



SEDANIA INNOVATOR BERHAD
[Registration No. 201301044527 (1074350-A)]
(“SIB” OR THE “COMPANY”)

**INTERIM FINANCIAL REPORT FOR THE
FIFTH (5th) QUARTER ENDED 31 MARCH 2024**

Contents	Page
Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	2
Unaudited Condensed Consolidated Statement of Financial Position	3
Unaudited Condensed Consolidated Statement of Changes in Equity	5
Unaudited Condensed Consolidated Statement of Cash Flows	6-7
Notes to the Condensed Consolidated Financial Report	8

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIFTH (5th) QUARTER ENDED 31 MARCH 2024

	<i>Quarter Ended</i>		<i>Period Ended</i>	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
Revenue	14,711	-	64,135	-
Other income	462	-	7,214	-
Cost of sales	(9,285)	-	(34,550)	-
Administration expenses	(8,100)	-	(32,612)	-
(Loss)/Profit from operations	(2,212)	-	4,187	-
Finance costs	(212)	-	(1,050)	-
Share of result of associates, net of tax	107	-	484	-
(Loss)/Profit before taxation	(2,317)	-	3,621	-
Taxation	(405)	-	(1,576)	-
(Loss)/Profit for the period, representing total comprehensive income	(2,722)	-	2,045	-
NET PROFIT ATTRIBUTABLE TO:				
- Owners of the parent	(2,701)	-	2,423	-
- Non-controlling interests	(21)	-	(378)	-
	(2,722)	-	2,045	-
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
- Owners of the parent	(2,701)	-	2,423	-
- Non-controlling interests	(21)	-	(378)	-
	(2,722)	-	2,045	-
Weighted average number of ordinary shares ('000)	365,352	-	353,155	-
Earnings per share attributable to the owners of the parent (Sen):				
- Basic	(0.74)	-	0.69	-
- Diluted	(0.74)	-	0.69	-

As announced on 19 January 2024, the financial year end of the Group has been changed from 31 December 2023 to 30 June 2024. As such, no comparative financial information will be available for the preceding year's corresponding periods.

This unaudited condensed consolidated income statement should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached in the interim financial statements.

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

	Unaudited as at 31 Mar 2024 RM'000	Audited as at 31 Dec 2022 RM'000
NON-CURRENT ASSET		
Property, plant and equipment	18,353	3,217
Right-of-use assets	2,700	1,563
Intangible asset	1,939	98
Contract assets	12,288	13,045
Deferred tax asset	827	762
Investment in associate	3,484	-
	<u>39,591</u>	<u>18,685</u>
CURRENT ASSETS		
Receivables, deposit & prepayments	21,225	11,155
Contract assets	1,725	3,381
Inventories	6,834	9,377
Short term funds	606	3,013
Cash and bank balances	8,057	11,477
Current tax asset	664	670
	<u>39,111</u>	<u>39,073</u>
TOTAL ASSETS	<u>78,702</u>	<u>57,758</u>
EQUITY		
Share capital	68,493	65,712
Reserves	(26,046)	(28,513)
Non-controlling interest	14,889	4,231
TOTAL EQUITY	<u>57,336</u>	<u>41,430</u>
NON-CURRENT LIABILITIES		
Bank borrowing	5,793	7,245
Lease liabilities	907	1,080
Deferred tax liabilities	95	8
	<u>6,795</u>	<u>8,333</u>
CURRENT LIABILITIES		
Payables, accruals & other current liabilities	7,452	2,996
Lease liabilities	1,387	654
Bank borrowing	5,732	4,339
Current tax liability	-	6
	<u>14,571</u>	<u>7,995</u>
TOTAL LIABILITIES	<u>21,366</u>	<u>16,328</u>
TOTAL EQUITY AND LIABILITIES	78,702	57,758
Weighted average number of ordinary shares ('000)	353,155	347,263
NET ASSETS PER SHARE (Sen)	16.24	11.93

As announced on 19 January 2024, the financial year end of the Group has been changed from 31 December 2023 to 30 June 2024. As such, no comparative financial information will be available for the preceding year's corresponding periods.

SEDANIA INNOVATOR BERHAD [Registration No. 201301044527 (1074350-A)]

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIFTH (5th) QUARTER ENDED 31 MARCH 2024**

	Share Capital	ESOS Reserve	Reorganisation Reserve	Retained earnings	Total	Non- controlling interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current year-to-date ended 31 March 2024							
Balance as at 1 January 2023	65,712	114	(24,439)	(4,188)	37,199	4,231	41,430
Total comprehensive income	-	-	-	2,423	2,423	(378)	2,045
Acquisition of a subsidiary	-	-	-	-	-	11,036	11,036
Transactions with owners:							
Issuance of shares from private placement	2,781	-	-	-	2,781	-	2,781
Share options vested under ESOS	-	44	-	-	44	-	44
Balance as at 31 March 2024	68,493	158	(24,439)	(1,765)	42,447	14,889	57,336
Preceding year corresponding period ended 31 March 2023							
Balance as at 1 January 2022	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	-	-
Transactions with owners:							
Issuance of shares: Proceeds from ESOS	-	-	-	-	-	-	-
Share options vested under ESOS	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-
Balance as at 31 March 2023	-	-	-	-	-	-	-

As announced on 19 January 2024, the financial year end of the Group has been changed from 31 December 2023 to 30 June 2024. As such, no comparative financial information will be available for the preceding year's corresponding periods.

This unaudited condensed consolidated income statement should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached in the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIFTH (5th) QUARTER ENDED 31 MARCH 2024

	Current year to date 31 Mar 2024 RM'000	Preceding year to date 31 Mar 2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,621	-
Adjustments for:		
Depreciation of property, plant, and equipment	540	-
Depreciation of right-of-use assets	1,055	-
Amortisation of intangible assets	15	-
Gain on bargain purchase	(3,307)	-
Share options granted under ESOS	44	-
Interest expense on term loan	713	-
Interest expense on lease liabilities	152	-
Interest expense on letter of credit	131	-
Interest expense on bank facilities	54	-
Income distribution from short term funds	(36)	-
Unrealised gain from investment in short term funds	(31)	-
Interest income on contract assets	(2,036)	-
Reversal of impairment losses on trade receivables	(1,367)	-
Gain on disposal of property, plant and equipment	(243)	-
Share of results in associate	(484)	-
Operating loss before working capital changes	(1,179)	-
Changes in working capital:		
Trade and other receivables	(3,767)	-
Inventory	6,359	-
Contract assets	4,448	-
Trade and other payables	(2,297)	-
	4,743	-
Cash generated from operations	3,564	-
Tax paid	(1,776)	-
NET CASH GENERATED FROM OPERATING ACTIVITIES	1,788	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(121)	-
Income distribution received from short term funds	36	-
Investment in a subsidiary	(4,500)	-
Investment in an associate	(3,000)	-
NET CASH USED IN INVESTING ACTIVITIES	(7,585)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank borrowing	2,815	-
Repayment of term loan	(3,067)	-
Repayment of lease liabilities	(1,623)	-
Interest paid	(1,112)	-
Proceeds from private placement	2,781	-
NET CASH USED IN FINANCING ACTIVITIES	(206)	-
NET DECREASE IN CASH AND CASH EQUIVALENTS	(6,003)	-

CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	14,666	-
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	8,663	-
Cash and cash equivalents comprised the following:		
Cash and bank balances	8,057	-
Short term funds	606	-
	<u>8,663</u>	<u>-</u>

As announced on 19 January 2024, the financial year end of the Group has been changed from 31 December 2023 to 30 June 2024. As such, no comparative financial information will be available for the preceding year's corresponding periods.

This unaudited condensed consolidated income statement should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached in the interim financial statements.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL REPORT FOR THE FIFTH (5th) QUARTER ENDED 31 MARCH 2024

A: EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2024.

A1. Basis of preparation

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

As announced on 19 January 2024, the financial year end of the Group has been changed from 31 December 2023 to 30 June 2024. As such, there will be no comparative financial information available for the preceding year corresponding periods.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022, which have been prepared in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards, and the requirements of the Companies Act 2016 in Malaysia.

A2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the latest audited financial statements, except for the adoption of the following new and revised MFRSs, Amendments to MFRSs and IC interpretations.

a) New and revised MFRSs, Amendments to MFRSs and IC interpretations adopted during the financial period.

Title	Effective Date
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 January 2024
Amendments to MFRS 101 <i>Presentation of Financial Statements</i>	1 January 2024
Amendments to MFRS 108 <i>Accounting Policies, Changes in Accounting Estimates and Errors</i>	1 January 2024
Amendments to MFRS 112 <i>Income Taxes</i>	1 January 2024

b) New and revised MFRSs, Amendments to MFRSs and IC interpretations, but only effective for annual periods beginning on or after 1 January 2024.

The Group and the Company have not adopted the following amendments to MFRSs that have been issued, but yet to be effective.

Amendments to MFRSs		Effective for financial periods beginning on or after
MFRS 7	Financial Instruments: Disclosures	1 January 2024
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 16	Leases	1 January 2024
MFRS 101	Presentation of Financial Statements	1 January 2024
MFRS 107	Statement of Cash Flows	1 January 2024
MFRS 121	The Effects of Changes in Foreign Exchange Rates	1 January 2025
MFRS 128	Investments in Associates and Joint Ventures	Deferred

A3. Auditors' report of preceding annual financial statements

There was no qualification to the audited financial statements of the Group for the financial year ended ("FYE") 31 December 2022.

A4. Seasonal or cyclical factors

The business operations of the Group during the financial period under review have not been materially affected by any seasonal or cyclical factors.

A5. Unusual items

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows of the Group during the quarter under review.

A6. Material changes in estimates

Not applicable as there were no estimates reported in the prior financial years.

A7. Debt and equity securities

There were no issuances, cancellation, repurchases, resale, or repayments of debt and equity securities in the current quarter and the financial period ended on 31 March 2024.

A8. Segmental information

For management purposes, the Group is organised into four (4) operating segments which reflect the internal organisational and management structure according to the nature of the products and services provided. We measure the results of our segments using, among other measures, each segment's net revenue and operating income, which includes certain corporate overhead allocations.

a) Sustainable Healthcare

Provision of consumer products specialising in healthcare, personal care, household as well as baby and childcare products; and health technologies specialising in preventative healthcare technology solutions.

- b) Financial Technology (“FinTech”) and Telecommunications Services (“Telco”) Provision of financial technology solutions for the banking sector and offering airtime sharing technology to telecommunications providers.
- c) Sustainable Energy Provision of green technology and Internet of Things (“IoT”) solutions for sustainable and environmentally friendly products and services.
- d) Others Others mainly comprise the provision of big data analytics services and operations relating to investment holding.

Segment assets and liabilities exclude current and deferred tax assets and liabilities.

The Group’s segmental analysis by operating segments is as follows:-

	Quarter ended		Period ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
Segment revenue				
Sustainable Healthcare	11,768	-	48,941	-
FinTech and Telco	2,256	-	11,803	-
Sustainable Energy	687	-	3,391	-
Others	-	-	-	-
Total revenue	14,711	-	64,135	-
Segment operating profit/(loss) before tax				
Sustainable Healthcare	92	-	2,943	-
FinTech and Telco	621	-	4,333	-
Sustainable Energy	(2,523)	-	(2,486)	-
Others	(507)	-	(1,169)	-
Operating (loss) / profit before tax	(2,317)	-	3,621	-
			31 Mar 2024 RM'000	31 Mar 2023 RM'000
Segment Assets				
Sustainable Healthcare			41,794	-
FinTech and Telco			5,489	-
Sustainable Energy			25,723	-
Others			4,205	-
Total Assets			77,211	-

Segment Liabilities

Sustainable Healthcare	10,595	-
FinTech and Telco	1,527	-
Sustainable Energy	8,724	-
Others	425	-
Total Liabilities	21,271	-

The Group's revenue based on the geographic location of its customers is as follows:-

	Quarter ended		Period ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
Malaysia	11,561	-	51,829	-
Asian countries other than Malaysia	1,176	-	4,887	-
Europe	1,794	-	7,161	-
Others	180	-	258	-
Total	14,711	-	64,135	-

Year-to-date revenue from Malaysia, Asian countries other than Malaysia, Europe and Others contributed to approximately 80.81%, 7.62%, 11.17% and 0.40% respectively of the Group's total revenue.

A9. Valuation of property, plant and equipment

The Group has not carried out any valuation of its property, plant and equipment in the current quarter.

A10. Capital commitment

There was no capital commitment recognised by the Group for the current quarter.

A11. Changes in the composition of the Group

(a) On 28 December 2022, the Company announced that it had entered into a Share Sale Agreement ("SSA") with Encik Ariffin Bin Sabirin for the acquisition of 34,000 ordinary shares ("Sale Shares") in Wasiyyah Shoppe Berhad ("WSB"), a company incorporated in Malaysia, representing a 20% equity interest in WSB, for a purchase consideration of RM3,000,000.00 to be fully satisfied by cash.

Upon completion of the acquisition on 1 March 2023, WSB became an associate company of Sedania Group and the Company's equity interest in WSB is accounted for using the equity method in the Company's financial statements in accordance with MFRS 128.

(b) On 6 November 2023, the Company announced that it had entered into a conditional shares sale agreement (“SSA”) with Mohamad Faisal Bin Ahmad Fadzil, Fauziah Binti Ahmad Fadzil and Faridah Binti Ahmad Fadzil (collectively referred to as the “Vendors”) for the acquisition of 4,354,203 shares (“Sale Shares”) in Tanamera Group Sdn. Bhd. [Registration No. 201601026675 (1197614-D)] (“TGSB”), representing 36.90% equity interest in TGSB, for a purchase consideration of Ringgit Malaysia Four Million Five Hundred Thousand (RM4,500,000.00) only to be fully satisfied in cash (“Proposed Acquisition”).

Simultaneous with the entering of the SSA, the Company and TGSB had on 3 November 2023 entered into a conditional subscription agreement (“SA”) for the subscription of additional 3,397,030 shares in TGSB’s enlarged share capital of 15,197,039 shares to be issued by TGSB to the Purchaser (“Subscription Shares”), for the subscription amount of Ringgit Malaysia Three Million Six Hundred Eighty Thousand (RM3,680,000.00) only to be satisfied in cash (“Proposed Subscription”).

Upon completing the SSA and the SA on 30 November 2023, TGSB became a 51%-owned subsidiary of SIB.

Save as disclosed, there were no changes in the composition of the Group in the current quarter.

A12. Contingent liabilities and contingent assets

There were no changes in contingent liabilities or contingent assets since the last annual reporting period date up to the date of this report.

A13. Material events subsequent to the end of the quarter

Save as disclosed in Note B6, there were no other material events subsequent to the end of the current quarter and financial year-to-date that have not been reflected in this interim financial report.

A14. Significant related party transaction

Save as disclosed, no significant related party transaction was entered into during the current quarter.

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS

B1. Group's Financial Performance Review and Segmental Analysis - Performance of the current quarter against the same quarter last year.

As announced on 19 January 2024, the financial year end of the Group has been changed from 31 December 2023 to 30 June 2024. As such, there will be no comparative financial information available for the same quarter last year.

Overall review of the Group's financial performance

	3 months ended			15 months ended		
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	Changes %	31 Mar 2023 RM'000	31 Dec 2022 RM'000	Changes %
Revenue	14,711	-	-	64,135	-	-
(Loss) / Profit Before Interest and Tax	(2,212)	-	-	4,187	-	-
(Loss) / Profit Before Tax	(2,317)	-	-	3,621	-	-
(Loss) / Profit After Tax for the Period	(2,722)	-	-	2,045	-	-
(Loss) / Profit After Tax & Attributable to Ordinary Equity Holders of the Parent	(2,701)	-	-	2,423	-	-

B2. Comparison with the immediate preceding quarter's results

	Quarter ended		Changes +/- %
	31 Mar 2024 RM'000	31 Dec 2023 RM'000	
Revenue	14,711	14,974	(2)
Operating (Loss)/ Profit Before Interest and Tax	(2,212)	1,145	(>100)
(Loss)/Profit Before Tax	(2,317)	945	(>100)
(Loss)/Profit After Tax for the Period	(2,722)	576	(>100)
(Loss)/Profit After Tax and Non-controlling Interest For the Period	(2,701)	1,353	(>100)

Revenue for the quarter ended 31 March 2024 decreased by 2% compared to the immediate preceding quarter ended 31 December 2023. The table below provides a breakdown of the revenue for both quarters:-

	31 Mar 2024 RM'000	31 Dec 2023 RM'000	Changes +/- %
Segment revenue			
Sustainable Healthcare	11,768	12,264	(4)
FinTech and Telecommunication Services	2,256	2,552	(12)
Sustainable Energy	687	158	>100
Total revenue	14,711	14,974	(2)

The Group recorded a loss after tax and non-controlling interest of RM2.70 million in the current quarter compared to the profit after tax and non-controlling interest of RM1.35 million in the immediate preceding quarter.

B3. Prospects for the current financial year

Our strategic objective for the financial year ending 30 June 2024 is to foster growth across all our business segments.

Our Sustainable Healthcare subsidiary, operating under the Offspring brand, is positioned for further expansion into densely populated markets. We are focused on increasing our average basket size, expanding our customer base, and extending our points of sale.

Similarly, our FinTech division is poised for another promising year as it expands its portfolio of Shariah-compliant FinTech solutions for financial services institutions (FSIs). Attracting more FSIs to our services is our goal, enabling them to offer unique products and services to end-users

On the Sustainable Energy front, we are committed to fulfilling our existing contractual obligations while actively seeking new opportunities.

As we navigate the current financial landscape, we remain cautiously optimistic about achieving positive results, barring any unforeseen circumstances. Our commitment to excellence is unwavering, and we are vigilant about developments that may impact the Group.

We continue to monitor and reassess our financial position, taking prompt actions to mitigate any negative impacts. At the same time, we are actively seeking growth opportunities that align with our strategic objectives.

B4. Profit forecast

The Group has not issued any profit forecast in any public documents.

B5. Taxation

	Quarter ended		Period ended	
	31 Mar 2024 RM'000	31 Mar 2023 RM'000	31 Mar 2024 RM'000	31 Mar 2023 RM'000
Tax expense recognised in profit or loss:				
Current tax provision	405	-	1,576	-
Under tax provision	-	-	-	-
	405	-	1,576	-
Deferred Tax:				
Relating to origination of Temporary Difference	-	-	-	-
Over provision in prior years	-	-	-	-
Tax expense for the financial period	405	-	1,576	-

B6. Status of corporate proposals and utilisation of proceeds

On 20 July 2023, the Company announced that it proposes to undertake a private placement exercise (“Private Placement”) of up to 10% of the total number of issued shares of SIB based on a shareholders’ mandate procured pursuant to Sections 75(1) and 76(1) of the Companies Act 2016 approved by its shareholders at the Company’s 9th Annual General Meeting convened on 24 May 2023 (“Proposed Private Placement”). On 3 August 2023, Bursa Securities approved the listing and quotation of up to 36,518,905 Placement Shares to be issued pursuant to the Proposed Private Placement, subject to conditions.

On 6 November 2023, approximately 49.29% of the proposed private placement was completed via issuance of 18,000,000 new shares at RM0.1545 each – raising a gross proceed of RM2,781,000/-.

As at the date of this report, the proceeds from the partial Private Placement have been utilised in the following manner:

Purpose	Proposed utilisation	Actual Utilisation	Intended Timeframe for Utilisation	Deviation	Explanations (if the deviation is 5% or more)	
	RM’000	RM’000		RM’000	%	
General working capital	2,531	1,867	Within 24 months from completion	664	26	(a)
Private Placement expenses	250	112	Upon completion	138	55	(b)
Total gross proceeds	2,781	1,979		802	29	

Notes:

(a) *The general working capital allocated from this round of Private Placement has not been fully utilised as at the date of this report.*

(b) *The actual expenses incurred for the Private Placement were lower than the estimated expense as the private placement has not been fully completed as at the date of this report.*

Save as disclosed above, there is no other corporate proposal which has been announced but not completed as of 31 May 2024, being the date of this report.

B7. Borrowings

The Group's borrowings as at the end of this financial period are as follows:

	31 Mar 2024 RM'000	31 Mar 2023 RM'000
Current liabilities		
Term loan (secured)	4,088	-
Revolving credit	500	-
Trade finance products	1,144	-
	5,732	-
Non-current liabilities		
Term loan (secured)	5,793	-
	5,793	-
Total borrowings	13,028	-

Note:

Term loan 1 is secured by a first legal charge against the Group's office premises.

Term loan 2 is secured by a first legal assignment and charge over a sustainable energy project entered into between the subsidiary and its client.

B8. Material litigation

On 22 September 2023, the Company announced that it had received a letter from the solicitors representing Karine Low and Tan Kien Yeow ("the Plaintiffs"), accompanied by a Court Order dated 30 August 2023 (Originating Summons No.: WA24NCC(ARB)-18-06/2023) by the Kuala Lumpur High Court of Malaya ("Court Order").

As a piece of background information, on 17 November 2020, the Company received a letter of demand from two individuals who claimed to have 49% equity interest in the issued and paid-up share capital of Offspring Inc Sdn. Bhd. ("OFFSPRING") via a Shareholder Agreement entered into between the Plaintiffs and Sedania Corporation Sdn. Bhd. ("SCSB") dated 8 October 2018. As of today, the Company holds 51% equity interest whilst SCSB holds 49% equity interest in OFFSPRING.

The plaintiffs initiated an arbitration against SCSB and OFFSPRING (collectively referred to as "the Defendants"). The Plaintiffs claimed that they were entitled to rights and interest to 49% of shares in OFFSPRING along with damages. However, the Statement of Claim did not mention any specific amount for the claim.

The Plaintiffs obtained a Court Order to recognise and enforce an arbitration award that granted certain reliefs, namely:

- a. SCSB and OFFSPRING are jointly and severally to pay for the damages in the amount of RM14,523,599.99 or any part thereof remaining unpaid, at the rate of 5% per annum from 22 December 2020 until the date of the Court Order;

- b. SCSB and OFFSPRING are jointly and severally to bear the entire costs of the arbitration in the sum of RM416,358.02 as determined by the Director of the Asian International Arbitration Centre;
- c. SCSB and OFFSPRING are jointly and severally to pay legal and other costs (inclusive of disbursements, expenses and tax) in the sum of RM365,937.40; and
- d. SCSB and OFFSPRING are jointly and severally to pay simple interest on sums awarded above or any part thereof remaining unpaid, at the rate of 5% per annum from the date of Court Order until final payment.

As the Plaintiffs had obtained a Court Order against the Defendants dated 30 August 2023 for enforcement (“Ex-Parte Court Order”), the Defendants have on 25 September 2023, filed an application to set aside and stay the Ex-Parte Court Order at the Kuala Lumpur High Court of Malaya under Section 29 of the Arbitration Act 2005.

SCSB has indemnified and will continue to indemnify the Company from any potential claims relating to the above.

Further announcements will be made to Bursa Malaysia Securities Berhad as and when there are material developments in relation thereof.

Save as disclosed above, there was no other material litigation taken or threatened against the Company and its subsidiaries.

B9. Dividends

No dividend has been paid, declared or proposed during the quarter under review.

B10. Earnings per share

(a) Basic earnings per share

The earnings per share are calculated by dividing the net profit/(loss) attributable to ordinary owners of the Company by the weighted average number of ordinary shares in issue during the period.

	Quarter ended		Period ended	
	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
(Loss)/ Profit attributable to the owners of the Company (RM'000)	(2,701)	-	2,423	-
Weighted average number of ordinary shares in issue ('000)	365,352	-	353,155	-
Basic earnings per share (sen)	(0.74)	-	0.69	-

(b) Diluted earnings per share

The diluted earnings per share are calculated by dividing the net profit/(loss) attributable to ordinary owners of the Company by the weighted average number of ordinary shares in issue during the period, adjusted for the dilutive effects of potential ordinary shares from share options granted pursuant to the Employees' Share Option Scheme ("ESOS").

	Quarter ended		Period ended	
	31 Mar 2024	31 Mar 2023	31 Mar 2024	31 Mar 2023
(Loss)/ Profit attributable to the owners of the Company (RM'000)	(2,701)	-	2,423	-
Weighted average number of ordinary shares in issue ('000)	365,352	-	353,155	-
Effect of dilution from share options ('000)	-*	-	-*	-
Adjusted weighted average number of ordinary shares applicable to diluted earnings per share ('000)	365,352	-	353,155	-
Diluted earnings per share (sen)	(0.74)	-	0.69	-

*14,837,000 ESOS options are not included in the computation of the weighted average number of equity shares for calculating diluted earnings per share since their impact is anti-dilutive because the average market price was lower than the ESOS offer price.

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B11. Disclosure on selected expense/(income) items as required by the Listing Requirements

Included in profit before taxation are the following expense/(income) items:-

	Quarter ended 31 Mar 2024 RM'000	Quarter ended 31 Mar 2023 RM'000	Period ended 31 Mar 2024 RM'000	Period ended 31 Mar 2024 RM'000
Depreciation of property, plant and equipment	204	-	540	-
Depreciation of right-of-use assets	208	-	1,055	-
Amortisation of intangible assets	3	-	15	-
(Gain)/Loss on foreign exchange				
- realised	(15)	-	(17)	-
Income distribution received from short term funds	(10)	-	(36)	-
Unrealised gain from investment in short term funds	(1)	-	(31)	-
Interest income on contract assets	(370)	-	(2,035)	-
Interest expense	212	-	1,050	-
Reversal of impairment losses on trade receivables	-	-	(1,367)	-

By Order of the Board

CHUA SIEW CHUAN (MAICSA 0777689)
CHENG CHIA PING (MAICSA 1032514)
 Company Secretaries

Kuala Lumpur
 31 May 2024