



# **VOLCANO BERHAD**

Registration No: 201801004790 (1266804-D)  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

# VOLCANO BERHAD

(Incorporated in Malaysia)

Registration No: 201801004790 (1266804-D)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2024

|  | Individual Quarter                                       |   | Cumulative Period   |  |
|--|--|---|---|--|
|  | Current<br>Quarter<br>30.9.2024<br>(Unaudited)<br>RM'000 | Corresponding<br>Preceding<br>Quarter<br>30.9.2023<br>(Unaudited)<br>RM'000 | Current<br>Year-To-<br>Date<br>30.9.2024<br>(Unaudited)<br>RM'000 | Corresponding<br>Preceding<br>Year-To-<br>Date<br>30.9.2023<br>(Unaudited)<br>RM'000 |
| Revenue                                  | 19,096   | 19,212  | 19,096  | 19,212   |
| Cost of goods sold                       | (12,627)   | (13,166)  | (12,627)  | (13,166)   |
| Gross profit                             | 6,469  | 6,046   | 6,469   | 6,046  |
| Other income                             | 158  | 685   | 158   | 685  |
| Administrative and general expenses      | (6,093)  | (4,083)   | (6,093)   | (4,083)  |
| Distribution expenses                    | (193)  | (335)   | (193)   | (335)  |
| Finance costs                            | (48)   | (10)  | (48)  | (10)   |
| Profit before tax                        | 293  | 2,303   | 293   | 2,303  |
| Tax expense                              | (195)  | (583)   | (195)   | (583)  |
| <b>Profit for the period</b>             | <b>98</b>  | <b>1,720</b>  | <b>98</b>   | <b>1,720</b>   |
| <b>Other comprehensive (loss)/income</b> |  |   |   |  |
| Exchange differences on translation      | (84)   | (685)   | (84)  | (685)  |
| <b>Total comprehensive income</b>        | <b>14</b>  | <b>1,035</b>  | <b>14</b>   | <b>1,035</b>   |
| <b>Profit attributable to:</b>           |  |   |   |  |
| Owners of the Company                    | 98   | 1,720   | 98  | 1,720  |
| Non-controlling interest                 | -  | -   | -   | -  |
| <b>Profit for the period</b>             | <b>98</b>  | <b>1,720</b>  | <b>98</b>   | <b>1,720</b>   |
| <b>Total comprehensive income</b>        |  |   |   |  |
| <b>attributable to:</b>                  |  |   |   |  |
| Owners of the Company                    | 14   | 1,035   | 14  | 1,035  |
| Non-controlling interest                 | -  | -   | -   | -  |
| <b>Total comprehensive income</b>        | <b>14</b>  | <b>1,035</b>  | <b>14</b>   | <b>1,035</b>   |
| <b>Earnings per share</b>                |  |   |   |  |
| <b>attributable to owners of</b>         |  |   |   |  |
| <b>the Company:</b>                      |  |   |   |  |
| Basic (sen)                              | 0.05   | 1.01  | 0.05  | 1.01   |
| Diluted (sen)                            | 0.05   | 1.01  | 0.05  | 1.01   |

Note :

- (1) *The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements of Volcano Berhad ("Company") and its subsidiary companies ("Group") for the financial year ended ("FYE") 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.*

# VOLCANO BERHAD

(Incorporated in Malaysia)

Registration No: 201801004790 (1266804-D)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

|   | As at<br>30.9.2024<br>(Unaudited)<br>RM'000 | As at<br>30.6.2024<br>(Audited)<br>RM'000 |
|---|---|---|
| <b>NON-CURRENT ASSETS</b>                           |   |   |
| Property, plant and equipment                       | 57,637                                      | 52,534                                    |
| Intangible assets                                   | 291   | 318                                       |
| Deferred tax assets                                 | 81  | 81  |
| <b>TOTAL NON-CURRENT ASSETS</b>                     | <u>58,009</u>                               | <u>52,933</u>                             |
| <b>CURRENT ASSETS</b>                               |   |   |
| Inventories   | 21,137                                      | 19,507                                    |
| Trade and other receivables                         | 18,081                                      | 17,794                                    |
| Prepayments   | 591   | 981                                       |
| Current tax assets                                  | 421   | 129                                       |
| Short-term investment                               | 1,877                                       | 1,861                                     |
| Cash and short-term deposits                        | 22,599                                      | 25,472                                    |
| <b>TOTAL CURRENT ASSETS</b>                         | <u>64,706</u>                               | <u>65,744</u>                             |
| <b>TOTAL ASSETS</b>                                 | <u>122,715</u>                              | <u>118,677</u>                            |
| <b>EQUITY AND LIABILITIES</b>                       |   |   |
| <b>Equity attributable to owners of the Company</b> |   |   |
| Share capital                                       | 93,643                                      | 93,643                                    |
| Other reserves                                      | (66,142)                                    | (66,058)                                  |
| Retained earnings                                   | 75,920                                      | 75,822                                    |
| <b>TOTAL EQUITY</b>                                 | <u>103,421</u>                              | <u>103,407</u>                            |
| <b>NON-CURRENT LIABILITIES</b>                      |   |   |
| Loans and borrowings                                | 7,376                                       | 3,384                                     |
| Employee benefits                                   | 269   | 250                                       |
| Deferred tax liabilities                            | 1,102                                       | 1,102                                     |
| <b>TOTAL NON-CURRENT LIABILITIES</b>                | <u>8,747</u>                                | <u>4,736</u>                              |
| <b>CURRENT LIABILITIES</b>                          |   |   |
| Trade and other payables                            | 9,276                                       | 9,160                                     |
| Loans and borrowings                                | 656   | 901                                       |
| Lease liabilities                                   | 15  | 18  |
| Current tax liabilities                             | 600   | 455                                       |
| <b>TOTAL CURRENT LIABILITIES</b>                    | <u>10,547</u>                               | <u>10,534</u>                             |
| <b>TOTAL LIABILITIES</b>                            | <u>19,294</u>                               | <u>15,270</u>                             |
| <b>TOTAL EQUITY AND LIABILITIES</b>                 | <u>122,715</u>                              | <u>118,677</u>                            |
| <b>Net assets per share (sen) (2)</b>               | 56.94                                       | 56.93                                     |

Notes :

- (1) The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the FYE 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the Company's issued share capital of 181,630,000 ordinary shares as at 30 September 2024 and 30 June 2024.

# VOLCANO BERHAD

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## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2024

|   | I---- Attributable to the owners of the Company -----I |                               |                                     |                                | Total<br>equity<br>RM'000 |
|---|--|-------------------------------|-------------------------------------|--------------------------------|---------------------------|
|   | Share<br>capital<br>RM'000                             | Exchange<br>reserve<br>RM'000 | Reorganisation<br>reserve<br>RM'000 | Retained<br>earnings<br>RM'000 |                           |
| Balance as at 1 July 2023                         | 78,750   | 2,900                         | (68,000)                            | 72,006                         | 85,656                    |
| Profit for the financial year                     | -  | -                             | -                                   | 5,231                          | 5,231                     |
| Other comprehensive loss for the financial year   | -  | (958)                         | -                                   | 74                             | (884)                     |
| Issuance of shares pursuant to private placement  | 15,133   | -                             | -                                   | -                              | 15,133                    |
| Transaction cost of share issue                   | (240)  | -                             | -                                   | -                              | (240)                     |
| Dividends paid on shares                          | -  | -                             | -                                   | (1,489)                        | (1,489)                   |
| Balance as at 30 June 2024                        | <u>93,643</u>  | <u>1,942</u>                  | <u>(68,000)</u>                     | <u>75,822</u>                  | <u>103,407</u>            |
| Balance as at 1 July 2024                         | 93,643   | 1,942                         | (68,000)                            | 75,822                         | 103,407                   |
| Profit for the financial period                   | -  | -                             | -                                   | 98                             | 98                        |
| Other comprehensive loss for the financial period | -  | (84)                          | -                                   | -                              | (84)                      |
| Balance as at 30 September 2024                   | <u>93,643</u>  | <u>1,858</u>                  | <u>(68,000)</u>                     | <u>75,920</u>                  | <u>103,421</u>            |

Note :

- (1) *The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the FYE 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.*

# VOLCANO BERHAD

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## PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

### UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2024

|   | Current<br>Year-To-Date<br>Ended 30.9.2024<br>(Unaudited)<br>RM'000 | Corresponding<br>Preceding<br>Year-To-Date<br>Ended 30.9.2023<br>(Unaudited)<br>RM'000 |
|---|---|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                         |   |  |
| Profit before tax   | 293   | 2,303  |
| Adjustments for:-   |   |  |
| Amortisation and Depreciation                                       | 1,285   | 1,143  |
| Dividend income   | (16)  | -  |
| Interest income   | (89)  | (165)  |
| Interest expense  | 48  | 10   |
| Employee benefits   | 19  | 21   |
| Gain on disposal on property, plant and equipment                   | -   | (25)   |
| Unrealised loss on foreign exchange                                 | 2,423   | 643  |
| Fair value gain on derivatives                                      | -   | (165)  |
| Operating profit before working capital changes                     | <u>3,963</u>  | <u>3,765</u>   |
| Changes in:-  |   |  |
| Inventories   | (1,630)   | 3,100  |
| Receivables   | (1,086)   | (6,070)  |
| Payables  | 32  | (1,320)  |
| Cash generated from operations                                      | <u>1,279</u>  | <u>(525)</u>   |
| Net income tax paid   | (291)   | (120)  |
| <b>Net cash from operating activities</b>                           | <b><u>988</u></b>   | <b><u>(645)</u></b>  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                         |   |  |
| Interest received   | 89  | 165  |
| Proceeds from disposal of property, plant and equipment             | -   | 59   |
| Purchase of property, plant and equipment                           | (6,355)   | (1,809)  |
| Purchase of intangible assets                                       | (1)   | (3)  |
| <b>Net cash used in investing activities</b>                        | <b><u>(6,267)</u></b>   | <b><u>(1,588)</u></b>  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                         |   |  |
| Changes in pledged deposit  | (60)  | (13)   |
| Drawdown of term loans  | 3,838   | -  |
| Interests paid  | (48)  | (10)   |
| Payment of lease liabilities  | (3)   | (19)   |
| Repayment of term loans   | (387)   | (37)   |
| Repayment of hire purchase liabilities                              | (134)   | (118)  |
| Proceeds from issuance of shares                                    | -   | 15,133   |
| <b>Net cash from financing activities</b>                           | <b><u>3,206</u></b>   | <b><u>14,936</u></b>   |
| <b>Net (decrease)/increase in cash and cash equivalents</b>         | <b>(2,073)</b>  | <b>12,703</b>  |
| Cash and cash equivalents at the beginning of financial period      | 22,914  | 14,324   |
| Effect of exchange rate changes on cash and cash equivalents        | (814)   | (198)  |
| <b>Cash and cash equivalents at the end of the financial period</b> | <b><u>20,027</u></b>  | <b><u>26,829</u></b>   |
| <b>Analysis of cash and cash equivalents</b>                        |   |  |
| Cash and short-term deposits  | 22,599  | 29,341   |
| Less : Pledged deposits   | <u>(2,572)</u>  | <u>(2,512)</u>   |
|   | <b><u>20,027</u></b>  | <b><u>26,829</u></b>   |

Note :

- (1) *The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements of the Group for the FYE 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.*

# **VOLCANO BERHAD**

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## **PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

### **A1. Basis of Preparation of Financial Statements**

This interim financial report has been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

This interim financial report should be read in conjunction with the Audited Financial Statements of the Group for the FYE 30 June 2024 and the accompanying explanatory notes attached to this interim financial report.

### **A2. Changes in Accounting Policies**

The accounting policies 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.

There was no adoption of new/amended MFRS by the Group for the current quarter under review.

### **A3. Auditors' Report on Preceding Annual Financial Statements**

There was no qualification on the audited financial statements of the Group for the FYE 30 June 2024.

### **A4. Seasonal or Cyclical Factors**

The business operations of the Group were not materially affected by any seasonal or cyclical factor during the current quarter under review.

### **A5. Unusual Items**

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

### **A6. Changes in Estimates**

There were no changes in estimates that had any material effects on the current quarter under review.

### **A7. Debt and Equity Securities**

There were no issuances, repurchases or repayments of debt and equity securities during the current quarter under review.

### **A8. Dividends Paid**

No dividend was paid during the current quarter under review.

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## PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

### A9. Segmental Information

The Group is organised into business units based on their nature of business and has the following operating segments:

- (i) Nameplates; and
- (ii) Plastic injection moulded parts.

**3 months period ended 30 September 2024**

|                               | <b>Nameplates<br/>RM'000</b> | <b>Plastic<br/>injection<br/>moulded parts<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|-------------------------------|------------------------------|---|-------------------------|
| <b>Revenue</b>                | 13,378                       | 5,718   | 19,096                  |
| <b>Results</b>                |                              |   |                         |
| EBITDA*                       | 1,191                        | 467   | 1,658                   |
| Interest income               | 89                           | -   | 89                      |
| Interest expenses             | (43)                         | (5)   | (48)                    |
| Depreciation and amortisation | (820)                        | (465)   | (1,285)                 |
| Tax expenses                  | (196)                        | 1   | (195)                   |
| Profit after tax              | 221                          | (2)   | 219                     |
| Holding company               |                              |   |                         |
| Miscellaneous expenses        |                              |   | (121)                   |
| Total profit after tax        |                              |   | 98                      |

Note :

\* Earnings Before Interest, Tax, Depreciation and Amortisation.

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## PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

The Group generates revenue from the following geographical locations of customers:

|                          | Individual Quarter                     |  | Cumulative Period                               |   |
|--------------------------|--|--|---|---|
|                          | Current Quarter<br>30.9.2024<br>RM'000 | Corresponding<br>Preceding<br>Quarter<br>30.9.2023<br>RM'000 | Current Year-<br>To-Date<br>30.9.2024<br>RM'000 | Corresponding<br>Preceding<br>Year-To-Date<br>30.9.2023<br>RM'000 |
| Thailand                 | 8,134                                  | 8,388  | 8,134   | 8,388   |
| Singapore                | 6,597                                  | 8,494  | 6,597   | 8,494   |
| Malaysia                 | 2,243                                  | 660  | 2,243   | 660   |
| Germany                  | 706                                    | 130  | 706   | 130   |
| United States of America | 627                                    | 755  | 627   | 755   |
| Indonesia                | 402                                    | 448  | 402   | 448   |
| China                    | 150                                    | 196  | 150   | 196   |
| Others                   | 237                                    | 141  | 237   | 141   |
|                          | 19,096                                 | 19,212   | 19,096  | 19,212  |

### A10. Related Party Transaction Disclosures

Save as disclosed below, there were no related party transactions during the current quarter under review.

|  | Individual Quarter                     |  | Cumulative Period                                  |   |
|--|--|--|--|---|
|  | Current Quarter<br>30.9.2024<br>RM'000 | Corresponding<br>Preceding<br>Quarter<br>30.9.2023<br>RM'000 | Current<br>Year-To-<br>Date<br>30.9.2024<br>RM'000 | Corresponding<br>Preceding<br>Year-To-Date<br>30.9.2024<br>RM'000 |
| Recurrent related party transaction with a company which is controlled by a Director :<br>- rental of marketing space at a monthly rental of RM1,000 | 3                                      | 3  | 3  | 3   |

### A11. Valuation of Property, Plant and Equipment

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

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# VOLCANO BERHAD

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## PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

### A12. Capital Commitments

Save as disclosed below, there were no material capital commitments in respect of property, plant and equipment as at the end of the reporting quarter under review.

|   | <b>As at<br/>30.9.2024<br/>(Unaudited)<br/>RM'000</b> |
|---|---|
| Approved and contracted for:                                  |   |
| Purchase of property, plant and equipment                     | 83  |
| Construction of a factory by Volcano Tec (Thailand) Co., Ltd. | 21,136  |
| Renovation of a factory by Volcano Name Plate Sdn. Bhd.       | 7,930   |
| Approved and not contracted for:                              |   |
| Purchase of property, plant and equipment                     | 809   |

### A13. Derivatives Financial Instruments

There were no outstanding derivatives financial instruments entered into by the Group as at the date of this interim financial report.

There was no change to the cash requirements of the derivatives, related accounting policies, risk associated with the derivatives and the risk management objectives and policies to mitigate these risks since the previous financial year.

### A14. Contingent Assets and Liabilities

Save for the corporate guarantees of Thai Baht 289 million (equivalent to approximately RM37.00 million based on the exchange rate of Thai Baht 1.00 to RM0.12803 as at 30 September 2024) and RM17.80 million provided by the Company to two banks for its subsidiaries' banking facilities, there were no contingent assets and contingent liabilities as at the date of this interim financial report.

### A15. Changes in Composition of The Group

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

### A16. Material Events Subsequent to The End of The Current Quarter

There were no material events subsequent to the end of the current quarter under review.

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## PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

### B1. Review of Performance - Comparison with Corresponding Preceding Quarter and Cumulative Period

|  | Individual Quarter |             |               |          | Cumulative Period |             |               |          |
|--|--------------------|-------------|---------------|----------|-------------------|-------------|---------------|----------|
|  |                    |             | Corresponding |          |                   |             | Corresponding |          |
|  | Current            | Preceding   |               |          | Current           | Preceding   |               |          |
|  | Quarter            | Quarter     |               |          | Year-To-          | Year-To-    |               |          |
|  | 30.9.2024          | 30.9.2023   |               |          | 30.9.2024         | 30.9.2023   |               |          |
|  | (Unaudited)        | (Unaudited) | Variance      |          | (Unaudited)       | (Unaudited) | Variance      |          |
|  | RM'000             | RM'000      | RM'000        | %        | RM'000            | RM'000      | RM'000        | %        |
| Revenue  | 19,096             | 19,212      | (116)         | (0.60%)  | 19,096            | 19,212      | (116)         | (0.60%)  |
| Profit before tax                                | 293                | 2,303       | (2,010)       | (87.28%) | 293               | 2,303       | (2,010)       | (87.28%) |
| Profit for the period                            | 98                 | 1,720       | (1,622)       | (94.30%) | 98                | 1,720       | (1,622)       | (94.30%) |
| Profit attributable to the owners of the Company | 98                 | 1,720       | (1,622)       | (94.30%) | 98                | 1,720       | (1,622)       | (94.30%) |

The Group's revenue for the current quarter decreased slightly by approximately RM0.12 million or 0.60% to RM19.10 million from RM19.21 million in the corresponding quarter of preceding financial period. The nameplates segment and the plastic injection moulded parts segment contributed revenue of RM13.38 million (70.05% of the Group's total revenue) and RM5.72 million (29.95% of the Group's total revenue) respectively for the current quarter.

The Group's profit after tax for the current quarter decreased by approximately RM1.62 million or 94.30% to RM0.10 million from RM1.72 million in the corresponding quarter of preceding financial period. This was mainly due to foreign exchange loss of RM2.42 million resulting from the weakening of USD against RM during the current quarter.

### B2. Performance Review – Comparison with Immediate Preceding Quarter

|  | Current     | Immediate | Variance    |         |
|--|-------------|-----------|-------------|---------|
|  | Quarter     | Preceding |             |         |
|  | 30.9.2024   | Quarter   |             |         |
|  | (Unaudited) | 30.6.2024 | (Unaudited) |         |
|  | RM'000      | RM'000    | RM'000      | %       |
| Revenue  | 19,096      | 19,476    | (380)       | (1.95)  |
| Profit before tax                                | 293         | 1,856     | (1,563)     | (84.21) |
| Profit for the period                            | 98          | 1,270     | (1,172)     | (92.28) |
| Profit attributable to the owners of the Company | 98          | 1,270     | (1,172)     | (92.28) |

The Group's revenue for the current quarter decreased slightly by approximately RM0.38 million or 1.95% to RM19.10 million from RM19.48 million in the previous quarter.

The Group's profit after tax for the current quarter decreased by approximately RM1.17 million or 92.28% to RM0.10 million from RM1.27 million in the previous quarter mainly due to foreign exchange loss of RM2.42 million resulting from the weakening of USD against RM during the current quarter.

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## PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

### B3. Commentary on Prospects

The sales demand for the nameplates segment and the plastic injection moulded parts segment is expected to be challenging amid the rising global economic concerns over inflation and softening demand from our products' end-user industries. Barring any unforeseen circumstances such as disruption to the supply chain, material foreign currency exchange rate fluctuations and potential economic slowdown, we are of the opinion that our financial results for the financial year ending 30 June 2025 will remain favourable.

### B4. Profit Forecast

Not applicable.

### B5. Tax Expense

|                          | <b>Current Quarter<br/>30.9.2024<br/>RM'000</b> | <b>Current Year<br/>-To-Date<br/>30.9.2024<br/>RM'000</b> |
|--------------------------|---|---|
| Income tax               | 195   | 195   |
| Deferred tax             | -   | -   |
| <b>Total tax expense</b> | <b>195</b>                                      | <b>195</b>  |
| Effective tax rate (%)   | 66.55   | 66.55   |

The effective tax rate of the Group for the current quarter and current year-to-date was higher than the statutory tax rates of 20% for Thailand and 24% for Malaysia. This was mainly due to losses recorded by certain subsidiaries.

### B6. Corporate Proposals

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

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## PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

### B7. Utilisation of Proceeds from Private Placement

The proceeds from the private placement of 16,630,000 new ordinary shares of the Company (“Private Placement”) had been fully utilised as of the date of this interim financial report as follows:

| Details of utilisation   | Proposed utilisation<br>RM'000 | Proceeds from the Private Placement<br>RM'000 | Actual utilisation<br>RM'000 | Balance unutilised<br>RM'000 | Estimated timeframe for utilisation |
|--|--------------------------------|---|------------------------------|------------------------------|-------------------------------------|
|  |                                | (A)   | (B)                          | (A-B)                        |                                     |
| Construction of a factory by Volcano Tec (Thailand) Co., Ltd.    | 32,800                         |   | (7,500)                      |                              | Within 24 months                    |
| Proposed acquisition of a property by Volcano Name Plate Sdn Bhd | 5,200                          |   | (5,200)                      |                              | Within 12 months                    |
| Working capital  | 3,328                          |   | (2,039)                      |                              | Within 24 months                    |
| Estimated expenses for the Private Placement                     | 1,440                          |   | (394)                        |                              | Within 1 month                      |
| <b>Total</b>   | <b>42,768</b>                  | <b>15,133</b>                                 | <b>(15,133)</b>              | <b>-</b>                     |                                     |

For the construction of a factory in Thailand, Volcano Tec (Thailand) Co., Ltd. had on 8 May 2024 obtained the approval from the Industrial Estate Authority of Thailand for the construction and building plan. This approval is valid from 8 May 2024 to 7 May 2026.

### B8. Trade and Other Receivables

The Group grants credit on various terms. Trade receivables disclosed below include amounts that are past due at the end of the reporting period but have not been recognised as receivables subject to impairment as there has not been a significant change in credit quality and are still considered recoverable by the management.

|   | As at<br>30.9.2024<br>(Unaudited)<br>RM'000 | As at<br>30.6.2024<br>(Audited)<br>RM'000 |
|---|---|---|
| Trade receivables                           | 15,656                                      | 16,472                                    |
| Less : Allowance for impairment             | -   | 0   |
|   | 15,656                                      | 16,472                                    |
| Other receivables                           | 2,425                                       | 1,322                                     |
| <b>Total</b>                                | <b>18,081</b>                               | <b>17,794</b>                             |
| <u>Ageing analysis of trade receivables</u> |   |   |
| Neither past due nor impaired               | 13,936                                      | 14,724                                    |
| 1 – 30 days                                 | 1,589                                       | 1,584                                     |
| 31 – 60 days                                | 112   | 129                                       |
| 61 – 90 days                                | 5   | 9   |
| 91 – 120 days                               | 5   | -   |
| More than 120 days                          | 9   | 26  |
|   | 15,656                                      | 16,472                                    |
| Less : Allowance for impairment             | -   | -   |
| <b>Total</b>                                | <b>15,656</b>                               | <b>16,472</b>                             |

# VOLCANO BERHAD

(Incorporated in Malaysia)

Registration No: 201801004790 (1266804-D)

## PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

### B9. Borrowings

|                         | As at<br>30.9.2024<br>(Unaudited)<br>RM'000 | As at<br>30.6.2024<br>(Audited)<br>RM'000 |
|-------------------------|---|---|
| Secured:                |   |   |
| Loans and borrowings    | 8,032                                       | 4,285                                     |
| Lease liabilities       | 15  | 18  |
|                         | 8,047                                       | 4,303                                     |
| Disclosed as:           |   |   |
| Current liabilities     | 671   | 919                                       |
| Non-current liabilities | 7,376                                       | 3,384                                     |
|                         | 8,047                                       | 4,303                                     |
| Currency profile:       |   |   |
| RM                      | 3,635                                       | 3,714                                     |
| Thai Baht               | 4,412                                       | 589                                       |

The secured loans and borrowings are secured against the land bearing title deed no. 15241, Tambol Mabyangporn, Amphur Pluakdaeng, Rayong, Thailand owned by Volcano Tec (Thailand) Co. Ltd. (a wholly-owned subsidiary of the Company) with buildings erected thereon, the land bearing title deed no. Lot 5999 (PN 7074), Mukim 11, District of Seberang Perai Tengah, Pulau Pinang owned by Volcano Name Plate Sdn Bhd (a wholly-owned subsidiary of the Company) with buildings erected thereon, pledged deposits and corporate guarantees by the Company. The effective interest rate of the borrowings ranged from 2.35% to 5.00% per annum (30 June 2024 : 2.35% to 4.60% per annum).

### B10. Changes in Material Litigation

There is no litigation or arbitration against the Group, which has a material effect on the financial position of the Group, and the Board of Directors of the Company ("Board") is not aware of any material proceedings pending or of any fact likely to give rise to any proceedings as at the date of this interim financial report.

### B11. Dividend

No dividend was declared or recommend for payment during the current quarter under review.

On 9 October 2024, the Board approved a final dividend of 0.05 sen per ordinary share in respect of the FYE 30 June 2024. This final dividend was approved by the shareholders at the sixth Annual General Meeting of the Company on 20 November 2024 and will be recognised in the financial statements of the Group for the financial year ending 30 June 2025.

### B12. Fair Value Changes of Financial Liabilities

There were no gains/losses arising from fair value changes of financial liabilities for the current quarter and financial year-to-date under review.

# VOLCANO BERHAD

(Incorporated in Malaysia)

Registration No: 201801004790 (1266804-D)

## PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

### B13. Earnings Per Share (“EPS”)

|  | Individual Quarter           |  | Cumulative Period                 |   |
|--|------------------------------|--|-----------------------------------|---|
|  | Current Quarter<br>30.9.2024 | Corresponding Preceding Quarter<br>30.9.2023 | Current Year-To-Date<br>30.9.2024 | Corresponding Preceding Year-To-Date<br>30.9.2023 |
| Profit attributable to owners of the Company (RM'000)      | 98                           | 1,720  | 98                                | 1,720   |
| Weighted average number of ordinary shares in issue ('000) | 181,630                      | 169,880                                      | 181,630                           | 169,880   |
| Basic EPS (sen) <sup>(1)</sup>                             | 0.05                         | 1.01   | 0.05                              | 1.01  |
| Diluted EPS (sen) <sup>(2)</sup>                           | 0.05                         | 1.01   | 0.05                              | 1.01  |

Notes :

- (1) *Basic EPS is calculated by dividing profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the respective periods.*
- (2) *Diluted EPS is equivalent to the basic EPS as the Company did not have dilutive potential ordinary shares during the current quarter under review.*

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# VOLCANO BERHAD

(Incorporated in Malaysia)

Registration No: 201801004790 (1266804-D)

## PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

### B14. Notes to the Profit Before Tax

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

|   | Individual Quarter                     |  | Cumulative Period                           |   |
|---|--|--|---|---|
|   | Current Quarter<br>30.9.2024<br>RM'000 | Corresponding Preceding Quarter<br>30.9.2023<br>RM'000 | Current Year To-date<br>30.9.2024<br>RM'000 | Corresponding Preceding Year-To-date<br>30.9.2023<br>RM'000 |
| Interest expenses                                 | 48                                     | 10   | 48  | 10  |
| Interest income                                   | (89)                                   | (165)  | (89)  | (165)   |
| Dividend income                                   | (16)                                   | -  | (16)  | -   |
| Amortisation and depreciation                     | 1,285                                  | 1,143  | 1,285                                       | 1,143   |
| Gain on disposal of property, plant and equipment | -                                      | (25)   | -   | (25)  |
| (Gain)/Loss on foreign exchange:                  |  |  |   |   |
| - realised  | (40)                                   | (314)  | (40)  | (314)   |
| - unrealised                                      | 2,423                                  | 643  | 2,423                                       | 643   |
| Fair value gain on derivatives                    | -                                      | (165)  | -   | (165)   |

There were no impairments of assets and other exception items for the financial period under review.

**By Order of the Board**  
**20 November 2024**