



SALUTICA BERHAD
(Company No. 201201040303) (1024781-T)
(Incorporated in Malaysia)

The Board of Directors of Salutica Berhad (“Salutica” or the “Company”) (“Board”) is pleased to announce the following unaudited consolidated results for the second quarter and financial period ended (“FPE”) 31 DECEMBER 2023.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE SECOND QUARTER AND FPE 31 DECEMBER 2023**

	Note	Current quarter 3 months ended		Cumulative 6 months ended	
		31.12.2023 RM'000	31.12.2022 RM'000	31.12.2023 RM'000	31.12.2022 RM'000
Revenue	A9	5,480	9,009	12,748	37,268
Loss from operations		(6,860)	(5,346)	(12,277)	(9,223)
Finance costs		(57)	(97)	(127)	(200)
Loss before taxation		(6,917)	(5,443)	(12,404)	(9,423)
Income tax credit	B5	-	1,913	-	2,833
Loss for the period	B1	(6,917)	(3,530)	(12,404)	(6,590)
Other comprehensive income, net of taxation		-	-	-	-
Total comprehensive loss for the period		(6,917)	(3,530)	(12,404)	(6,590)
Loss and total comprehensive income attributable to:					
Owners of the Company		(6,917)	(3,530)	(12,404)	(6,590)
Non-controlling interest		-	-	-	-
Total comprehensive loss for the period		(6,917)	(3,530)	(12,404)	(6,590)
Loss per share Basic (Sen)	B15	(1.63)	(0.83)	(2.93)	(1.56)

Note:

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is unaudited and should be read in conjunction with the audited financial statements of the Company for the financial year ended (“FYE”) 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.

SALUTICA BERHAD

 (Company No. 201201040303) (1024781-T)
 (Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 31 DECEMBER 2023**

	Note	As at 31.12.2023 RM'000 (Unaudited)	As at 30.6.2023 RM'000 (audited)
ASSETS			
Non-current assets			
Property, plant and equipment		42,519	45,324
Right-Of-Use Assets		5,036	5,083
Intangible assets		898	929
Deferred tax assets		-	-
		48,453	51,336
Current assets			
Inventories		20,830	29,260
Trade and other receivables		5,282	7,581
Contract Assets		56	12
Current tax assets		2,775	2,764
Short term investment		46,118	46,020
Deposits, cash and bank balances		4,268	6,339
		79,329	91,976
Current liabilities			
Payables and accruals		10,652	12,677
Contract liabilities		7,483	6,988
Derivative financial instruments		-	-
Provision for warranties		106	112
Borrowings	B10	3,912	5,475
		22,153	25,252
NET CURRENT ASSETS		57,176	66,724
		105,629	118,060
EQUITY AND LIABILITIES			
Equity			
Share capital		113,362	113,362
Treasury shares		(984)	(984)
Reserves		(6,814)	5,590
Total equity attributable to owners of the Company		105,564	117,968
Non-controlling interests		-	-
TOTAL EQUITY		105,564	117,968
Non-current liabilities			
Borrowings	B10	65	92
		65	92
TOTAL EQUITY AND LIABILITIES		105,629	118,060
		105,629	118,060
Net assets per ordinary share attributable to ordinary equity holders of the Company (Sen)		24.93	27.86

Note:

The Condensed Consolidated Statement of Financial Position is unaudited and should be read in conjunction with the audited financial statements of the Company for FYE 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.



SALUTICA BERHAD

(Company No. 201201040303) (1024781-T)
(Incorporated in Malaysia under the Companies Act, 1965)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER AND FPE 31 DECEMBER 2023

<----- Attributable to owners of the Company ----->

<--- Non-distributable reserve --->

<- Distributable ->

	Share capital and premium RM'000	Treasury Shares RM'000	Retained Profits RM'000	Total RM'000
At 1 July 2023	113,362 ^(*)	(984)	5,590	117,968
Total comprehensive loss for the year	-	-	(12,404)	(12,404)
At 31 December 2023	113,362	(984)	(6,814)	105,564
At 1 July 2022	113,362 ^(*)	(984)	34,121	146,499
Total comprehensive loss for the year	-	-	(6,590)	(6,590)
At 31 December 2022	113,362	(984)	27,531	139,909

Note:

The Condensed Consolidated Statement of Changes in Equity is unaudited and should be read in conjunction with the audited financial statements of the Company for FYE 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.

* As at 31 January 2019, the share premium account of RM53,002,368 has been transferred to share capital account.



SALUTICA BERHAD

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CONDENSED CONSOLIDATED CASH FLOWS STATEMENT FOR THE SECOND QUARTER AND FPE 31 DECEMBER 2023

	Note	Current Quarter ended 31.12.2023 RM'000	Preceding year corresponding quarter ended 31.12.2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss before tax for the financial period		(12,404)	(9,423)
Adjustments for:			
Property, plant and equipment			
- depreciation		3,880	4,252
- gains on disposal		(36)	(57)
- write off		-	*
Right-of-use assets depreciation		47	47
Loss of allowance for impairment of trade receivables		11	35
Amortisation of intangible assets		35	105
Finance costs		127	200
Interest income		(18)	-
Inventories – Allowance of slow moving (Write back) / Provision		109 (5)	575 5
Unrealised loss / (gain) on foreign exchange		108	(123)
Fair value gain on derivative financial instruments		-	(377)
Operating loss before changes in working capital		(8,146)	(4,761)
Changes in working capital:			
Inventories		8,321	10,665
Trade and other receivables		2,243	13,119
Trade and other payables		(2,277)	(15,970)
Cash generated from operations		141	3,053
Income tax paid		(12)	(21)
Income tax refund		-	-
Net cash generated from/(used in) operating activities		129	3,032
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment	B6	(385)	(1,302)
Capitalisation of intangible assets		(4)	(18)
Proceeds from disposal of plant and equipment		36	136
Interest Income received		18	-
Net investing cash flow		(335)	(1,184)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of hire-purchase creditor		(1,078)	(1,483)
Repayment of lease liability		(12)	(11)
Repayment of short term loan		(500)	-
Interest paid		(127)	(200)
Net cash from/(used in) financing activities		(1,717)	(1,694)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(1,923)	154
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD		52,359	53,035
Effect of change in foreign currency exchange rates		(50)	(82)
CASH AND CASH EQUIVALENTS AT END OF		50,386	53,107



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CONDENSED CONSOLIDATED CASH FLOWS STATEMENT FOR THE SECOND QUARTER AND FPE 31 DECEMBER 2023

	Note	Current Quarter ended 31.12.2023 RM'000	Preceding year corresponding quarter ended 31.12.2022 RM'000
THE PERIOD			
Cash and cash equivalents comprise:			
Short-term investment in an Islamic money market fund		46,118	50,085
Cash and bank balances		4,268	3,022
		50,386	53,107
Deposits with maturity more than 3 months		-	-
		50,386	53,107

* Amount is less than RM100

Note:

The Condensed Consolidated Cash Flows Statement is unaudited and should be read in conjunction with the audited financial statements of the Company for FYE 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS SECOND QUARTER ENDED 31 DECEMBER 2023

A COMPLIANCE WITH MALAYSIA FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING AND THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”) (“LISTING REQUIREMENTS”)

A1 Basis of preparation

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 and Appendix 9B of the Listing Requirements.

These condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Company for FYE 30 June 2023 and the accompanying explanatory notes therein. The explanatory notes attached to these condensed consolidated interim financial statements provide an explanation of events and transaction that are significant to an understanding of the changes in the financial position and performance of Salutica and its subsidiary (“Group”) since the FYE 30 June 2023.

A2 Changes in accounting policies

The significant accounting policies adopted in these quarterly financial statements are consistent with those adopted as disclosed in the audited financial statements of the Group for FYE 30 June 2023-.

New standards, amendments to published standards and Issue Committee (“IC”) interpretations to existing standards that are applicable to the group and are effective

The new accounting standards, amendments and improvements to published standards and IC interpretations to existing standards that are effective for the Group’s and Company’s financial year beginning on 1 July 2023 are as follows:

- Amendments to MFRS 17: Insurance Contracts
- Amendments to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information
- 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 is currently assessing the financial impact that may arise from the adoption of these new standards, amendments and IC interpretations to existing standards on the financial statements of the Group in the financial years of initial application and none of these is expected to have a significant effect on the financial statements of the Group.



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NOTES TO THE INTERIM FINANCIAL STATEMENTS SECOND QUARTER ENDED 31 DECEMBER 2023

A2 Changes in accounting policies (cont'd)

New standards early adopted by the Group

There are no new standards, amendments to published standards and IC interpretations to existing standards early adopted by the Group.

New standards, amendments to published standards and IC interpretations to existing standards that are applicable to the Group but not yet effective and not early adopted

Financial year beginning on 1 July 2024

- Amendments to MFRS 16: Lease Liability in a Sale and Leaseback
- Amendment to MFRS 101: Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101: Non-current Liabilities with Covenants

Financial year beginning on 1 July 2025

- Amendments to MFRS 121 The Effect of Changes in Foreign Exchange Rates – Lack of Exchangeability

A3 Auditors' report on preceding annual financial statements

The auditors' report on the preceding audited financial statements of the Group for the FYE 30 June 2023 was not subject to any qualification.

A4 Seasonal or cyclical factors

The operations of the Group are affected by seasonal factors. Generally, the demand for consumer electronic goods will increase before the year-end holiday season in many countries globally.

A5 Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that is unusual because of their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter.

A6 Changes in estimates

There were no material changes in estimates of amounts reported in prior interim period or financial year that have a material effect in the current quarter.



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NOTES TO THE INTERIM FINANCIAL STATEMENTS SECOND QUARTER ENDED 31 DECEMBER 2023

A7 Changes in debt and equity securities

There was no issuance, cancellation, repurchase, resale or repayments of debt and equity securities until the date of this report.

A8 Dividends paid

No dividend was paid for the current quarter.

A9 Operating segments

The Group operates in Malaysia under one operating segment – Consumer Electronics. Operating segment information has therefore not been prepared as the Group's revenue and operating profit before taxation are mainly confined to this operating segment.

The principal activities of the Group comprise vertical integration processes covering product design and development, and manufacturing of mobile communication products, wireless electronics, and lifestyle devices.

In presenting information on the operating segment, an analysis of the revenue by geographical region is shown below where revenue is based on geographical markets where the goods are delivered rather than the origin of the customers:

Regions	Current quarter				Cumulative quarter			
	3 months ended				6 months ended			
	31.12.2023		31.12.2022		31.12.2023		31.12.2022	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Asia (excluding Malaysia)	1,784	32.6	1,370	15.2	5,849	45.9	8,502	22.8
Americas	2,457	44.8	3,721	41.3	4,436	34.8	16,450	44.2
Malaysia	506	9.2	1,297	14.4	1,306	10.2	3,258	8.7
Europe	494	9.0	2,081	23.1	890	7.0	8,512	22.8
Australia (including New Zealand and Oceania)	228	4.2	537	6.0	254	2.0	543	1.5
Africa (including Middle East)	11	0.2	3	^	13	0.1	3	^
Total	5,480	100	9,009	100	12,748	100	37,268	100

^ negligible

A substantial part of the Group revenue was derived from the Asia region representing 45.9% of total revenue for the 6 months ended 31 December 2023, of which, approximately 47% of revenue was attributable to India. The second highest was from the Americas region with the United States of America contributing approximately 98% to the region.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS SECOND QUARTER ENDED 31 DECEMBER 2023

A10 Valuation of property, plant and equipment

There were no valuations of property, plant and equipment during the current quarter under review.

A11 Material events subsequent to the end of the current quarter

There were no material events subsequent to the end of the current quarter that have not been reflected in these interim financial statements.

A12 Changes in the composition of the Group

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

A13 Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at the date of this interim financial report.

A14 Capital commitments

Capital commitments in respect of property, plant and equipment are as follows:

	As at
	31.12.2023
	RM'000
Contracted but not provided for	81

A15 Significant related party transactions

	6 months
	ended
	31.12.2023
	RM'000
Consultancy fee paid/payable	
- to a person connected with directors of the Company	37

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NOTES TO THE INTERIM FINANCIAL STATEMENTS SECOND QUARTER ENDED 31 DECEMBER 2023

B COMPLIANCE WITH APPENDIX 9B OF THE LISTING REQUIREMENTS

B1 Review of performance

(i) Revenue

For the current quarter ended 31 December 2023, the Group recorded revenue of RM5.5 million representing a decrease of approximately 39.2% or RM3.5 million compared to RM9.0 million generated in the corresponding quarter last year. This was primarily attributable to the low sales volume from the current Truly Wireless System (“TWS”) although the volume from sub-assembled printed circuit board assembly (“PCBA”) modules for automotive line fit parts and in-house brand FOBO remain consistent.

For the 6-month period ended 31 December 2023, total revenue was RM12.7 million compared to RM37.3 million in the corresponding period last year, a decrease of approximately 65.8% or RM24.5 million.

(ii) Profit/(Loss) Before Taxation (“PBT”/ “(LBT)”)

In tandem with the low revenue, The Group’s LBT for the current quarter ended 31 December 2023 had increased to RM6.9 million compared to RM5.4 million in the corresponding quarter last year.

For the current period under review, the Group recorded a LBT of RM12.4 million compared to RM6.6 million loss in the corresponding period last year.

The LBT was attributed by lower order volume. Furthermore, the Group had spent approximately RM0.2 million to ensure equipment and processes are in compliance with IATF requirements.

B2 Comment on material change in PBT / (LBT)

	Current Quarter 31.12.2023 RM’000	Preceding Quarter 30.09.2023 RM’000	Variance RM’000	%
Revenue	5,480	7,268	-1,788	-24.6%
LBT	(6,917)	(5,487)	-1,430	26.1%

The Group’s revenue for the current quarter ended 31 December 2023 has decreased to RM5.5 million compared to RM7.3 million for the preceding quarter ended 30 September 2023 due to the lower sales volume from current running products.

In tandem with the lower sales, the LBT for the current quarter has increased to RM6.9 million compared to LBT of RM5.5 million for the preceding quarter.



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NOTES TO THE INTERIM FINANCIAL STATEMENTS
SECOND QUARTER ENDED 31 DECEMBER 2023

B3 Prospects

The Group expects the global business environment to remain challenging and will continue to exercise prudent measures to mitigate these challenges. Steps have already been taken by the Group to improve costs efficiency in the long term, together with continuous effort and focus in engaging new potential customers to diversify the Group's product offerings.

In an effort to develop additional revenue, the Group will continue to maintain its commitment in the automotive and medical industry as well as continuing its effort in developing wireless sensors for the agriculture segment.

The Board will continue to exercise caution but expects the overall prospect for the Group remain challenging arising from the global economic and geo-political uncertainties.

B4 Variance between actual profit and forecast profit

The Group has not provided any revenue or profit forecast in any public documents and announcements.

B5 Taxation

	3 months ended		6 months ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
Income tax				
Current year	-	-	-	-
Prior year	-	-	-	-
	-	-	-	-
Deferred tax				
Current year	-	(1,913)	-	(2,833)
Prior year	-	-	-	-
	-	(1,913)	-	(2,833)

Income tax is calculated at the Malaysia statutory tax rate of 24% of the estimated assessable profit for the current quarter and current financial year.

As at 31 December 2023, the Group's unabsorbed capital allowances and unutilised tax losses were approximately RM45.5 million and RM30.7 million respectively. The continued losses indicated the uncertainty for the Group to utilise the capital allowances and tax losses, hence, no deferred tax assets were recognised in the current quarter.

B6 Unquoted investments and properties

There were no purchases or sales of unquoted investment or properties for the current quarter.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS SECOND QUARTER ENDED 31 DECEMBER 2023

B7 Quoted securities

There were no acquisitions or disposals of quoted securities for the current quarter.

B8 Status of corporate proposals

There is no corporate proposal announced but pending completion as at the date of this report.

B9 Utilisation of proceeds from private placement exercise

As at **31 December 2023**, the Company have utilised approximately RM20.86 million of the private placement proceeds whilst the balance proceeds is approximately RM0.70 million.

The Board has approved to re-allocate the balance RM0.70 million from other expenditure to working capital.

As at the date of this report, the status of utilisation of proceeds arising from the private placement exercise amounting to RM21.56 million is as follows:

Details of utilisation	Intended utilisation RM'000	Actual utilisation RM'000	Balance Unutilised RM'000	Variance in utilisation of proceeds RM'000	Intended timeframe for utilisation (from date of receipts of proceeds)	Extended timeframe for utilisation (from date of receipts of proceeds)
Working Capital ⁽¹⁾	17,710	17,710	0	704	Within 6 months	Fully utilised
Other Expenditure ⁽²⁾	3,350	2,646	704	-704	Within 12 months	Additional 18 months (i.e. 17 February 2024)
Estimated expenses in relation to the private placement	500	500	0	-	Upon completion of the private placement	
Total	21,560	20,856	704	0		

Note:

- (1) Purchase of component materials used in production of TWS and other electronic products.
- (2) Expenditure on R&D, production testers, medical certification and purchase of simulation software and equipment.



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NOTES TO THE INTERIM FINANCIAL STATEMENTS SECOND QUARTER ENDED 31 DECEMBER 2023

B10 Borrowings and debt securities

The Group's borrowings as at 31 December 2023 are as follows:

	Payable within 12 months RM'000	Payable after 12 months RM'000	Total RM'000
<u>Secured</u>			
Hire Purchase	888	-	888
Short term loan	3,000	-	3,000
	<u>3,888</u>	<u>-</u>	<u>3,888</u>
<u>Unsecured</u>			
Finance lease liability	24	65	89
	<u>3,912</u>	<u>65</u>	<u>3,977</u>

Hire purchase creditors, short term loan and finance lease liability are denominated in Ringgit Malaysia.

B11 Derivative financial instruments

As at the date of the statement of financial position 31 December 2023, the Group do not have any outstanding derivative financial instruments.

For the current quarter, there is no change to the Group's financial risk management policies and objectives in managing these derivative financial instruments and its related accounting policies. Foreign currency forward contracts are entered into by the Group in currencies other than its functional currency to manage exposure to the fluctuations in foreign currency exchange rates.

B12 Off balance sheet financial instruments

The Group does not have any financial instruments with off balance sheet risk as at the end of the current quarter to the date of the interim financial report.

B13 Material litigation

(i) Legal suit against Apple Malaysia Sdn. Bhd.

On 11 January 2022, Salutica Allied Solutions Sdn. Bhd. ("the Plaintiff"), a wholly-owned subsidiary of the Company had filed a Writ of Summons with the Statement of Claim dated 10 January 2022, at the High Court of Malaya in Kuala Lumpur against Apple Malaysia Sdn. Bhd. ("the Defendant"), (the "Suit").

The Plaintiff is the owner of the Malaysian Patent No. MY-172803-A (hereinafter the "MY'803 Patent"). The Crosspair Technology is the invention claimed by the Plaintiff in the MY'803 Patent.



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NOTES TO THE INTERIM FINANCIAL STATEMENTS
SECOND QUARTER ENDED 31 DECEMBER 2023

B13 Material litigation (cont'd)

(i) Legal suit against Apple Malaysia Sdn. Bhd. (cont'd)

On 5 February 2024, Solicitors for both the Plaintiff and the Defendant have on 5 February 2024 attended the Court of Appeal (Appeal No. W-02(IM)(IPCv)-1416-09/2023) in relation to the Defendant's appeal against the dismissal of its application to disqualify the Plaintiff's solicitors heard together with the Plaintiff's appeal against the granting of the protective order (Appeal No: W-02(IM)(IPCv)-2057-12/23). Upon hearing both parties, the Court of Appeal has allowed the Defendant's appeal with cost and disallowed the Plaintiff's appeal with cost.

The Plaintiff has then filed for a change of its solicitors and is now represented by Messrs LindaWang Su and Boo. No changes to the trial dates were made which are on 11 to 14 March 2024 and 18 to 21 March 2024.

(ii) Legal suit against Paradigm Metal Industries Sdn. Bhd.

On 11 August 2023, Salutica Allied Solutions Sdn. Bhd. ("the Plaintiff"), a wholly-owned subsidiary of the Company had filed a Writ of Summons with the Statement of Claim dated 11 August 2023, at the High Court of Malaya in Penang against Paradigm Metal Industries Sdn. Bhd. ("PMI" or "Defendant").

Solicitors for both the Plaintiff and Defendant in the suit have on 19 October 2023 attended case management for the Defendant's application to stay proceedings and to refer the matter to arbitration under Section 10 of the Arbitration Act 2005. By consent of the parties, the Court has allowed the Defendant's application with no orders as to cost.

By a letter dated 8th November 2023, the Asian International Arbitration Centre in Kuala Lumpur ("AIAC") has registered the matter under the AIAC Arbitration Rules 2023 ("the Rules") between Salutica Allied Solutions Sdn. Bhd. as the Claimant and Paradigm Metal Industries Sdn. Bhd. as the Respondent. Each party must pay the provisional advance deposit to cover 30% of the estimated costs of the arbitration of RM21,120.15 for each party by 29 November 2023.

The parties are currently in the process of appointing their arbitrators to proceed with the arbitration process.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS SECOND QUARTER ENDED 31 DECEMBER 2023

B13 Material litigation (cont'd)

(iii) Legal suit against Apple South Asia Pte. Ltd.

On 16 November 2023, Salutica Allied Solutions Sdn. Bhd. (“the Plaintiff”), a wholly-owned subsidiary of the Company had filed an Originating Claim together with the Statement of Claim (“SOC”) and Particulars of Infringement at the High Court of the Republic of Singapore against Apple South Asia Pte. Ltd. (“the Defendant”), (“the Suit”).

The Plaintiff is the owner of the Singapore Patent No. 11201504174W (hereinafter the “Singapore Patent”). The CrossPair Technology is the invention claimed by the Plaintiff in the Singapore Patent.

The Court has fixed the next case conference on 16 April 2024 pending parties to exchange request and responses for further and better particulars.

Save for the above litigations, there is no litigation involving the Group which has a material effect on the financial position of the Group and the Board is not aware of any material litigation or any proceedings pending or threatened.

B14 Proposed dividend

The Directors do not recommend any payment of dividend in respect of the current quarter.

B15 Earnings per Share (“EPS”)

BASIC EPS	3 months ended		6 months ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Loss attributable to owners of the Company (RM'000)	(6,917)	(3,530)	(12,404)	(6,590)
Weighted average number of ordinary shares in issue ('000) ⁽¹⁾	423,500	423,500	423,500	423,500
Basic EPS (sen)	(1.63)	(0.83)	(2.93)	(1.56)

⁽¹⁾ net of Treasury Shares

There was no dilution in the EPS as there was no potential diluted ordinary share outstanding as at the end of the current period under review.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS SECOND QUARTER ENDED 31 DECEMBER 2023

B16 Notes to the Statement of Comprehensive Income

	3 months ended 31.12.2023 RM'000	6 months ended 31.12.2023 RM'000
Profit from operations for the period/year is arrived at after charging/(crediting):		
(Reversal) / Provision of loss allowance for impairment of trade receivables	(19)	12
Provision for slow moving inventories	88	109
Write-off inventories	873	9,629
Claim made for obsolete materials	(998)	(11,244)
Property, plant & equipment:		
- Depreciation	1,878	3,880
- Gain on disposal	(36)	(36)
Right-of-use asset depreciation	23	47
Reversal provision for warranty	(1)	(5)
Rental of hostels	35	72
Rental of equipment / machinery	4	28
Finance costs	57	127
Interest income	(9)	(18)
Net foreign exchange (gains)/losses:		
- Realised	94	54
- Unrealised	(21)	108
Government Grant	(1,069)	(1,069)
Fair value (gains) / losses on derivative financial instruments	-	-
Fair value gains on short term investments	(397)	(759)

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements are not applicable.

B17 Authorisation for issue

The interim financial report was authorised for issue by the Board in accordance with a resolution of the Board dated 26 February 2024.

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