

FIBON BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 29 FEBRUARY 2024

	Unaudited As at 29/02/2024 RM'000	Audited As at 31/05/2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,267	1,153
Land and Building	10,698	10,732
Land Development expenditure	2,188	1,181
Intangible assets	877	877
Right of use assets	108	105
Deferred tax assets	29	28
	15,167	14,076
Current assets		
Inventories	1,741	1,913
Trade receivables	3,626	4,778
Other receivables, deposits and prepayments	120	707
Tax recoverable	916	1,000
Fixed deposits with licensed bank	36,875	31,007
Cash and bank balances	4,969	7,638
	48,247	47,043
TOTAL ASSETS	63,414	61,119
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	204	145
Treasury shares	(135)	(135)
Retained earnings	52,573	50,465
	60,549	58,382
Total equity	60,549	58,382
Non-current liabilities		
Deferred tax liabilities	601	422
Lease Liabilities	-	-
	601	422
Current liabilities		
Trade payables	226	765
Other payables and accruals	1,827	1,373
Lease Liabilities	118	114
Tax payable	93	63
	2,264	2,315
Total liabilities	2,865	2,737
TOTAL EQUITY AND LIABILITIES	63,414	61,119
	-	-
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 THIRD QUARTER ENDED 29 FEBRUARY 2024
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 29/02/2024 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 28/02/2023 RM'000	CURRENT YEAR- TO-DATE 29/02/2024 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 28/02/2023 RM'000
Revenue	4,084	5,493	13,794	14,818
Cost of sales	(1,577)	(2,123)	(5,042)	(5,598)
Gross Profit	<u>2,507</u>	<u>3,370</u>	<u>8,752</u>	<u>9,220</u>
Other income	623	768	1,862	1,681
Selling & distribution costs	(105)	(121)	(347)	(451)
Administrative expenses	(1,807)	(1,717)	(5,506)	(5,066)
Profit / (Loss) Before Taxation	<u>1,218</u>	<u>2,300</u>	<u>4,761</u>	<u>5,384</u>
Income tax expense	(320)	(339)	(1,431)	(1,426)
Profit / (Loss) After Taxation	<u>898</u>	<u>1,961</u>	<u>3,330</u>	<u>3,958</u>
Other Comprehensive Income Net of Tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Foreign currency translation	8	16	59	(50)
Total Comprehensive Income / (Loss) For The Period	<u>906</u>	<u>1,977</u>	<u>3,389</u>	<u>3,908</u>
Profit / (Loss) Attributable to:				
Equity holders of the parent	898	1,961	3,330	3,958
Minority interest	-	-	-	-
	<u>898</u>	<u>1,961</u>	<u>3,330</u>	<u>3,958</u>
Total Comprehensive Income / (Loss) Attributable To :				
Equity holders of the parent	906	1,977	3,389	3,908
Minority interest	-	-	-	-
	<u>906</u>	<u>1,977</u>	<u>3,389</u>	<u>3,908</u>
Earnings per share attributable to equity holders of the Company:				
- Basic (Sen)	0.92	2.01	3.41	4.05
- 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 THIRD QUARTER ENDED 29 FEBRUARY 2024
(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>9 months period ended 29 February 2024</u>							
As at 1 June 2023	10,507	-	(135)	(2,600)	145	50,465	58,382
Total comprehensive income for the period	-	-	-	-	59	3,330	3,389
Dividends paid	-	-	-	-	-	(1,222)	(1,222)
As at 29 February 2024	10,507	-	(135)	(2,600)	204	52,573	60,549
	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>9 months period ended 28 February 2023</u>							
As at 1 June 2022	10,507	-	(135)	(2,600)	192	46,412	54,376
Total comprehensive income for the period	-	-	-	-	(50)	3,958	3,908
Dividend paid	-	-	-	-	-	(831)	(831)
As at 28 February 2023	10,507	-	(135)	(2,600)	142	49,539	57,453

**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 THIRD QUARTER ENDED 29 FEBRUARY 2024
(The figures have not been audited)

	CURRENT YEAR- TO-DATE 29/02/2024 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 28/02/2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax for the financial period	4,761	5,384
Adjustments for:		
Depreciation of property, plant and equipment		
- property, plant and equipment	133	129
Property, plant & equipment written off	4	3
Unrealised foreign exchange (gain)/loss	(288)	(61)
Interest income	(719)	(433)
Operating profit before changes in working capital	3,891	5,022
Changes in working capital:		
Decrease/(increase) in inventories	233	(761)
(Increase)/decrease in receivables	1,754	(192)
(Decrease)/Increase in payables	(103)	(140)
Cash generated from operations	5,775	3,929
Tax refund	-	24
Taxation paid	(1,141)	(1,150)
Net cash from operating activities	4,634	2,803
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(1,225)	(864)
Interest received	719	433
(Placements)/withdrawal of deposits with licensed banks with original maturity of more than three (3) months	(8,957)	814
Proceeds from disposal of plant & equipments	5	-
Net cash (used in) / from investing activities	(9,458)	383
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(1,222)	(831)
Net cash used in financing activities	(1,222)	(831)
Effect of exchange rate changes	288	104
Net Change in Cash & Cash Equivalents	(5,758)	2,459
Cash and Cash Equivalents at beginning of period	36,279	31,318
Cash and Cash Equivalents at end of period	30,521	33,777
Cash and cash equivalents at the end of the financial period comprise the following:		
	29/02/2024 RM'000	28/02/2023 RM'000
Fixed deposits with licensed bank	36,875	31,254
Cash and bank balances	4,969	5,200
	41,844	36,454
Less: Deposits with licensed bank (more than 3 months)	(11,323)	(2,677)
	30,521	33,777

The Condensed Consolidated Statement of Cash Flows 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.

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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EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

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 29 February 2024.

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	52
Motor vehicle	167
Plant and machinery	1
Land and building	1,008
	<u>1,228</u>

10. Inventories

During the 9 months ended 29 February 2024, there was no write-down of inventories.

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FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2024****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

A single-tier final dividend of 1.25 sen per ordinary share amounting to RM1,222,000 in respect of the financial year ended 31 May 2023 has been approved by shareholders at the Annual General Meeting held on 27 October 2023 and has been paid on 29 December 2023.

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 29.02.2024					
Revenue:					
External customers	1,559	15,320	42	(3,127)	13,794
Results :					
Interest income	9	670	40	-	719
Depreciation and amortisation	-	132	1	-	133
Segment profit/(loss)	951	4,745	(2)	(933)	4,761
Assets:					
Capital expenditure	-	1,227	1	-	1,228
Segment assets	16,446	62,613	2,263	(17,908)	63,414
Segment Liabilities	544	4,001	167	(1,847)	2,865

	Investment holding (RM'000)	Sales of Goods (RM'000)	Financing Income (RM'000)	Eliminations (RM'000)	Consolidated (RM'000)
Period ended 28.02.2023					
Revenue:					
External customers	757	15,800	100	(1,839)	14,818
Results :					
Interest income	14	392	27	-	433
Depreciation and amortisation	-	128	1	-	129
Segment profit/(loss)	176	5,176	(34)	66	5,384
Assets:					
Capital expenditure	-	864	-	-	864
Segment assets	16,271	58,346	2,149	(16,929)	59,837
Segment Liabilities	90	3,265	(17)	(954)	2,384

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 (3 rd Quarter)		Changes (%)	Cumulative Period		Changes (%)
	Current Quarter	Preceding Year Corresponding Quarter		Current Year To-date	Preceding Year Corresponding Period	
	29/02/2024	28/02/2023		29/02/2024	28/02/2023	
	RM'000	RM'000		RM'000	RM'000	
Revenue	4,084	5,493	(26)	13,794	14,818	(7)
Operating profit	2,507	3,370	(26)	8,752	9,220	(5)
Profit/(loss) before tax	1,218	2,300	(47)	4,761	5,384	(12)
Profit/(loss) after tax	898	1,961	(54)	3,330	3,958	(16)

In the current quarter ended 29 February 2024, the Group registered lower revenue of RM4,084,000 compared to previous corresponding quarter ended 28 February 2023 of RM5,493,000 as a result of decrease in manufacturing sales. Profit after tax has decreased from profit of RM1,961,000 to profit of RM898,000 due to decrease in manufacturing sales.

2. Comparison With the Preceding Quarter's Results

	Current Quarter 29/02/2024 (RM'000)	Immediate Preceding 30/11/2023 (RM'000)	Changes (%)
Revenue	4,084	4,386	(7)
Operating profit	2,507	2,756	(9)
Profit before tax	1,218	1,434	(15)
Profit after tax	898	1,027	(13)

The Group posted lower revenue in the current quarter of 4,084,000 as compared to the preceding quarter ended 30 November 2023 of RM4,386,000 representing decrease of 302,000 due to decrease in manufacturing sales. Profit after tax has decreased from RM1,027,000 to RM898,000 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 29 February 2024 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> 29/02/2024 RM'000	<u>Preceding year corresponding quarter</u> 28/02/2023 RM'000	<u>Current year to date</u> 29/02/2024 RM'000	<u>Preceding year corresponding period</u> 28/02/2023 RM'000
Audit fee				
- for the financial period	27	23	83	70
Depreciation of				
- property, plant and equipment	47	49	133	129
Directors' fees	95	88	285	270
Directors' non-fee emoluments	934	820	2,802	2460
Loss on foreign exchange				
- unrealised	-	14	95	208
Property, plant and equipment written off	1	-	1	3
Rental of premises	35	23	99	95
Research and development expenditure	21	17	63	51
and crediting:-				
Gain on foreign exchange - unrealised	(78)	(303)	(384)	(428)
- realised	(195)	(228)	(580)	(615)
Interest income	(279)	(181)	(719)	(433)

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2024****5. Taxation**

	<u>Current quarter</u> <u>29/02/2024</u> RM'000	<u>Preceding year corresponding quarter</u> <u>28/02/2023</u> RM'000	<u>Current year to date</u> <u>29/02/2024</u> RM'000	<u>Preceding year corresponding period</u> <u>28/02/2023</u> RM'000
Income taxation in Malaysia				
- Current year	267	411	1,108	1,269
- Under/(Over) provision in previous year	-	-	-	-
Foreign tax				
- Current year	51	39	112	50
- Under/(Over) provision in previous year	-	-	-	-
Deferred taxation				
- Current year	2	(111)	211	107
- (Over)/under provision in previous year	-	-	-	-
	<u>320</u>	<u>339</u>	<u>1,431</u>	<u>1,426</u>

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 29 February 2024, 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 29 February 2024 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 29 February 2024 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 29 February 2024 or the previous financial year ended 31 May 2023.

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***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2024***

14. Earnings per Share (“EPS”)

(i) Basic EPS

The basic EPS is calculated by dividing the net profit for the current financial quarter ended 29 February 2024 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	9 Months Cumulative To Date
Net profit (RM'000)	898	3,330
Weighted average number of ordinary shares in issue ('000)	97,717	97,717
Basic earnings per share (sen)	0.92	3.41

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 25 April 2024.