



MOBILIA HOLDINGS BERHAD

Registration No. 202001004249 (1360569-P)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE
FIRST (1ST) QUARTER ENDED 31 MARCH 2024**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾

	Individual Quarter		Cumulative Quarter	
	Unaudited Current Year Quarter 31.03.2024 RM'000	Unaudited Preceding Year Corresponding Quarter 31.03.2023 RM'000	Unaudited Current Year To Date 31.03.2024 RM'000	Unaudited Preceding Year To Date 31.03.2023 RM'000
Revenue	24,626	16,161	24,626	16,161
Operating expenses	(21,251)	(14,470)	(21,251)	(14,470)
Other income	967	63	967	63
Finance Costs	(316)	(314)	(316)	(314)
Profit before tax	4,026	1,440	4,026	1,440
Tax expense	(962)	(362)	(962)	(362)
Profit after tax	3,064	1,078	3,064	1,078
Other comprehensive income	-	-	-	-
Total comprehensive income	3,064	1,078	3,064	1,078
Profit after tax attributable to:				
- Owners of the Company	3,064	1,078	3,064	1,078
- Non-controlling interest	-	-	-	-
	3,064	1,078	3,064	1,078
Total comprehensive income attributable to:				
- Owners of the Company	3,064	1,078	3,064	1,078
- Non-controlling interest	-	-	-	-
	3,064	1,078	3,064	1,078
Attributable to equity holders of the company:				
- Basic earnings per share (sen) ⁽²⁾	0.44	0.15	0.44	0.15
- Diluted earnings per share (sen) ⁽³⁾	0.44	0.15	0.44	0.15

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
- (2) Basic earnings per share is calculated based on the Company's weighted average number of ordinary shares at the end of the reporting period. (2024: 699,999,992 shares; 2023: 699,999,992 shares)
- (3) The diluted earnings per share is the same as basic earnings per share as the potential conversion of the Company's existing warrants is anti-dilutive. The potential conversion is anti-dilutive as the warrant's exercise price is higher than the average market price of the Company's ordinary shares.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2024UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION ⁽¹⁾

	Unaudited As at 31.03.2024 RM'000	Audited As at 31.12.2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	60,046	60,215
	60,046	60,215
Current assets		
Inventories	15,741	14,648
Trade receivables	9,588	8,623
Other receivables, deposits and prepayments	3,548	3,011
Short-term investments	9,212	4,666
Current tax assets	-	110
Fixed deposits with a licensed banks	7,965	7,890
Cash and bank balances	9,905	15,718
	55,959	54,666
TOTAL ASSETS	116,005	114,881
EQUITY AND LIABILITIES		
Equity		
Share capital	36,696	36,696
Re-organisation reserve	(22,496)	(22,496)
Retained profits	58,723	55,659
TOTAL EQUITY	72,923	69,859
Non-current liabilities		
Borrowings	21,979	22,717
Deferred tax liabilities	3,019	3,019
	24,998	25,736
Current liabilities		
Trade payables	6,091	5,809
Other payables and accruals	4,792	6,642
Borrowings	6,756	6,835
Current tax liabilities	445	-
	18,084	19,286
TOTAL LIABILITIES	43,082	45,022
TOTAL EQUITY AND LIABILITIES	116,005	114,881
Net assets per ordinary share (RM) ⁽²⁾	0.10	0.10

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to this interim report.
- (2) Net assets per ordinary share is calculated based on the Company's weighted average number of ordinary shares at the end of the reporting year. (2024: 699,999,992 shares; 2023: 699,999,992 shares)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY ⁽¹⁾

	Share Capital RM'000	<u>Non-distributable</u> Re-organisation Reserve RM'000	<u>Distributable</u> Retained Profits RM'000	Total Equity RM'000
Unaudited				
Balance as at 1 January 2023	36,696	(22,496)	47,431	61,631
Profit after tax and total comprehensive income for the financial period	-	-	1,078	1,078
Balance as at 31 March 2023	<u>36,696</u>	<u>(22,496)</u>	<u>48,509</u>	<u>62,709</u>
Unaudited				
Balance as at 1 January 2024	36,696	(22,496)	55,659	69,859
Profit after tax and total comprehensive income for the financial period	-	-	3,064	3,064
Balance as at 31 March 2024	<u>36,696</u>	<u>(22,496)</u>	<u>58,723</u>	<u>72,923</u>

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2024UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS ⁽¹⁾

	Unaudited Current Year To Date 31.03.2024 RM'000	Unaudited Preceding Corresponding Year To Date 31.03.2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	4,026	1,440
Adjustments for:		
Depreciation of property, plant and equipment	742	752
Gain on disposal of property, plant and equipment	-	(67)
Property, plant and equipment written off	3	-
Unrealised (gain)/loss on foreign exchange	(275)	68
Interest expenses	312	311
Interest income	(143)	(101)
Operating profit before working capital changes	4,665	2,403
Inventories	(1,093)	1,477
Trade receivables	(965)	711
Other receivables, deposits and prepayments	(537)	263
Trade payables	282	(278)
Other payables and accruals	(1,850)	(2,087)
CASH FROM OPERATIONS	502	2,489
Interest received	143	101
Tax paid	(407)	(954)
NET CASH FROM OPERATING ACTIVITIES	238	1,636
CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(576)	(27)
Proceeds from disposal of property, plant and equipment	-	67
NET CASH (FOR)/FROM INVESTING ACTIVITIES	(576)	40
CASH FLOWS FOR FINANCING ACTIVITIES		
Drawdown of bankers' acceptances	2,967	2,088
Interest paid	(312)	(311)
Repayment of bankers' acceptances	(2,979)	(3,322)
Repayment of hire purchase payables	(215)	(228)
Repayment of term loans	(590)	(602)
NET CASH FOR FINANCING ACTIVITIES	(1,129)	(2,375)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,467)	(699)
EFFECTS OF FOREIGN EXCHANGE TRANSLATION	275	(68)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	27,624	20,758
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	26,432	19,991
Cash and cash equivalents at end of the financial period comprises:		
Cash and bank balances	9,905	9,401
Fixed deposits with a licensed bank	7,965	7,672
Short-term investments	9,212	3,568
	27,082	20,641
Less: Fixed deposits pledged with licensed bank	(650)	(650)
	26,432	19,991

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED
31 MARCH 2024

**PART A – EXPLNATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING
STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**

A1 Basis of Preparation

The interim financial report of Mobilia Holdings Berhad (“**Mobilia**” or the “**Company**”) and its subsidiaries (the “**Group**”) are unaudited and have been prepared in accordance with MFRS 134: “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The 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 this interim financial report.

A2 Significant Accounting Policies

The significant accounting policies and presentation adopted for the interim financial statements are consistent with those adopted as disclosed in the Group’s annual audited financial statements for the year ended 31 December 2023.

The Group has not applied in advance the following accounting standards and/or interpretation (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the financial year ended 31 December 2023:

MFRSs and/or IC Interpretations (Including the Consequential Amendments)	Effective Date
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
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 Arrangements	1 January 2024
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025

A3 Auditors’ Report of Preceding Annual Financial Statements

The audited financial statements for the financial year ended 31 December 2023 were not subject to any qualification.

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31 MARCH 2024**

A4 Seasonal or Cyclical Factors

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

A5 Unusual Items

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

A6 Material Changes in Accounting Estimates

There were no material changes in estimates amount that have a material effect for the current financial quarter under review.

A7 Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter under review.

A8 Dividend Paid

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

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31 MARCH 2024**

A9 Segmental Reporting

The Group is principally involved in designing, manufacturing and sales of home furniture products.

No product and services segment information is presented as the Group's revenue, profit or loss are mainly confined to a single operating segment, namely furniture manufacturing.

Segment assets is not presented, as all non-current assets are located in Malaysia.

Segment revenue is presented based on the geographical location of the customers.

	Individual Quarter		Cumulative Quarter	
	Unaudited 31.03.2024	Unaudited 31.03.2023	Unaudited 31.03.2024	Unaudited 31.03.2023
	RM'000	RM'000	RM'000	RM'000
Asia (including Malaysia)	13,488	9,578	13,488	9,578
America	7,900	5,269	7,900	5,269
Europe	2,834	1,266	2,834	1,266
Africa	326	-	326	-
Australasia	78	48	78	48
Total	24,626	16,161	24,626	16,161

A10 Valuation of Property, Plant and Equipment

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

A11 Capital Commitments

The material capital commitments of the Group as at 31 March 2024 was as follows:

	Unaudited As at 31.03.2024 RM'000
Contracted but not provided for	
Renovation of showroom	302
Purchase of machinery	50
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A12 Material Subsequent Event

There are no material events subsequent to the end of the current financial period that have not been reflected in the interim financial reports for the said period as at the date of this report.

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31 MARCH 2024**

A13 Changes in the Composition of the Group

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

A14 Contingent Assets or Contingent Liabilities

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

A15 Significant Related Party Transactions

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

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31 MARCH 2024**
**PART B – EXPLNATORY NOTES PERSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
B1 Group Performance Review
Results for current quarter and financial year-to-date

	<u>Individual Quarter</u>				<u>Cumulative Quarter</u>			
	Unaudited Current Year Quarter 31.03.2024 RM'000	Unaudited Preceding Year Corresponding Quarter 31.03.2023 RM'000	Changes		Unaudited Current Year To Date 31.03.2024 RM'000	Unaudited Preceding Year Corresponding Year To Date 31.03.2023 RM'000	Changes	
			RM'000	%			RM'000	%
Revenue	24,626	16,161	8,465	52.38	24,626	16,161	8,465	52.38
Profit before tax	4,026	1,440	2,586	179.58	4,026	1,440	2,586	179.58

The Group's revenue for the current financial quarter ended 31 March 2024 increased by approximately RM8.47 million or 52.38% to approximately RM24.63 million as compared to RM16.16 million in the preceding year corresponding quarter ended 31 March 2023. The increase was mainly due to higher sales volume from Asia (including Malaysia) and America in the current financial quarter under review.

The Group's profit before tax for the current financial quarter ended 31 March 2024 increased by approximately RM2.59 million or 179.58% from RM1.44 million in the preceding year corresponding quarter ended 31 March 2023 to RM4.03 million. The increase in profit before tax was mainly attributable to higher sales revenue and the strengthening of the USD against the RM, as the majority of the Group's sales are denominated in USD.

B2 Comparison with Immediate Preceding Quarter Results

	<u>Individual Quarter</u>		<u>Changes</u>	
	Unaudited Current Quarter 31.03.2024 RM'000	Unaudited Preceding Quarter 31.12.2023 RM'000	RM'000	%
Revenue	24,626	26,533	(1,907)	(7.19)
Profit before tax	4,026	4,049	(23)	(0.57)

The Group's revenue for the current financial quarter ended 31 March 2024 decreased by approximately RM1.91 million or 7.19% to approximately RM24.63 million as compared to RM26.53 million in the preceding financial quarter ended 30 December 2023. The decrease was mainly due to lower sales volume in the American market.

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31 MARCH 2024**

The Group's profit before tax for the current financial quarter ended 31 March 2024 decreased slightly by approximately RM0.02 million or 0.57% to RM4.03 million as compared to RM4.05 million in the preceding financial quarter ended 30 December 2023. The decrease in profit before tax was mainly attributable to the lower sales revenue contribution in the current financial quarter under review.

B3 Prospects

The Group will emphasize continuous enhancement of operational efficiency to increase competitiveness among global furniture players. This includes implementing a transformation program focused on increasing production efficiency and enhancing product quality. Additionally, ongoing production automation efforts will further improve product precision.

In tandem, the Group will expand its market reach through participation in international trade fairs, overseas sales visits, and development of new products to attract and retain customers, thereby securing new sales orders.

Considering the prevailing global economic uncertainties, the Group is proactively planning and implementing measures to mitigate risks and challenges, while closely monitoring business performance.

Barring any unforeseen circumstances, the group holds a cautiously optimistic outlook for its financial performance in 2024.

B4 Variance of Actual Profit from Forecast Profit

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

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED
31 MARCH 2024**
B5 Tax Expense

	Individual Quarter		Cumulative Quarter	
	Unaudited 31.03.2024 RM'000	Unaudited 31.03.2023 RM'000	Unaudited 31.03.2024 RM'000	Unaudited 31.03.2023 RM'000
Current tax expense:				
Current financial period	962	362	962	362
Total tax expense	<u>962</u>	<u>362</u>	<u>962</u>	<u>362</u>
Effective tax rate ⁽¹⁾	23.89%	25.14%	23.89%	25.14%

Note:

- (1) The Group's effective tax rate for the current financial quarter and financial year-to-date are lower than statutory tax rate of 24%.

B6 Status of Corporate Proposals

Save as disclosed below, there are no other corporate proposal announced but not implemented as at the date of this report.

Hong Leong Investment Bank Berhad ("**HLIB**") had on 7 May 2024 announced, on behalf of Mobilia, that the Company proposes to undertake a free warrants issue of up to 218,749,782 free warrants B in the Company ("**Warrants B**") on the basis of 1 Warrant B for every 4 existing ordinary shares in Mobilia held by the entitled shareholders of the Company whose names appear in the Record of Depositors of the Company on an entitlement date to be determined and announced later ("**Proposed Free Warrants Issue**").

On 9 May 2024, HLIB has, on behalf of the Board submitted the listing application in relation to the Proposed Free Warrants Issue to Bursa Securities.

On 23 May 2024, HLIB has, on behalf of the Board announced that Bursa Securities had, vide its letter dated 23 May 2024, approved the Proposed Free Warrants Issue.

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31 MARCH 2024**

B7 Group's Borrowings and Debt Securities

The Group's borrowings are as follows:

	Unaudited As At 31.03.2024 RM'000	Unaudited As At 31.03.2023 RM'000
Non-current (secured):		
Hire purchase payables	708	1,014
Term loans	21,271	22,904
	<u>21,979</u>	<u>23,918</u>
Current (secured):		
Trade bills	2,968	2,088
Hire purchase payables	496	906
Term loans	3,292	3,228
	<u>6,756</u>	<u>6,222</u>
Total borrowings	<u>28,735</u>	<u>30,140</u>

B8 Material Litigation

There were no material litigation involving the Group as at 31 March 2024.

B9 Earnings Per Share

The basic and diluted earnings per share for the current financial quarter and financial year to date are computed as follows:

		<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
		<u>Unaudited 31.03.2024 RM'000</u>	<u>Unaudited 31.03.2023 RM'000</u>	<u>Unaudited 31.03.2024 RM'000</u>	<u>Unaudited 31.03.2023 RM'000</u>
Profit after tax attributable to owners of the Company	(RM)	3,064	1,078	3,064	1,078
Weighted average number of ordinary shares ('000)	(shares)	700,000	700,000	700,000	700,000
Basic earnings per share ⁽¹⁾	(sen)	0.44	0.15	0.44	0.15
Diluted earnings per share ⁽²⁾	(sen)	0.44	0.15	0.44	0.15

Notes:

- (1) Basic earnings per share is calculated based on the Company's weighted average number of ordinary shares at the end of the reporting period.
- (2) The diluted earnings per share is the same as basic earnings per share as the potential conversion of the Company's existing warrants is anti-dilutive. The potential conversion is anti-dilutive as the warrant's exercise price is higher than the average market price of the Company's ordinary shares.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED
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B10 Notes to the Statement of Profit or Loss and Other Comprehensive Income

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

	Unaudited Current Quarter 31.03.2024 RM'000	Unaudited Current Year To Date 31.03.2024 RM'000
Fair value gain on financial assets measured at fair value	(46)	(46)
Interest income	(143)	(143)
Realised gain on foreign exchange	(345)	(345)
Unrealised gain on foreign exchange	(275)	(275)
Depreciation of property, plant and equipment	742	742
Interest expenses	312	312
Property, plant and equipment written off	3	3

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

B11 Proposed Dividends

On 29 May 2024, the Board of Directors declared a first interim single tier dividend of 0.5 sen per ordinary share in respect of financial year ending 31 December 2024 to all holders of ordinary shares whose names appear in Record of Depositors at the close of business on 12 July 2024 and subsequently paid on 30 July 2024.

BY ORDER OF THE BOARD

MOBILIA HOLDINGS BERHAD

29 MAY 2024