

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Notes	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Quarter 30.9.2024 RM	Preceding Quarter 30.9.2023 RM	Current Year To Date 30.9.2024 RM	Preceding Year To Date 30.9.2023 RM
<b>Revenue</b>	A9	<b>10,640,482</b>	<b>10,444,868</b>	<b>10,640,482</b>	<b>10,444,868</b>
Cost of sales		(4,708,435)	(3,934,344)	(4,708,435)	(3,934,344)
Gross profit		5,932,047	6,510,524	5,932,047	6,510,524
Other income		225,614	302,297	225,614	302,297
Administrative expenses		(1,899,750)	(1,487,575)	(1,899,750)	(1,487,575)
Other operating expenses		(470,685)	(670,679)	(470,685)	(670,679)
Selling and distribution expenses		(1,477,522)	(1,507,923)	(1,477,522)	(1,507,923)
Profit before tax	B10	2,309,704	3,146,644	2,309,704	3,146,644
Taxation	B5	(590,925)	(548,688)	(590,925)	(548,688)
<b>Profit after tax</b>		<b>1,718,779</b>	<b>2,597,957</b>	<b>1,718,779</b>	<b>2,597,957</b>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income</b>		<b>1,718,779</b>	<b>2,597,957</b>	<b>1,718,779</b>	<b>2,597,957</b>
Profit after tax attributable to:					
- Owners of the Company		<b>1,718,779</b>	<b>2,597,957</b>	<b>1,718,779</b>	<b>2,597,957</b>
Total comprehensive income attributable to:					
- Owners of the Company		<b>1,718,779</b>	<b>2,597,957</b>	<b>1,718,779</b>	<b>2,597,957</b>
Earnings per share (sen)					
- Basic	B9	0.54	0.82	0.54	0.82
- Diluted	B9	0.54	0.82	0.54	0.82

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to the interim financial report.

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Unaudited As at 30.9.2024 RM</b>	<b>Audited As at 30.6.2024 RM</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	52,738,290	51,941,243
Intangible assets	6,969,959	6,566,058
Other investment	4,833,333	4,833,333
	<b>63,968,583</b>	<b>63,340,634</b>
<b>CURRENT ASSETS</b>		
Inventories	21,846,318	21,659,248
Trade and other receivables	22,129,952	21,762,047
Current tax assets	3,981,749	3,535,645
Short term investments	5,959,868	6,256,099
Cash and bank balances	2,260,723	2,773,074
	<b>56,178,610</b>	<b>55,986,113</b>
<b>TOTAL ASSETS</b>	<b>120,147,193</b>	<b>119,326,747</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	60,988,160	60,988,160
Merger reserve	(14,225,998)	(14,225,998)
Share option reserve	-	227,900
Fair value reserve	3,633,333	3,633,333
Retained profits	61,100,777	59,154,099
<b>TOTAL EQUITY</b>	<b>111,496,273</b>	<b>109,777,494</b>
<b>NON-CURRENT LIABILITIES</b>		
Deferred tax liabilities	833,476	833,476
Government grants	3,641,747	3,795,023
	<b>4,475,223</b>	<b>4,628,499</b>
<b>CURRENT LIABILITY</b>		
Trade and other payables	4,175,697	4,920,754
	<b>4,175,697</b>	<b>4,920,754</b>
<b>TOTAL LIABILITIES</b>	<b>8,650,920</b>	<b>9,549,253</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>120,147,193</b>	<b>119,326,747</b>
No. of ordinary shares	318,719,815	318,719,815
Net asset per share	0.35	0.37

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to the interim financial report.

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Share Capital RM	Merger Reserve RM	Share Option Reserve RM	Fair Value Reserve RM	Retained Profits RM	Total Attributable to Owners of the Company RM
<b>Period Ended 30 September 2023</b>						
At 1 July 2023	60,988,160	(14,225,998)	784,600	3,700,000	54,713,013	105,960,035
Total comprehensive income for the period	-	-	-	-	2,597,957	2,597,957
<b>At 30 September 2023</b>	<b>60,988,160</b>	<b>(14,225,998)</b>	<b>784,860</b>	<b>3,700,000</b>	<b>57,310,970</b>	<b>108,557,992</b>
<b>Period Ended 30 September 2024</b>						
At 1 July 2024	60,988,160	(14,225,998)	227,900	3,633,333	59,154,099	109,777,494
Expired Share Options	-	-	(227,900)	-	227,900	-
Total comprehensive income for the period	-	-	-	-	1,718,779	1,718,779
<b>At 30 September 2024</b>	<b>60,988,160</b>	<b>(14,225,998)</b>	<b>-</b>	<b>3,633,333</b>	<b>61,100,778</b>	<b>111,496,273</b>

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial report.

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>For the Financial Period Ended 30.9.2024 RM</b>	<b>For the Financial Period Ended 30.9.2023 RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,309,704	3,146,644
Adjustments for:		
Loss allowance on trade receivables	50,000	-
Write down of inventories	50,000	-
Depreciation of property, plant and equipment	405,787	381,334
Amortisation of intangible assets	356,601	260,000
Amortisation of deferred income	(153,275)	(153,276)
Interest income	(56,890)	(64,197)
Net unrealised gain on foreign exchange	(14,246)	(3,828)
Operating profit/(loss) before working capital changes	<u>2,947,681</u>	<u>3,566,677</u>
Changes in inventories	(137,071)	213,125
Changes in receivables	(552,354)	529,530
Changes in payables	<u>(398,669)</u>	<u>(981,262)</u>
Cash generated from/(used in) operations	1,659,587	3,328,071
Interest received	56,890	64,197
Tax paid	<u>(1,134,722)</u>	<u>(1,597,447)</u>
<b>Net cash generated from/(used in) operating activities</b>	<b><u>581,755</u></b>	<b><u>1,794,820</u></b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,202,834)	(359,647)
Development expenditure	<u>(187,503)</u>	<u>(173,293)</u>
<b>Net cash (used in)/generated investing activities</b>	<b><u>(1,390,337)</u></b>	<b><u>(532,940)</u></b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	-	-
Proceeds from issuance of ordinary shares pursuant to exercise of ESOS	-	-
<b>Net cash used in financing activities</b>	<b><u>-</u></b>	<b><u>-</u></b>
NET CHANGES IN CASH AND CASH EQUIVALENTS	(808,582)	1,261,880
CASH AND CASH EQUIVALENTS AT 1 JULY	<u>9,029,172</u>	<u>7,466,926</u>
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER</b>	<b><u>8,220,590</u></b>	<b><u>8,728,806</u></b>

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CON'T)

	For the Financial Period Ended 30.9.2024 RM	For the Financial Period Ended 30.9.2023 RM
<b><i>Represented by:</i></b>		
Cash and bank balances	2,260,723	272,641
Short term investments	5,959,868	8,456,165
	<u>8,220,590</u>	<u>8,728,806</u>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial report.

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024****A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024****A1 Basis of Preparation**

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

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.

**A2 Summary of Significant Accounting Policies**

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2024. The Group have not applied the following new standards, amendments and IC Interpretation that have been issued by the MASB and relevant to its operation but are not yet effective:

		Effective for financial periods beginning on or after
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101	Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangement	1 January 2024
Amendments to MFRS 121	Lack of Exchangeability	1 January 2025
Amendments to MFRS 9 and MFRS 7	Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
MFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19	Subsidiaries without Public Accountability Disclosures	1 January 2027
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced by MASB

The above standards, amendments and IC Interpretation are not expected to have significant impact on the financial statements of the Group upon their initial application.

**A3 Auditors' Report**

The audited financial statements of the Group for the financial year ended 30 June 2024 was not subject to any audit qualification.

**A4 Comments about Seasonal and Cyclical Factors**

The Group's business operations for the quarter ended 30 September 2024 were not materially affected by significant seasonal or cyclical fluctuations.

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024****A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D)****A5 Items or Unusual Nature and Amount**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the current quarter under review.

**A6 Changes in Estimates**

There were no major changes in estimates that have had a material effect in the current quarter under review.

**A7 Debt and Equity Securities****Employees' Share Option Scheme ("ESOS")**

The Group has implemented an ESOS of up to fifteen percent (15%) of the issued and paid-up share capital for the eligible employees and directors of the Group effective from 24 November 2021. The Group had offered the options to its eligible employees and directors under the ESOS as follows:

<b>Date Granted</b>	<b>Amount Granted</b>	<b>Exercise Price</b>	<b>Exercise Period</b>
1 September 2022	2,686,000	RM0.79	01/09/2022 – 31/08/2024

As of 30 September 2024, the options granted on 1 September 2022 had lapsed and the necessary adjustments were made to the Group' equity.

The movement of the ESOS granted during the quarter under review are disclosed as below:-

	<b>Balance as at 1.7.2024</b>	<b>Granted</b>	<b>Exercised</b>	<b>Lapsed</b>	<b>Balance as at 30.9.2024</b>
ESOS Grant 2	2,279,000	-	-	2,279,000	-
	<u>2,279,000</u>	<u>-</u>	<u>-</u>	<u>2,279,000</u>	<u>-</u>

Save as disclosed above, there was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities for the current financial quarter under review.

**A8 Dividends Paid**

There were no dividends paid in the period under review.

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024****A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D)****A9 Segmental Reporting**

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

	<b>Current Quarter 30.9.2024 RM</b>	<b>Preceding Quarter 30.9.2023 RM</b>	<b>Current Year To Date 30.9.2024 RM</b>	<b>Preceding Year To Date 30.9.2023 RM</b>
Malaysia	10,484,930	10,410,919	10,484,930	10,410,919
Others	155,552	33,949	155,552	33,949
	<b>10,640,482</b>	<b>10,444,868</b>	<b>10,640,482</b>	<b>10,444,868</b>

The Group's revenue based on the activities is as follows:

	<b>Current Quarter 30.9.2024 RM</b>	<b>Preceding Quarter 30.9.2023 RM</b>	<b>Current Year To Date 30.9.2024 RM</b>	<b>Preceding Year To Date 30.9.2023 RM</b>
House Brand	8,502,950	9,914,776	8,502,950	9,914,776
OEM	2,137,532	530,092	2,137,532	530,092
	<b>10,640,582</b>	<b>10,444,868</b>	<b>10,640,582</b>	<b>10,444,868</b>

**A10 Valuation of Property, Plant and Equipment**

The Group did not carry out any valuation on property, plant and equipment in the current quarter under review.

**A11 Capital Commitments**

	<b>As at 30.9.2024</b>
Property, plant and equipment - Not contracted for	<u>134,281</u>

**A12 Subsequent Events**

No events subsequent to the end of the current financial period from the date this report was issued are expected to have a material impact on the Group.



**A EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024 (CONT'D)**

**A13 Changes in Composition of the Group**

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

**A14 Contingent Liabilities**

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

**A15 Significant Related Party Transactions**

There were no significant related party transactions in the current quarter under review.

**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT**

**B1 Group Performance Review**

**(a) Performance of the current quarter (Q1 2025) against the preceding quarter (Q1 2024)**

The Group recorded a revenue of RM10.640 million for the current quarter under review compared to RM10.448 million for the preceding quarter, an increase of 2%. Revenue from House Brand was RM8.503 million for the current quarter compared to RM9.915 million for the preceding quarter, a decrease of 18%. The revenue from OEM was RM2.138 million for the current quarter compared with RM0.530 million for the previous quarter, an increase of 303%.

Administrative expenses increased by 28%, while other operating expenses and selling & distribution expenses decreased by 30% and 2% respectively, compared to the preceding quarter. The increase in administrative expenses was mainly due to realised losses in foreign exchange. For the other operating expenses the decrease was mainly due to reduced provision for stock obsolescence whereas for selling & distribution expenses, the decrease was mainly due to reduced sales commissions. This is in line with the group's management of attaining a consistent level of expenses during the current quarter under review.

The Group's profit after tax (PAT) for current quarter under review is RM1.719 million or lower by 30% compared to the PAT of RM2.451 million recorded in the preceding quarter. The decrease in the PAT was mainly due to an erosion of the Company's gross profit margin in the quarter due to increased cost of materials contributed by fluctuations in foreign currency exchange. Management is confident of reversing the erosion of the gross profit margin in future quarters through better management of currency fluctuations and the rationalisation of vendors and expenditure.

**(b) Performance of the current cumulative quarter (3 months Q1 2025) against the preceding cumulative quarter (3 months Q1 2024)**

The Group recorded a revenue of RM10.640 million for the current quarter under review compared to RM10.448 million for the preceding quarter, an increase of 2%. Revenue from House Brand was RM8.503 million for the current quarter compared to RM9.915 million for the preceding quarter, a decrease of 18%. The revenue from OEM was RM2.138 million for the current quarter compared with RM0.530 million for the previous quarter, an increase of 303%.

Administrative expenses increased by 28%, while other operating expenses and selling & distribution expenses decreased by 30% and 2% respectively, compared to the preceding quarter. The increase in administrative expenses was mainly due to realised losses in foreign exchange. For the other operating expenses the decrease was mainly due to reduced provision for stock obsolescence whereas for selling & distribution expenses, the decrease was mainly due to reduced sales commissions. This is in line with the group's management of attaining a consistent level of expenses during the current quarter under review.

The Group's profit after tax (PAT) for current quarter under review is RM1.719 million or lower by 30% compared to the PAT of RM2.451 million recorded in the preceding quarter. The decrease in the PAT was mainly due to an erosion of the Company's gross profit margin in the quarter due to increased cost of materials contributed by fluctuations in foreign currency exchange. Management is confident of reversing the erosion of the gross profit margin in future quarters through better management of currency fluctuations and the rationalisation of vendors and expenditure.

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024**

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**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B2 Performance of the current quarter (Q1 2025) against the immediate preceding quarter (Q4 2024)**

	<b>Current Quarter 30.9.2024 RM</b>	<b>Immediate Preceding Quarter 30.6.2024 RM</b>	<b>RM</b>	<b>Difference</b>	<b>%</b>
Revenue	10,640,482	10,093,908	546,574	5.41	
Profit before tax	2,309,704	1,252,118	1,057,586	84.46	
Profit after tax	1,718,779	626,602	1,092,177	174.30	

The Group generates consistent revenue in the current and immediate preceding quarter. For the quarter under review, the Group's revenue increased by 5.41% i.e. RM10.640 million from RM10.093 million. The profit before and after tax increased as a result of a reduction for the provision for stock obsolescence, bad debts written off, and an increase in tax payable by the Group since the immediate preceding quarter.

**B3 Prospects for the Current Financial Year**

The Group continued to drive its strategic initiatives with a focus on the fundamentals by expanding the product portfolio and reach, and production efficiencies within the Group. The Group will emphasise sustaining market interests by paying close attention to meeting consumer's expectations. The Group also has implemented adequate safety protocols to maintain product quality.

**B4 Profit Forecast or Profit Guarantee**

The Group did not issue any profit forecast or profit guarantee during the current financial quarter under review.

**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B5 Taxation**

	<b>Current Quarter 30.9.2024 RM</b>	<b>Preceding Quarter 30.9.2023 RM</b>	<b>Current Year To Date 30.9.2024 RM</b>	<b>Preceding Year To Date 30.9.2023 RM</b>
Income Tax	590,925	548,688	590,925	548,688
Deferred Tax	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	590,925	548,688	590,925	548,688
Effective tax rate	25.6	23.2	25.6	23.2

The effective tax rate for the current quarter was marginally higher than the statutory tax rate of 24% due to certain expenses that were not deductible for tax purposes.

**B6 Status of Corporate Proposals**

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

**B7 Group Borrowings**

As at the date of this report, the Group has no bank borrowings.

**B8 Material Litigation**

As at the date of this report, the Group was not engaged in any material litigation.

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024****B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B9 Earnings per share**

## i) Basic Earnings Per Share

The basic earnings per share are computed based on the profit attributable to the equity shareholders of the Company divided by the total number of ordinary shares in issue for the period as follows:

	<b>Current Quarter 30.9.2024</b>	<b>Preceding Quarter 30.9.2023</b>	<b>Current Year To Date 30.9.2024</b>	<b>Preceding Year To Date 30.9.2023</b>
Profit after taxation attributable to owners of the Company (RM)	1,718,779	2,597,957	1,718,779	2,597,957
Weighted average issued share capital	318,719,815	318,719,815	318,719,815	318,719,815
Basic earnings per share (sen)	0.54	0.82	0.54	0.82

## ii) Diluted Earnings Per Share

Diluted earnings per share arising from the share options granted under ESOS of the Group is computed as follows:

	<b>Current Quarter 30.9.2024</b>	<b>Preceding Quarter 30.9.2023</b>	<b>Current Year To Date 30.9.2024</b>	<b>Preceding Year To Date 30.9.2023</b>
Profit after taxation attributable to owners of the Company (RM)	1,718,779	2,597,957	1,718,779	2,597,957
Weighted average issued share capital	318,719,815	318,719,815	318,719,815	318,719,815
Effect of dilution due to ESOS	-	-	-	-
Adjusted weighted average number of share capital	318,719,815	318,719,815	318,719,815	318,719,815
Diluted earnings per share (sen)	0.54	0.82	0.54	0.82

**INTERIM FINANCIAL REPORT FOR THE FIRST (1<sup>ST</sup>) QUARTER ENDED 30 SEPTEMBER 2024**

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**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENT (CON'T)****B10 Profit Before Tax**

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

	<b>Current Quarter 30.9.2024 RM</b>	<b>Preceding Quarter 30.9.2023 RM</b>	<b>Current Year To Date 30.9.2024 RM</b>	<b>Preceding Year To Date 30.9.2023 RM</b>
Cost of inventories recognised as an expense	2,948,345	2,400,287	2,948,345	2,400,287
Depreciation	405,787	381,334	405,787	381,334
Amortisation of intangible assets	356,601	260,000	356,601	260,000
Realised loss on foreign exchange	172,312	37,955	172,312	37,955
Interest income	(56,890)	(64,197)	(56,890)	(64,197)
Amortisation of deferred income	(153,275)	(153,275)	(153,275)	(153,275)
Unrealised gain on foreign exchange	(14,246)	(3,828)	(14,246)	(3,828)
Other income	(1,203)	(45,624)	(1,203)	(45,624)

**B11 Declared Dividend**

There was no dividend declared for the period under review.

**B12 Authorisation for issue**

The quarter financial report was authorised for issue by the Board in accordance with a resolution of the Board dated 19 November 2024.

**BY ORDER OF THE BOARD**

**Lim Li Heong (MAICSA 7054176)**  
Company Secretary

**Kuala Lumpur**  
**19 November 2024**