

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31 March 2024 RM'000	Preceding Period Corresponding Quarter Ended 31 March 2023 RM'000	Current Period To Date Ended 31 March 2024 RM'000	Preceding Period To Date Ended 31 March 2023 RM'000
<b>Revenue</b>	46,308	47,867	46,308	47,867
Cost of sales	(40,500)	(42,143)	(40,500)	(42,143)
<b>Gross profit</b>	5,808	5,724	5,808	5,724
Other income	306	217	306	217
Selling and distribution expenses	(1,531)	(1,477)	(1,531)	(1,477)
Administration expenses	(2,736)	(2,756)	(2,736)	(2,756)
Other expenses	(363)	(114)	(363)	(114)
<b>Operating profit</b>	1,484	1,594	1,484	1,594
Finance cost	(181)	(169)	(181)	(169)
<b>Profit before tax</b>	1,303	1,425	1,303	1,425
Tax expense	(361)	(423)	(361)	(423)
<b>Profit for the period</b>	942	1,002	942	1,002
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	942	1,002	942	1,002
Total comprehensive income attributable to the Owners of the Company	826	832	826	832
Non-controlling interests	116	170	116	170
	942	1,002	942	1,002
Weighted average no. of ordinary shares in issue ('000)	275,214	275,214	275,214	275,214
Earnings per share (sen):				
-Basic	0.30	0.30	0.30	0.30

Note:

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended ("FYE") 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.

**PETERLABS HOLDINGS BERHAD (Registration No: 201001025806 (909720-W))**

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024**

	<b>Unaudited As at 31 March 2024 RM'000</b>	<b>Audited As at 31 December 2023 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	23,249	23,321
Investment properties	974	976
Deferred tax assets	438	458
Goodwill on consolidation	9,957	9,957
	<u>34,618</u>	<u>34,712</u>
<b>Current assets</b>		
Inventories	25,806	22,356
Trade receivables	33,066	32,538
Other receivables	7,461	11,955
Tax recoverable	614	732
Cash and bank balances	16,395	16,101
	<u>83,342</u>	<u>83,682</u>
<b>TOTAL ASSETS</b>	<u>117,960</u>	<u>118,394</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	40,401	40,401
Retained earnings	37,140	37,415
	<u>77,541</u>	<u>77,816</u>
Non-controlling interests	2,703	2,587
<b>Total equity</b>	<u>80,244</u>	<u>80,403</u>
<b>Non-current liabilities</b>		
Lease liabilities	1,914	2,040
Borrowings	287	234
Deferred tax liabilities	1,052	1,070
	<u>3,253</u>	<u>3,344</u>
<b>Current liabilities</b>		
Trade payables	13,039	10,412
Other payables	4,772	4,746
Lease liabilities	1,255	1,098
Borrowings	15,301	18,331
Tax payable	96	60
	<u>34,463</u>	<u>34,647</u>
<b>Total liabilities</b>	<u>37,716</u>	<u>37,991</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>117,960</u>	<u>118,394</u>
Net assets per share attributable to ordinary equity holders of the Company (sen)	28.17	28.27

Note:

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2023.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

	Attributable to Equity Holders of the Company				
	<u>Non-Distributable</u> Share Capital RM'000	<u>Distributable</u> Unappropriated Profits RM'000	Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
At 1 January 2024	40,401	37,414	77,815	2,588	80,403
Dividend of RM 0.004 per share in respect of FYE 31 December 2023 and paid on 29 March 2024	-	(1,101)	(1,101)	-	(1,101)
Total comprehensive income for the financial period	-	826	826	116	942
At 31 March 2024(Unaudited)	40,401	37,139	77,540	2,704	80,244
At 1 January 2023	40,401	33,970	74,371	2,033	76,404
Total comprehensive income for the financial period	-	832	832	170	1,002
At 31 March 2023 (Unaudited)	40,401	34,802	75,203	2,203	77,406

Note:

The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2023.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

	<b>Current Period To Date Ended 31 March 2024 (Unaudited) RM'000</b>	<b>Preceding Year Corresponding Period Ended 31 March 2023 (Unaudited) RM'000</b>
<b>OPERATING ACTIVITIES</b>		
Profit before tax	1,303	1,425
Adjustments for:-		
- Non cash items	848	676
- Non-operating items	100	119
<b>Operating profit before working capital changes</b>	<b>2,251</b>	<b>2,220</b>
Changes in working capital		
Inventories	(3,317)	(273)
Receivables	3,620	(4,828)
Payables	2,638	1,378
<b>Cash generated from / (used in) operations</b>	<b>5,192</b>	<b>(1,503)</b>
Interest received	3	-
Tax paid	(192)	(338)
<b>Net cash from / (used in) operating activities</b>	<b>5,003</b>	<b>(1,841)</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(183)	(191)
Interest received	78	50
Proceed from disposal of property, plant and equipment	-	49
<b>Net cash from / (used in) investing activities</b>	<b>(105)</b>	<b>(92)</b>
<b>FINANCING ACTIVITIES</b>		
Dividend paid	(1,101)	-
Repayment of bankers' acceptance	(16,377)	(6,696)
Drawdown of bankers' acceptance	13,452	11,843
Interest paid	(181)	(169)
Repayment of term loans	(52)	(68)
Repayment of lease liabilities	(353)	(288)
<b>Net cash (used in) / generated from financing activities</b>	<b>(4,612)</b>	<b>4,622</b>
<b>Net changes in cash and cash equivalents</b>	<b>286</b>	<b>2,689</b>
<b>Effect of exchange rate changes</b>	<b>8</b>	<b>(10)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>16,101</b>	<b>10,297</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>16,395</b>	<b>12,976</b>

Note:

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2023.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024

**A: EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS 134 (MFRS 134): INTERIM FINANCIAL REPORTING**

**A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements (“AMLR”).

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Group for the FYE 31 December 2023 and the accompanying explanatory notes attached to the interim financial report.

**A2. Change in accounting policies**

The accounting policies adopted by the Group in these interim financial statements are consistent with those of the audited financial statements for the FYE 31 December 2023 except for the adoption of the following Amendments to Malaysian Financial Reporting Standards (“MFRSs”) during the current financial period:

- Amendments to MFRS 16 Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101 Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101 Non-current Liabilities with Covenants
- Amendments to MFRS 107 Supplier Finance Arrangements and MFRS 7

The adoption of these Amendments to MFRSs did not result in significant finance impact to interim financial statements.

As at the date of authorisation of these interim financial statements, the following amendments to MFRSs which were in issue but not yet effective and have not been early adopted by the Group:

<b>MFRSs and amendments to MFRSs beginning on or after</b>		<b>Effective for annual periods</b>
Amendments to MFRS 121	Lack of Exchangeability	1 January 2025
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between on Investor and its Associate or Joint Venture	Deferred until further notice

The adoption of these amendments to MFRSs are not expected to have any material financial impact on the financial statements of the Group in the period of initial application.

**A3. Auditors’ report**

There was no qualification on the Audited Financial Statements of the Group for the FYE 31 December 2023.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024 (CONT'D)

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONT'D)

**A4. Seasonal or cyclical factors**

The operations of the Group were not significantly affected by seasonal or cyclical factors during the current financial quarter under review and current period-to-date.

**A5. Items of unusual nature and amount**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group that were unusual because of their nature, size or incidence for the quarter under review and current period-to-date.

**A6. Material changes in estimates**

There were no changes in estimates that had a material effect in the current quarter and period-to-date results.

**A7. Profit for the period**

Profit for the current quarter and period-to-date ended 31 March 2024 is arrived at after charging / (crediting), amongst other items, the following:

	<i>Quarter Ended</i>	<i>Period To Date Ended</i>
	31.03.2024 RM'000	31.03.2024 RM'000
Other income including investment income	(84)	(84)
Interest income	(81)	(81)
Expected credit losses on trade receivables (net)	324	324
Inventory written down	2	2
Reversal of inventory written down	(134)	(134)
Interest expense	181	181
Depreciation	601	601
Net realised foreign exchange loss	13	13
Net unrealised foreign exchange gain	(7)	(7)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024 (CONT'D)

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONT'D)

**A8. Segmental information**

The Group is organised into the following operating segments:

- a) Trading
- b) Manufacturing

<b>Quarter ended 31 March 2024</b>	<b>Trading RM'000</b>	<b>Manufacturing RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue from</b> External customers	45,194	1,114	-	46,308
Inter-segment revenue	1,341	3,663	(5,004)	-
<b>Total revenue</b>	46,535	4,777	(5,004)	46,308
<b>Profit before tax</b>	972	331	-	1,303
Tax expense				(361)
<b>Profit for the period</b>				942

<b>Period to Date ended 31 March 2024</b>	<b>Trading RM'000</b>	<b>Manufacturing RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue from</b> External customers	45,194	1,114	-	46,308
Inter-segment revenue	1,341	3,663	(5,004)	-
<b>Total revenue</b>	46,535	4,777	(5,004)	46,308
<b>Profit before tax</b>	972	331	-	1,303
Tax expense				(361)
<b>Profit for the period</b>				942

**A9. Valuation of property, plant and equipment**

There was no valuation of the property, plant and equipment in the current quarter under review.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024 (CONT'D)

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONT'D)

**A10. Capital commitments**

The material capital commitments of the Group as at 31 March 2024 are as follow:

	RM'000
Additions of Industrial Land	3,894
Construction of Factory Building	<u>1,061</u>
Total	<u>4,955</u>

**A11. Material subsequent events**

There were no material events subsequent to the reporting date up to the date of this report.

**A12. Changes in composition of the Group**

There was no change in composition of the Group for the current quarter under review.

**A13. Contingent liabilities or contingent assets**

	Company	
	As at 31/03/2024	As at 31/12/2023
	RM'000	RM'000
Corporate guarantee given by the Company to financial institutions for credit facilities granted to Subsidiaries		
- Utilised	15,588	18,564
- Limit	44,239	44,239

**A14. Significant related party transactions**

The related party transactions described below were carried out on term and conditions negotiated amongst the parties. The significant related party transactions are as follows:

	Quarter ended		Year ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	Unaudited	Audited	Unaudited	Audited
In which Directors have interest	RM'000	RM'000	RM'000	RM'000
-Professional fee charged	2	33	2	33
-Lease rental paid	75	75	75	75

**A15. Issuances, cancellations, repurchase, resale and repayment of debt and equity**

There were no issuance or repayment of debt and equity securities, share buy-back, share cancellations, share held as treasury shares and resale of treasury shares during the quarter and financial period under review.



QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024 (CONT'D)

**B: ADDITIONAL INFORMATION PURSUANT TO THE AMLR**

**B1. Review of performance**

	1QFY24	1QFY23	Variance	FY2024	FY2023	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	46,308	47,867	-3.26%	46,308	47,867	-3.26%
Operating Profit	1,484	1,594	-6.90%	1,484	1,594	-6.90%
Profit Before Interest And Tax	1,484	1,594	-6.90%	1,484	1,594	-6.90%
Profit Before Tax	1,303	1,425	-8.56%	1,303	1,425	-8.56%
Profit After Tax	942	1,002	-5.99%	942	1,002	-5.99%
Profit Attributable to Ordinary Equity Holders Of The Parent	826	832	-0.72%	826	832	-0.72%

The Group registered RM46.308 million revenue for the current quarter which represents increase of RM1.559 million or 3.26% as compared to the revenue of RM47.867 million in the previous period's corresponding quarter. The Group registered profit before tax of RM1.303 million for the quarter under review which represents decrease of RM0.122 million or 8.56% as compared to the Group's profit before tax of RM1.425 million reported in the previous period's corresponding quarter. Profit before tax decreased due to decrease in revenue achieved by the Group despite of higher gross profit margin recorded.

For the current quarter, trading segment registered revenue of RM45.194 million from the external customers and RM1.341 million from inter-company transactions and reported profit before tax of RM0.972 million for the quarter under review. In the previous period's corresponding quarter, the group achieved revenue of RM46.715 million from the external customers and RM0.789 million from intercompany transactions and reported profit before tax of RM1.313 million for the trading segment. The decrease in profit before tax for the trading segment for the current quarter was mainly due to lower revenue achieved couple with higher operating expenses incurred.

The manufacturing segment registered revenue of RM1.114 million from the external customers and RM3.663 million from inter-company transactions and reported profit before tax of RM0.331 million for the quarter under review. In the previous period's corresponding quarter, the Group achieved revenue of RM1.152 million from external customers and RM5.059 million from inter-company transactions and reported profit before tax of RM0.112 million for the manufacturing segment. The increase in profit before tax for the manufacturing segment for the current quarter was mainly due to higher gross profit margin achieved despite of lower revenue achieved.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024 (CONT'D)

**B2. Material changes in the current quarter's results compared to the results of the immediate preceding quarter**

	1QFY24	4QFY23	Variance
	RM'000	RM'000	%
Revenue	46,308	46,287	0.05%
Operating Profit	1,484	1,563	-5.05%
Profit Before Interest And Tax	1,484	1,563	-5.05%
Profit Before Tax	1,303	1,364	-4.47%
Profit After Tax	942	937	0.53%
Profit Attributable to Ordinary Equity Holders Of The Parent	826	737	12.08%

For the quarter under review, the Group registered increase in revenue of 0.05% from RM46.287 million to RM46.308 million and decrease in profit before tax of 4.47% from RM1.364 million to RM1.303 million as compared to preceding quarter ended 31 December 2023. The decrease in profit before tax was mainly attributable to higher operating expenses incurred. For the current quarter, trading segment achieved revenue of RM45.194 million and profit before tax of RM0.972 million as compared to revenue of RM44.857 million and profit before tax of RM1.159 million in the previous quarter, whilst the manufacturing segment achieved revenue of RM1.114 million and reported profit before tax of RM0.331 million as compared to revenue of RM1.430 million and profit before tax of RM0.205 million in the previous quarter.

**B3. Prospects**

In 2024, the global economy is expected to grow at a steady pace with the hope of easing interest rate and gradual decline in inflation although international geopolitical tensions continue to pose uncertainties. The outlook on Malaysia remains optimistic benefiting from steady key interest rate maintained by Bank Negara Malaysia which is supportive to the economy.

The Group is adopting a cautious approach while remaining flexible in executing strategic plan in expanding our existing business and identifying new business opportunities to ensure adequate funding and sustainable profitability throughout the unprecedented time. The Group will continue strengthen its core business segments and maintain healthy cash flow position in facing the various economic challenges.

Despite the uncertain market condition, the Group is optimistic to deliver a reasonable performance for the financial year ending 31 December 2024.

**B4. Profit forecast**

No profit forecast has been issued by the Group previously in any public document.

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024 (CONT'D)

**B5. Tax expense**

	<b>Current quarter ended 31.03.2024 RM'000</b>	<b>Current period-to-date 31.03.2024 RM'000</b>
Income tax		
-Current period	358	358
-Deferred taxation	3	3
	361	361

The Group's effective tax rate for the current quarter is higher than the statutory rate mainly due to certain expenses not deductible for tax purposes.

**B6. Profit from sale of unquoted investments and/or properties**

There was no disposal of unquoted investments or properties for the current quarter under review.

**B7. Quoted securities**

There was no acquisition and/or disposal of quoted securities for the current quarter under review.

**B8. Status of corporate proposals**

There were no corporate proposals announced but not completed as at the date of this report:

**B9. Group borrowings and debts securities**

The Group's borrowings as at 31 March 2024 were as follows:

	<b>Total RM'000</b>
<b><u>Short-term borrowings:</u></b>	
Lease liabilities	1,255
Bank borrowings	<u>12,626</u>
Total	<u>16,556</u>
	<b>Total RM'000</b>
<b><u>Long-term borrowings:</u></b>	
Lease liabilities	1,914
Bank borrowings	<u>287</u>
Total	<u>2,201</u>

All the Group's borrowings are denominated in Ringgit Malaysia.

**B10. Off balance sheet financial instruments**

The Group does not have any financial instruments with off-balance sheet risk as at the date of this quarterly report.

**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2024 (CONT'D)**

**B11. Material litigation**

As at the date of this announcement, neither the Company nor any of its subsidiary companies is engaged in any material litigation and/or arbitration either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary companies and the Directors are not aware of any proceedings pending or threatened or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Company or its subsidiary companies.

**B12. Dividends**

- a) The directors declared an interim single-tier tax exempt dividend of 0.004 sen per ordinary share amounting to RM 1.101 million, in respect of the financial year ended 31 December 2023. The interim dividend paid on 29 March 2024. Such dividend will account for in shareholders' equity as an appropriate unappropriated profits in the financial year ending 31 December 2024.
- b) No interim dividend has been recommended for the previous year's corresponding period ended 31 March 2023.

**B13. Earnings per share**

The basic earnings per share is calculated based on the Group's comprehensive income attributable to equity holders of the Company divided by the weighted average number of ordinary shares as follows:

	<u>Quarter Ended</u>		<u>Period To Date Ended</u>	
	<u>31.03.2024</u>	<u>31.03.2023</u>	<u>31.03.2024</u>	<u>31.03.2023</u>
Comprehensive income attributable to owners of the Company (RM'000)	826	832	826	832
Weighted average number of ordinary shares in issue ('000)	275,214	275,214	275,214	275,214
Earnings per share (sen)				
- Basic	0.30	0.30	0.30	0.30

By Order of the Board  
PeterLabs Holdings Berhad  
Wong Yuet Chyn (MAICSA 7047163)  
Company Secretary  
Kuala Lumpur

Date: 30 May 2024