in relation to a collaboration to provide Electronic Government Services in Sarawak.
- vii) Zetrix Foundation, a sub-subsidiary of the Company had on 23 April 2024 entered into a MOU with MaiCapital Limited, a licensed virtual asset manager ("MaiCapital") in Hong Kong, to collaborate on the launch of a Securities & Futures Commission of Hong Kong ("SFC") approved Exchange Traded Fund ("ETF") of a basket of digital assets which may include Bitcoin and Zetrix.
- viii) The Company had on 17 September 2024 entered into a MOU with Federation of Malaysian Freight Forwarders ("FMFF") with the intent to advance and implement ZTrade, a blockchain based trade document system, as the National Single Window Initiative for Malaysia.

There has been no material update, and no subsequent agreement has been entered arising from the MOU as at the date of this announcement saved for the MOU with FMFF.

By Order of the Board
Chin Wai Yi
Secretary
20 November 2024