

Optimax Holdings Berhad

Registration No: 201801028697 (1290723-T)
(Incorporated in Malaysia)

**Unaudited Condensed Consolidated
Interim Financial Report
for the First Quarter Ended
31 March 2024**

Optimax Holdings Berhad

Registration No: 201801028697 (1290723-T)
(Incorporated in Malaysia)

Unaudited condensed consolidated statement of financial position as at 31 March 2024

	Unaudited As at 31 March 2024 RM'000	Audited As at 31 December 2023 RM'000
Assets		
Property, plant and equipment	86,007	73,489
Right-of-use assets	21,660	15,720
Deferred tax assets	309	342
Total non-current assets	<u>107,976</u>	<u>89,551</u>
Inventories	7,006	5,049
Trade and other receivables	2,879	3,184
Prepayments	2,343	1,355
Current tax assets	278	283
Investment in financial assets ⁽¹⁾	1,256	3,033
Pledged deposits	1,133	1,128
Cash and cash equivalents	12,401	16,156
Total current assets	<u>27,296</u>	<u>30,188</u>
Total assets	<u><u>135,272</u></u>	<u><u>119,739</u></u>
Equity		
Share capital	41,053	41,053
Reserves	24,935	21,965
Total equity attributable to owners of the Company	<u>65,988</u>	<u>63,018</u>
Non-controlling interests	4,555	4,939
Total equity	<u>70,543</u>	<u>67,957</u>

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Unaudited condensed consolidated statement of financial position as at 31 March 2024 (continued)

	Unaudited As at 31 March 2024 RM'000	Audited As at 31 December 2023 RM'000
Liabilities		
Deferred tax liabilities	2,776	2,786
Loans and borrowings	22,040	15,043
Lease liabilities	17,925	12,042
Total non-current liabilities	<u>42,741</u>	<u>29,871</u>
Loans and borrowings	4,519	3,135
Lease liabilities	3,130	2,873
Trade and other payables	14,246	15,409
Current tax liabilities	93	494
Total current liabilities	<u>21,988</u>	<u>21,911</u>
Total liabilities	<u>64,729</u>	<u>51,782</u>
Total equity and liabilities	<u>135,272</u>	<u>119,739</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.12 ⁽²⁾</u>	<u>0.12 ⁽²⁾</u>

⁽¹⁾ Investment in financial assets represents investment in the Affin Hwang Aiman Money Market Fund with a redemption notice of only one (1) business day.

⁽²⁾ Net assets per share attributable to owners of the Company is calculated based on the share capital of 540,303,750 shares.

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.

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Unaudited condensed consolidated statement of profit or loss and other comprehensive income for the first quarter ended 31 March 2024

	Unaudited Individual/Cumulative quarter ended 31 March	
	2024 RM'000	2023 RM'000
Revenue	28,215	26,091
Other income	36	37
Inventories and consumables	(5,795)	(5,610)
Staff costs	(11,516)	(10,587)
Depreciation expenses	(2,754)	(2,231)
Other expenses	(3,202)	(2,711)
Results from operating activities	4,984	4,989
Finance income	17	23
Finance costs	(541)	(363)
Profit before tax	4,460	4,649
Tax expense	(1,136)	(1,334)
Profit and total comprehensive income for the financial period	3,324	3,315
Profit and total comprehensive income attributable to:		
Owners of the Company	3,014	3,051
Non-controlling interests	310	264
Profit and total comprehensive income for the financial period	3,324	3,315
Earnings per ordinary share (sen) ⁽¹⁾		
- Basic earnings per ordinary share (sen)	0.55	0.57
- Diluted earnings per ordinary share (sen)	0.55	0.54

⁽¹⁾ Earnings per ordinary share is calculated based on the weighted average number of ordinary shares referred to in Note B9.

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 31 December 2023 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.

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Unaudited condensed consolidated statement of changes in equity for the first quarter ended 31 March 2024

	← Attributable to owners of the Company →			Retained earnings RM'000	Total RM'000	Non-controlling interests RM'000	Total equity RM'000
	← Non-distributable →						
	Share capital RM'000	Translation reserve RM'000	Other reserves RM'000 ⁽¹⁾				
Unaudited							
At 1 January 2023	39,072	-	(17,486)	36,534	58,120	3,867	61,987
Dividends to owners of the Company	-	-	-	(6,480)	(6,480)	-	(6,480)
Dividends to non-controlling interests	-	-	-	-	-	(510)	(510)
Profit and total comprehensive income for the financial period	-	-	-	3,051	3,051	264	3,315
At 31 March 2023	39,072	-	(17,486)	33,105	54,691	3,621	58,312
At 1 January 2024	41,053	(2)	(17,486)	39,453	63,018	4,939	67,957
Dividends to non-controlling interests	-	-	-	-	-	(670)	(670)
Foreign currency translation differences for foreign operations	-	3	-	-	3	-	3
Profit and total comprehensive income for the financial period	-	-	-	3,014	3,014	310	3,324
Others	-	-	-	(47)	(47)	(24)	(71)
At 31 March 2024	41,053	1	(17,486)	42,420	65,988	4,555	70,543

⁽¹⁾ This consists of business combination reserve of RM686,000 and restructuring reserve of RM16,800,000 arose from the restructuring exercise.

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.

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Unaudited condensed consolidated statement of cash flows for the first quarter ended 31 March 2024

	Unaudited Individual/Cumulative quarter ended 31 March	
	2024 RM'000	2023 RM'000
Cash flows from operating activities		
Profit before tax	4,460	4,649
<i>Adjustments for:</i>		
Finance income	(17)	(23)
Finance costs	541	363
Depreciation of property, plant and equipment	1,924	1,711
Depreciation of right-of-use assets	830	525
Fair value gain on investment in financial assets	(19)	(34)
	<hr/>	<hr/>
Operating profit before working capital changes	7,719	7,191
Changes in working capital:		
Inventories	(1,957)	(444)
Trade and other receivables	305	463
Prepayments	(988)	(297)
Trade and other payables	3,523	1,122
	<hr/>	<hr/>
Cash generated from operations	8,602	8,035
Interest received	12	18
Interest paid	(280)	(132)
Tax paid	(1,509)	(1,477)
	<hr/>	<hr/>
Net cash from operating activities	<hr/> 6,825	<hr/> 6,444
Cash flows from investing activities		
Acquisition of property, plant and equipment	(9,851)	(2,546)
Change in pledged deposits	(5)	(5)
Net redemption from investment in financial assets	1,801	4,004
Others	(71)	-
	<hr/>	<hr/>
Net cash (used in)/from investing activities	<hr/> (8,126)	<hr/> 1,453

Unaudited condensed consolidated statement of cash flows for the first quarter ended 31 March 2024 (continued)

	Unaudited Individual/Cumulative quarter ended 31 March	
	2024 RM'000	2023 RM'000
Cash flows from financing activities		
Dividends paid to non-controlling interests	(670)	(510)
Dividends to owners of the Company	-	(6,480)
Interest paid	(261)	(231)
Repayment of hire purchase liabilities	(774)	(973)
Repayment of term loans	(122)	(119)
Payment of lease liabilities	(630)	(517)
Net cash used in financing activities	<u>(2,457)</u>	<u>(8,830)</u>
Net decrease in cash and cash equivalents	(3,758)	(933)
Effect of exchange rate fluctuations on translation reserve	3	-
Cash and cash equivalents at the beginning of financial period	<u>16,156</u>	<u>18,202</u>
Cash and cash equivalents at the end of financial period	<u>12,401</u>	<u>17,269</u>

(i) Cash and cash equivalents

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following consolidated statement of financial position amounts:

	Unaudited Cumulative quarter ended 31 March	
	2024 RM'000	2023 RM'000
Cash and cash equivalents	13,534	17,269
Pledged deposits	<u>(1,133)</u>	<u>-</u>
	<u>12,401</u>	<u>17,269</u>

Unaudited condensed consolidated statement of cash flows for the first quarter ended 31 March 2024 (continued)

(ii) Acquisition of property, plant and equipment

During the financial period, the Group acquired property, plant and equipment as follows:

	Unaudited Individual/Cumulative quarter ended 31 March	
	2024 RM'000	2023 RM'000
Paid in cash	5,165	1,810
Property, plant and equipment purchased using hire purchase arrangement/loan	9,277	-
	<u>14,442</u>	<u>1,810</u>

During the financial period, the Group paid the remaining outstanding amounts in relation to property, plant and equipment acquired in the previous financial year of RM4,686,000 (2023: RM736,000).

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Unaudited condensed consolidated statement of cash flows for the first quarter ended 31 March 2024 (continued)

(iii) Reconciliation of movements of liabilities to cash flows arising from financing activities

	At 1.1.2023 RM'000	Payments RM'000	Unaudited Acquisition of new lease RM'000	Remeasurement RM'000	At 31.3.2023 RM'000
Term loans	7,726	(119)	-	-	7,607
Hire purchase liabilities	9,485	(973)	-	-	8,512
Lease liabilities	8,925	(517)	627	88	9,123
	<u>26,136</u>	<u>(1,609)</u>	<u>627</u>	<u>88</u>	<u>25,242</u>

	At 1.1.2024 RM'000	Payments RM'000	Unaudited Acquisition of new lease RM'000	Remeasurement RM'000	At 31.3.2024 RM'000
Term loans	7,383	(122)	8,500	-	15,761
Hire purchase liabilities	10,795	(774)	777	-	10,798
Lease liabilities	14,915	(630)	6,770	-	21,055
	<u>33,093</u>	<u>(1,526)</u>	<u>16,047</u>	<u>-</u>	<u>47,614</u>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the condensed consolidated interim financial report.

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orporated in Malaysia)

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of preparation

The condensed consolidated interim financial report is unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 *Interim Financial Reporting* and Rule 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

The condensed consolidated interim financial report should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the condensed consolidated interim financial report. The explanatory notes attached to the condensed consolidated interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

A2. Significant accounting policies

Except as described below, the same accounting policies and methods of computation are followed in this condensed consolidated interim financial report as compared with the audited financial statements for the financial year ended 31 December 2023.

As of 1 January 2024, the Group has adopted the following amendments to MFRSs which are effective for annual periods beginning on or after 1 January 2024.

- Amendments to MFRS 16, *Leases – Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101, *Presentation of Financial Statements – Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 107, *Statement of Cash Flows and MFRS 7, Financial Instruments: Disclosures – Supplier Finance Arrangements*

The adoption of the above pronouncements did not have any material impact to the condensed consolidated interim financial report of the Group.

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A3. Auditors' report

There was no qualified audit report issued by the auditors in the audited financial statements for the financial year ended 31 December 2023.

A4. Seasonal or cyclical factors

The nature of the Group's business was not subject to any significant seasonal and cyclical factors.

A5. Exceptional items

There were no material exceptional items during the current financial quarter under review.

A6. Material changes in accounting estimates

There were no material changes in accounting estimates for the current financial quarter under review.

A7. Material events subsequent to the statement of financial position date

There were no material events subsequent to the end of the current financial quarter under review that have not been reflected in the condensed consolidated interim financial report.

A8. Material changes in the composition of the Group

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

A9. Capital commitments

Outstanding capital commitments in respect of capital expenditure at financial position date not provided for at the end of each reporting period are as follows:

	Unaudited As at 31 March 2024 RM'000	Audited As at 31 December 2023 RM'000
Capital expenditure commitments		
Property, plant and equipment		
<i>Authorised and contracted for</i>	<u>5,430</u>	<u>3,774</u>

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A10. Debt and equity securities

There were no other issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial quarter under review, except as disclosed in Note B6.

A11. Dividends paid

There were no dividends paid during the current financial quarter under review.

A12. Operating segments

The Group does not have the reportable segments, as the services are managed indistinctly because they require the similar technology and marketing strategies. The internal management reports consist of performance from respective entities and classified as North, Central, South and East Malaysia. The Group's Chief Executive Officer reviews internal management reports at least on a quarterly basis. The following summary describes the geographical segments results:

Geographical segments

In presenting information on the basis of geographical segments, segment revenue is based on geographical location of customers.

	Unaudited Individual/Cumulative Quarter ended 31 March	
	2024	2023
	RM'000	RM'000
Revenue		
North Malaysia	4,650	4,625
Central Malaysia	17,502	15,145
South Malaysia	5,130	5,428
East Malaysia	933	893
	28,215	26,091

A13. Valuations of property, plant and equipment

Property, plant and equipment except for freehold land are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Freehold land is stated at cost less accumulated impairment losses, if any.

A14. Contingencies

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

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A15. Investment in financial assets

The investment in financial assets relates to the investment in short-term money market instruments.

A16. Related party transactions

Identity of related parties

For the purposes of this condensed consolidated interim financial report, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or jointly control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the parties are subject to common control. Related parties may be individuals or other entities.

Related parties also include key management personnel defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly and entity that provides key management personnel services to the Group. The key management personnel include all the Directors and certain members of senior management of the Group.

The Group has related party relationship with a Director and companies in which a Director has financial interest.

Significant related party transactions

Significant related party transactions of the Group are as follows:

	Unaudited Individual/Cumulative quarter ended 31 March	
	2024 RM'000	2023 RM'000
Transactions		
A. Directors		
Lease payments	29	29
	<u>29</u>	<u>29</u>
B. Companies in which Director have financial interests		
Lease payments	232	194
Sales of inventories	(1)	(6)
Service fees receivable	-	(4)
	<u>-</u>	<u>(4)</u>

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A17. Fair value information

The carrying amounts of cash and cash equivalents, short-term receivables and payables reasonably approximate their fair values due to the relatively short-term nature of these financial instruments.

The table below analyses other financial instruments at fair value.

	Fair value of financial instruments carried at fair value Level 1 RM'000	Fair value of financial instruments not carried at fair value Level 3 RM'000	Total fair value RM'000	Carrying amount RM'000
Unaudited				
31.03.2024				
Financial assets				
Investment in financial assets	1,256	-	1,256	1,256
Financial liabilities				
Term loans	-	(16,864)	(16,864)	(15,761)
Hire purchase liabilities	-	(11,747)	(11,747)	(10,798)
	-	(28,611)	(28,611)	(26,559)
Audited				
31.12.2023				
Financial assets				
Investment in financial assets	3,033	-	3,033	3,033
Financial liabilities				
Term loans	-	(7,903)	(7,903)	(7,383)
Hire purchase liabilities	-	(11,744)	(11,744)	(10,795)
	-	(19,647)	(19,647)	(18,178)

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A17. Fair value information (continued)

Policy on transfer between levels

The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

Level 1 fair value

Level 1 fair value is derived from quoted price (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 3 fair value

Level 3 fair value is estimated using unobservable inputs for the financial assets and liabilities.

The following table shows the valuation techniques used in the determination of fair values within Level 3, as well as the key unobservable inputs used in the valuation models.

Type	Description of valuation technique and inputs used
Term loans and hire purchase liabilities	Discounted cash flows using a rate based on the current market rate of borrowing of the respective entities at the reporting date.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of financial performance

(a) Highlight on Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

Current financial quarter against corresponding financial quarter

	Unaudited Individual quarter ended 31 March		Variance %
	2024 RM'000	2023 RM'000	
Revenue	28,215	26,091	8.14
Profit before tax ("PBT")	4,460	4,649	(4.07)

The Group reported revenue of RM28.22 million for the current financial quarter under review. This represents an increase in revenue of approximately 8.14% against the corresponding financial quarter of RM26.09 million.

The increase in revenue is mainly due to the effective marketing effort from ongoing promotions through online platforms and contribution from newly set up satellite clinics/centre.

The decrease in profit before tax comparing to previous quarter is mainly due to increase in operating cost where additional staffs (ie doctors, nurse, optometrist and supporting staff) hired in advance for the upcoming expansion of new ambulatory care centres and satellite clinics/centres at the new location. Hence, staffs will be well trained in our existing centres before transferring them to the upcoming new ambulatory care centres and satellite clinics/centres.

Besides, the Group has incurred pre-operation costs (i.e., consultancy and professional costs) in the Cambodia ambulatory care centre.

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B1. Review of financial performance (continued)

(a) Highlight on Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (continued)

Current financial quarter against corresponding financial quarter (continued)

In terms of geographical segmentation (as tabulated below), the Group recorded an increase in revenue for all geographical segments except South Malaysia.

	Unaudited Individual quarter ended 31 March		Variance %
	2024 RM'000	2023 RM'000	
Revenue			
North Malaysia	4,650	4,625	0.54
Central Malaysia	17,502	15,145	15.56
South Malaysia	5,130	5,428	(5.49)
East Malaysia	933	893	4.48
	<u>28,215</u>	<u>26,091</u>	8.14

The increase in revenue is mainly due to the effective marketing effort from ongoing promotions through online platforms and contribution from newly set up satellite clinics/centre.

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B2. Variation of results against immediate preceding financial quarter

	Unaudited		Variance %
	Individual quarter ended		
	31 March 2024 RM'000	31 December 2023 RM'000	
Revenue	28,215	31,417	(10.19)
PBT	4,460	5,292	(15.72)

The Group's revenue decreased by 10.19% from RM31.42 million to RM28.22 million.

The decrease in revenue can primarily attributed to the initial phase of the year and coupled with festive season such as Chinese New Year as people tend to do surgery after the festive season.

The Group's PBT decreased by RM0.83 million mainly due to the decrease in revenue in the current financial quarter under review.

B3. Commentary on prospects

The inflationary pressure due to rising food and energy prices, and disrupted supply chains following the Russia-Ukraine war remain threats to both the local and global economy.

Nonetheless, the outlook for the healthcare industry remains robust which is in line with the Government's agenda. This is driven by the increase in demand and awareness from both local and foreign patients that are more health conscious. Nonetheless, the Group will continue to optimize its operational costs and seek strategic locations across Malaysia to set up more ambulatory care centres/satellite clinics to support its growth.

In May 2024, the Group's Cambodia branch opened its doors after acquiring all the necessary licenses, and the Group's first aesthetic clinic started its operations in May 2024 as well, after obtaining the clinic license. Both will begin contributing to the Group from June 2024 onwards.

Accordingly, the Board of Directors is cautiously optimistic that the Group's prospects for the financial year ending on 31 December 2024 will remain favourable.

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B4. Profit forecast

Not applicable as the Group does not publish any profit forecast.

B5. Tax expense

Tax expense comprises the following:

	Unaudited Individual/Cumulative quarter ended 31 March	
	2024 RM'000	2023 RM'000
<i>Recognised in profit or loss</i>		
Current tax expense		
Current financial period	1,113	1,368
Deferred tax expense		
Current financial period	23	(34)
	<u>1,136</u>	<u>1,334</u>
Effective tax rate	25.47%	28.69%

The overall effective tax rates of 25.47% for individual and cumulative quarter ended 31 March 2024 were higher than the statutory tax rate of 24% due to the non-deductible expenses incurred.

Income tax expense in the form of provision is recognised based on management's estimate.

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B6. Loans and borrowings

Particulars of the Group's loans and borrowings are as follows:

	Note	Unaudited As at 31 March 2024 RM'000	Audited As at 31 December 2023 RM'000
Non-current			
Term loans – secured		13,806	6,813
Hire purchase liabilities	B6.1	8,234	8,230
		<u>22,040</u>	<u>15,043</u>
Current			
Term loans – secured		1,955	570
Hire purchase liabilities	B6.1	2,564	2,565
		<u>4,519</u>	<u>3,135</u>
		<u>26,559</u>	<u>18,178</u>

B6.1 Hire purchase liabilities

Hire purchase liabilities are payable as follows:

	Future minimum lease payments RM'000	Interest RM'000	Present value of minimum lease payments RM'000
Unaudited 31.3.2024			
Less than one year	3,109	545	2,564
Between one to five years	9,072	838	8,234
	<u>12,181</u>	<u>1,383</u>	<u>10,798</u>
Audited 31.12.2023			
Less than one year	3,110	545	2,565
Between one to five years	9,068	838	8,230
	<u>12,178</u>	<u>1,383</u>	<u>10,795</u>

B7. Material litigation

There are no material litigations as at the date of this report.

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B8. Dividends

The Board of Directors does not recommend any dividend for the current financial quarter under review.

B9. Earnings per ordinary share

The calculation of earnings per ordinary share at 31 March 2024 and 2023, was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding calculated as follows:

	Unaudited Individual/Cumulative quarter ended 31 March	
	2024	2023
Profit for the financial period attributable to owners of the Company (RM'000)	<u>3,014</u>	<u>3,051</u>
Basic earnings per ordinary share attributable to owners of the Company		
Weighted average number of ordinary shares ('000)	<u>543,304</u>	<u>540,003</u>
Basic earnings per ordinary shares (sen) ('000)	<u>0.55</u>	<u>0.57</u>
Diluted earnings per ordinary share attributable to owners of the Company		
Based on weighted average number of ordinary shares ('000)	543,304	540,003
Effective of dilution arising from conversion of all bonus warrants	<u>2,388</u>	<u>27,726</u>
Adjusted weighted average number of ordinary shares ('000)	<u>545,693</u>	<u>567,729</u>
Diluted earnings per ordinary share (sen) ('000)	<u>0.55</u>	<u>0.54</u>

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B10. Trade and other receivables

	Unaudited As at 31 March 2024 RM'000	Audited As at 31 December 2023 RM'000
Current Trade		
Trade receivables	992	1,471
Non-trade		
Other receivables	438	236
Deposits	1,449	1,477
	<u>1,887</u>	<u>1,713</u>
	<u>2,879</u>	<u>3,184</u>

(a) Ageing analysis of trade receivables

	Unaudited As at 31 March 2024 RM'000	Audited As at 31 December 2023 RM'000
Current (not past due)	572	1,043
1 – 30 days past due	-	8
More than 120 days past due	420	420
	<u>992</u>	<u>1,471</u>

Trade receivables that are past due have not been impaired as payments have been substantially received from these debtors subsequent to period end.

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B11. Profit before tax

	Note	Unaudited Individual/Cumulative quarter ended 31 March	
		2024 RM'000	2023 RM'000
Material expenses/ (income)			
Depreciation expenses			
- property, plant and equipment		1,924	1,711
- right-of-use assets		830	525
Fair value gain on investment in financial assets		(19)	(34)
Finance income			
- investment in financial assets		(5)	(5)
- cash and cash equivalents		(12)	(18)
Finance costs			
- overdraft		14	-
- term loans		95	84
- hire purchase liabilities		166	147
- lease liabilities		266	132
		<hr/>	<hr/>
Expenses arising from leases			
Expenses relating to short-term leases	(i)	9	19
Expenses relating to leases of low- value assets	(ii)	9	9
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- (i) The Group leases operation equipment and office spaces with contract terms of less than 1 year. These leases are short-term in nature and the Group has elected not to recognise right-of-use assets and lease liabilities for these leases.
- (ii) The Group leases various office equipment with contract terms of 2 to 5 years. These leases are low-value in nature and the Group has elected not to recognise right-of-use assets and lease liabilities for these leases.

The Group did not report any other income including investment income, provision for and write off of receivables, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, foreign exchange gain or loss and gain or loss on derivatives.