

FIBON BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 NOVEMBER 2023

	Unaudited As at 30/11/2023 RM'000	Audited As at 31/05/2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,281	1,153
Land and Building	10,710	10,732
Land Development expenditure	2,151	1,181
Intangible assets	877	877
Right of use assets	108	105
Deferred tax assets	29	28
	<u>15,156</u>	<u>14,076</u>
Current assets		
Inventories	1,784	1,913
Trade receivables	4,316	4,778
Other receivables, deposits and prepayments	310	707
Tax recoverable	915	1,000
Fixed deposits with licensed bank	36,437	31,007
Cash and bank balances	4,130	7,638
	<u>47,892</u>	<u>47,043</u>
TOTAL ASSETS	<u>63,048</u>	<u>61,119</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	10,507	10,507
Other reserve	(2,600)	(2,600)
Translation reserve	196	145
Treasury shares	(135)	(135)
Retained earnings	52,897	50,465
	<u>60,865</u>	<u>58,382</u>
Total equity	<u>60,865</u>	<u>58,382</u>
Non-current liabilities		
Deferred tax liabilities	593	422
Lease Liabilities	-	-
	<u>593</u>	<u>422</u>
Current liabilities		
Trade payables	-	765
Other payables and accruals	1,409	1,373
Lease Liabilities	118	114
Tax payable	63	63
	<u>1,590</u>	<u>2,315</u>
Total liabilities	<u>2,183</u>	<u>2,737</u>
TOTAL EQUITY AND LIABILITIES	<u>63,048</u>	<u>61,119</u>
	-	-
Net assets per share (RM)	0.62	0.60

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 May 2023 and the accompanying explanatory notes attached to the interim financial statements.

FIBON BERHAD
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 NOVEMBER 2023**
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 30/11/2023 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 30/11/2022 RM'000	CURRENT YEAR- TO-DATE 30/11/2023 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/11/2022 RM'000
Revenue	4,386	4,281	9,710	9,325
Cost of sales	(1,630)	(1,664)	(3,465)	(3,475)
Gross Profit	<u>2,756</u>	<u>2,617</u>	<u>6,245</u>	<u>5,850</u>
Other income	634	579	1,237	913
Selling & distribution costs	(114)	(150)	(242)	(331)
Administrative expenses	(1,842)	(1,873)	(3,698)	(3,348)
Profit / (Loss) Before Taxation	<u>1,434</u>	<u>1,173</u>	<u>3,542</u>	<u>3,084</u>
Income tax expense	(407)	(525)	(1,110)	(1,087)
Profit / (Loss) After Taxation	<u>1,027</u>	<u>648</u>	<u>2,432</u>	<u>1,997</u>
Other Comprehensive Income Net of Tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Foreign currency translation	41	(41)	51	(66)
Total Comprehensive Income / (Loss) For The Period	<u>1,068</u>	<u>607</u>	<u>2,483</u>	<u>1,931</u>
Profit / (Loss) Attributable to:				
Equity holders of the parent	1,027	648	2,432	1,997
Minority interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,027</u>	<u>648</u>	<u>2,432</u>	<u>1,997</u>
Total Comprehensive Income / (Loss) Attributable To :				
Equity holders of the parent	1,068	607	2,483	1,931
Minority interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,068</u>	<u>607</u>	<u>2,483</u>	<u>1,931</u>
Earnings per share attributable to equity holders of the Company:				
- Basic (Sen)	1.05	0.66	2.49	2.04
- Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 May 2023 and the accompanying explanatory notes attached to the interim financial statements.

FIBON BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 NOVEMBER 2023
(The figures have not been audited)

	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Merger Deficit RM'000	Translation Reserve RM'000	Retained Profits RM'000	Total RM'000
<u>6 months period ended 30 November 2023</u>							
As at 1 June 2023	10,507	-	(135)	(2,600)	145	50,465	58,382
Total comprehensive income for the period	-	-	-	-	51	2,432	2,483
As at 30 November 2023	10,507	-	(135)	(2,600)	196	52,897	60,865
<u>6 months period ended 30 November 2022</u>							
As at 1 June 2022	10,507	-	(135)	(2,600)	192	46,412	54,376
Total comprehensive income for the period	-	-	-	-	(66)	1,997	1,931
As at 30 November 2022	10,507	-	(135)	(2,600)	126	48,409	56,307

**Pursuant to the Companies Act 2016, the credit balance in the share premium account had been transferred to the share capital account.*

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 May 2023 and the accompanying explanatory notes attached to the interim financial statements.

FIBON BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 NOVEMBER 2023
(The figures have not been audited)

	CURRENT YEAR- TO-DATE 30/11/2023 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/11/2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax for the financial period	3,542	3,084
Adjustments for:		
Depreciation of property, plant and equipment		
- property, plant and equipment	86	80
Property, plant & equipment written off	4	3
Unrealised foreign exchange (gain)/loss	(211)	79
Interest income	(440)	(252)
Operating profit before changes in working capital	2,981	2,994
Changes in working capital:		
Decrease/(increase) in inventories	183	(639)
(Increase)/decrease in receivables	1,055	920
(Decrease)/Increase in payables	(919)	(401)
Cash generated from operations	3,300	2,874
Taxation paid	(858)	(287)
Net cash from operating activities	2,442	2,587
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(1,166)	(832)
Interest received	440	252
(Placements)/withdrawal of deposits with licensed banks with original maturity of more than three (3) months	(4,812)	841
Proceeds from disposal of plant & equipments	2	-
Net cash (used in) / from investing activities	(5,536)	261
Effect of exchange rate changes	205	(117)
Net Change in Cash & Cash Equivalents	(2,889)	2,731
Cash and Cash Equivalents at beginning of period	36,279	31,318
Cash and Cash Equivalents at end of period	33,390	34,049
Cash and cash equivalents at the end of the financial period comprise the following:	30/11/2023 RM'000	30/11/2022 RM'000
Fixed deposits with licensed bank	36,437	30,467
Cash and bank balances	4,130	6,231
	40,567	36,698
Less: Deposits with licensed bank (more than 3 months)	(7,177)	(2,649)
	33,390	34,049

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 May 2022 and the accompanying explanatory notes attached to the interim financial statements.

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134

1. Corporate Information

Fibon Berhad is a public limited liability company incorporated and domiciled in Malaysia and is listed on Bursa Malaysia Securities Berhad.

2. Basis of preparation

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with MFRS 134 Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 May 2023. These explanatory notes attached to the interim financial statements provide an explanation of the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2023.

3. Summary of significant accounting policies

The significant accounting policies adopted are consistent with those used in the preparation of the audited financial statements for the financial year ended 31 May 2023.

3.1 Changes in accounting policies and effects arising from adoption of new MFRSs, amendments to MFRSs and IC Interpretations

At beginning of current financial period, the Group has adopted the following new MFRSs, amendments to MFRSs and IC Interpretations:

Title	Effective Date
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
<i>Disclosure of Accounting Policies</i> (Amendments to MFRS 101 <i>Presentation of Financial Statements</i>)	1 January 2023
<i>Definition of Accounting Estimates</i> (Amendments to MFRS 108 <i>Accounting Policies, Changes in Accounting Estimates and Errors</i>)	1 January 2023
<i>Deferred tax related to Assets and Liabilities arising from a Single Transaction</i> (Amendments to MFRS 112)	1 January 2023

The adoption of the above accounting standards and interpretations (including any consequential amendments) did not have any material impact on the Group's financial statements.

3.2 New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2024

The following are Standards of the MFRS Framework that have been issued by the MASB but have not been early adopted by the Group and the Company:

Title	Effective Date
International Tax Reform - Pillar Two Model Rules (Amendments to MFRS 112 <i>Income Taxes</i>)	Refer paragraph 98M of MFRS 112
<i>Lease Liability in a Sale and Leaseback</i> (Amendments to MFRS 16 <i>Leases</i>)	1 January 2024
<i>Classification of Liabilities as Current or Non-current</i> (Amendments to MFRS 101 <i>Presentation of Financial Statements</i>)	1 January 2024
<i>Non-current Liabilities with Covenants</i> (Amendments to MFRS 101 <i>Presentation of Financial Statements</i>)	1 January 2024

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3. Summary of significant accounting policies (continued)

3.2 New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2024 (continued)

Title	Effective Date
Supplier Finance Arrangements (Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures)	1 January 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures)	Deferred

The Group and the Company are in the process of assessing the impact of implementing these Standards since the effects would only be observable in future financial years.

4. Audit Report

The auditors' report of the annual financial statements for the financial year ended 31 May 2023 did not contain any qualification.

5. Seasonal or Cyclical Factors

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

6. Items of Unusual Nature or Amount

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

7. Changes in Estimates

There were no changes to the estimates of amounts reported in prior financial years that may have a material effect in the current financial quarter.

8. Debts and Equity Securities

There were no issuance or repayment of debts and equity securities for the current financial period ended 30 November 2023.

9. Acquisition and Disposal of Property, Plant and Equipment

Below are the property, plant and equipment acquired by the Group during the period under review:

	Cost RM'000
Furniture, fittings and office equipment	45
Motor vehicle	153
Plant and machinery	1
Land and building	971
	<u>1,170</u>

10. Inventories

During the 6 months ended 30 November 2023, there was no write-down of inventories.

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FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2023****11. Fair Value Hierarchy**

No transfers between any levels of the fair value hierarchy took place during the current interim period and the comparative period. There were also no changes in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

The Group does not hold credit enhancements or collateral to mitigate credit risk. The carrying amount of financial assets therefore represents the potential credit risk.

12. Provisions for Cost of Restructuring

There was no provision for, or reversal of, costs of restructuring during the reporting period.

13. Dividends paid

There were no dividends paid during the current quarter under review.

14. Segmental Information

The segment information in respect of the Group's operating segments are as follows:

- i) Investment holding
- ii) Sales of goods – manufacturing & trading of electrical insulators, electrical enclosures & metre boards.
- iii) Financing income – engaging in financial business of leasing, factoring, development finance & building credit activities.

	Investment holding (RM'000)	Sales of Goods (RM'000)	Financing Income (RM'000)	Eliminations (RM'000)	Consolidated (RM'000)
Period ended 30.11.2023					
Revenue:					
External customers	507	10,843	29	(1,669)	9,710
Results :					
Interest income	5	413	22	-	440
Depreciation and amortisation	-	86	-	-	86
Segment profit/(loss)	120	3,593	(12)	(159)	3,542
Assets:					
Capital expenditure	-	1,169	1	-	1,170
Segment assets	16,380	61,979	2,098	(17,593)	62,864
Segment Liabilities	81	3,608	8	(1,514)	2,183

	Investment holding (RM'000)	Sales of Goods (RM'000)	Financing Income (RM'000)	Eliminations (RM'000)	Consolidated (RM'000)
Period ended 30.11.2022					
Revenue:					
External customers	504	10,031	100	(1,310)	9,325
Results :					
Interest income	9	229	14	-	252
Depreciation and amortisation	-	80	-	-	80
Segment profit/(loss)	146	2,929	53	(44)	3,084
Assets:					
Capital expenditure	-	832	-	-	832
Segment assets	17,338	53,356	2,254	(16,988)	58,960
Segment Liabilities					
	334	3,249	-	(930)	2,653

15. Material Events Subsequent to the end of the Reporting Period

There were no material events subsequent to the end of the current financial quarter under review that has not been reflected.

16. Changes in the Composition of the Group

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

17. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities and contingent assets since the end of the last annual balance sheet date.

B. Additional information required by BMSB Listing Requirements

1. Review of Performance

	Individual Period (2 nd Quarter)		Changes (%)	Cumulative Period		Changes (%)
	Current Quarter	Preceding Year Corresponding Quarter		Current Year To-date	Preceding Year Corresponding Period	
	30/11/2023	31/11/2022		30/11/2023	30/11/2022	
	RM'000	RM'000		RM'000	RM'000	
Revenue	4,386	4,281	2	9,710	9,325	4
Operating profit	2,756	2,617	5	6,245	5,850	7
Profit/(loss) before tax	1,434	1,173	22	3,542	3,084	15
Profit/(loss) after tax	1,027	648	58	2,432	1,997	22

In the current quarter ended 30 November 2023, the Group registered higher revenue of RM4,386,000 compared to previous corresponding quarter ended 30 November 2022 of RM4,281,000 as a result of increase in trading sales. Profit after tax has increased from profit of RM648,000 to profit of RM1,027,000 due to increase in trading sales and other operating income.

2. Comparison With the Preceding Quarter's Results

	Current Quarter 30/11/2023 (RM'000)	Immediate Preceding 31/08/2023 (RM'000)	Changes (%)
Revenue	4,386	5,324	(18)
Operating profit	2,756	3,489	(21)
Profit before tax	1,434	2,108	(32)
Profit after tax	1,027	1,405	(27)

The Group posted lower revenue in the current quarter of RM4,386,000 as compared to the preceding quarter ended 31 August 2023 of RM5,324,000 representing decrease of RM938,000 due to decrease in manufacturing sales. Profit after tax has decreased from RM1,405,000 to RM1,027,000 mainly due to decrease in manufacturing sales.

3. Commentary on the Prospects

Despite facing highly challenging global economic outlook mainly due to the pandemic, rising crude oil price, continued supply chain disruption and surging unemployment, the Group will continue strengthen its core business segments and maintain healthy cash flow position in facing the various economic challenges.

Profit Forecast and Profit Estimate

The Group did not issue any profit forecast or profit estimate previously or for the financial period ended 30 November 2023 in any public document and hence this information is not applicable.

4. Profit Before Tax

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

	<u>Current quarter</u> 30/11/2023 RM'000	<u>Preceding year corresponding quarter</u> 30/11/2022 RM'000	<u>Current year to date</u> 30/11/2023 RM'000	<u>Preceding year corresponding period</u> 30/11/2022 RM'000
Audit fee				
- for the financial period	29	25	56	47
Depreciation of				
- property, plant and equipment	43	47	86	80
Directors' fees	95	89	190	182
Directors' non-fee emoluments	934	874	1,868	1,640
Loss on foreign exchange				
- unrealised	4	169	95	194
Property, plant and equipment written off	-	3	-	3
Rental of premises	32	30	64	72
Research and development expenditure	21	17	42	34
and crediting:-				
Gain on foreign exchange - unrealised	(215)	(5)	(306)	(125)
- realised	(141)	(274)	(385)	(387)
Interest income	(246)	(166)	(440)	(252)

5. Taxation

	<u>Current quarter</u> 30/11/2023 RM'000	<u>Preceding year corresponding quarter</u> 30/11/2022 RM'000	<u>Current year to date</u> 30/11/2023 RM'000	<u>Preceding year corresponding period</u> 30/11/2022 RM'000
Income taxation in Malaysia				
- Current year	302	366	840	858
- Under/(Over) provision in previous year	-	-	-	-
Foreign tax				
- Current year	36	11	61	11
- Under/(Over) provision in previous year	-	-	-	-
Deferred taxation				
- Current year	69	148	209	218
- (Over)/under provision in previous year	-	-	-	-
	407	525	1,110	1,087

The effective tax rate of the Group was higher than the statutory tax rate mainly due to certain expenses which were not tax deductible.

7. Group borrowings

As at 30 November 2023, the Group has no borrowings.

8. Material Litigation

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

9. Dividend

No dividend has been declared for the quarter under review.

10. Disclosure of Nature of Outstanding Derivatives

There were no outstanding derivatives as at the end of the reporting period.

11. Rationale for Entering into Derivatives

The Group did not enter into any derivatives during the period ended 30 November 2023 or the previous financial year ended 31 May 2023.

12. Risks and Policies of Derivatives

The Group did not enter into any derivatives during the period ended 30 November 2023 or the previous financial year ended 31 May 2023.

13. Disclosure of Gains/Losses Arising from Fair Value Changes of Financial Liabilities

The Group did not have any financial liabilities measured at fair value through profit or loss as at 30 November 2023 or the previous financial year ended 31 May 2023.

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***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
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14. Earnings per Share (“EPS”)

(i) Basic EPS

The basic EPS is calculated by dividing the net profit for the current financial quarter ended 30 November 2023 by the weighted average number of ordinary shares in issue during the period.

(ii) Dilutive EPS

There are no dilutive securities currently issued by Fibon Berhad and hence, no computation on diluted EPS.

	Current Quarter	6 Months Cumulative To Date
Net profit (RM'000)	1,027	2,432
Weighted average number of ordinary shares in issue ('000)	97,717	97,717
Basic earnings per share (sen)	1.05	2.49

15. 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 Board on 30 January 2024.