



RAMSSOLGROUP

## RAMSSOL GROUP BERHAD

Company No: 201901001120 (1310446-A)

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### INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

#### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME <sup>(1)</sup>

	Notes	Quarter ended		Period ended	
		30/06/2024 Unaudited RM'000	30/06/2023 Unaudited RM'000	30/06/2024 Unaudited RM'000	30/06/2023 Unaudited RM'000
Revenue		17,310	10,127	31,733	16,581
Cost of sales		(5,945)	(4,639)	(10,510)	(6,808)
Gross profit		11,365	5,488	21,223	9,773
Other income		51	156	54	202
		11,416	5,644	21,277	9,975
Administrative expenses		(4,011)	(2,948)	(7,148)	(4,887)
Other expenses		(1,129)	(75)	(1,903)	(76)
Depreciation and amortization		(912)	(184)	(1,995)	(364)
		(6,052)	(3,207)	(11,046)	(5,327)
Profit from operations		5,364	2,437	10,231	4,648
Finance costs		(481)	(311)	(814)	(512)
Profit before taxation	B5	4,883	2,126	9,417	4,136
Income tax expense	B6	(542)	(4)	(972)	(9)
Profit after taxation		4,341	2,122	8,445	4,127
Other comprehensive income					
Item that will be reclassified					
subsequently to profit or loss:					
Foreign currency translation differences		(56)	92	(93)	93
Total comprehensive income for the financial period/year		4,285	2,214	8,352	4,220

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
(CONTINUED) <sup>(1)</sup>

	Quarter ended		Period ended		
	Unaudited	Unaudited	Unaudited	Unaudited	
	Notes	30/06/2024	30/06/2023	30/06/2024	30/06/2023
	RM'000	RM'000	RM'000	RM'000	
Profit after taxation attributable to:					
Owners of the Company	4,354	2,213	8,528	4,313	
Non-Controlling Interests	(13)	(91)	(83)	(186)	
	<u>4,341</u>	<u>2,122</u>	<u>8,445</u>	<u>4,127</u>	
Total comprehensive income attributable to:					
Owners of the Company	4,310	2,292	8,447	4,383	
Non-Controlling Interests	(25)	(78)	(95)	(163)	
	<u>4,285</u>	<u>2,214</u>	<u>8,352</u>	<u>4,220</u>	
Earnings per share (sen)					
- Basic	B13	1.37	0.90	2.67	1.72
- Diluted	B13	0.89	0.90	1.73	1.72

Note:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the unaudited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.

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RAMSSOL GROUP BERHAD  
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(Incorporated in Malaysia)  
INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION <sup>(1)</sup>

	Notes	Unaudited As at 30/06/2024 RM'000	Audited As at 31/12/2023 RM'000
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment		3,006	3,338
Right-of-use assets		659	843
Investment property		710	718
Intangible assets		44,342	43,286
Other Investment		4,643	4,643
Goodwill on consolidation		223	223
Total Non-Current Assets		<u>53,583</u>	<u>53,051</u>
<b>Current Assets</b>			
Trade receivables		27,915	16,558
Other receivables, deposits, and prepayments		6,377	3,946
Contract assets		16,189	18,930
Fixed deposits and bank balances		16,972	8,348
Total Current Assets		<u>67,453</u>	<u>47,782</u>
<b>TOTAL ASSETS</b>		<u>121,036</u>	<u>100,833</u>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital		61,745	61,745
Reserves		32,950	23,441
Equity attributable to owners of the Company		<u>94,695</u>	<u>85,186</u>
Non-controlling interests		(4,023)	(3,928)
<b>TOTAL EQUITY</b>		<u>90,672</u>	<u>81,258</u>

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED) <sup>(1)</sup>

	Notes	Unaudited As at 30/06/2024 RM'000	Audited As at 31/12/2023 RM'000
<b>EQUITY AND LIABILITIES (CONTINUED)</b>			
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Lease liabilities	B9	84	395
Borrowings	B9	14,460	4,445
Deferred tax liabilities		2	2
Employee benefits liability		98	102
Total Non-Current Liabilities		<u>14,644</u>	<u>4,944</u>
<b>Current Liabilities</b>			
Trade payables		3,646	348
Other payables and accruals		2,739	4,291
Lease liabilities	B9	298	388
Borrowings	B9	6,501	8,837
Contract liabilities		-	16
Tax payable		2,536	751
Total Current Liabilities		<u>15,720</u>	<u>14,631</u>
<b>TOTAL LIABILITIES</b>		<u>30,364</u>	<u>19,575</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>121,036</u>	<u>100,833</u>
<b>Net assets per share attributable to ordinary equity holders (RM)</b>		<u>0.30</u>	<u>0.27</u>

Note:

(1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY <sup>(1)</sup>

<b>Unaudited</b>	Share capital RM'000	Merger Deficit RM'000	Share Option Reserve RM'000	Foreign Currency Translation Reserve RM'000	Fair value Reserve RM'000	Retained Earnings RM'000	Equity attributable to owners of the Company RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
Balance as at 1/1/2024	61,745	(1,074)	-	186	(857)	25,186	85,186	(3,928)	81,258
Profit after taxation	-	-	-	-	-	8,528	8,528	(83)	8,445
Other comprehensive income/(loss):									
Foreign currency translation differences	-	-	-	(81)	-	-	(81)	(12)	(93)
Total comprehensive income/(loss)	-	-	-	(81)	-	8,528	8,447	(95)	8,352
Contributions by and distribution to owners of the Company:									
Grant of ESOS Options	-	-	1,062	-	-	-	1,062	-	1,062
Total transactions with owners	-	-	1,062	-	-	-	1,062	-	1,062
Balance as at 30/06/2024	61,745	(1,074)	1,062	105	(857)	33,714	94,695	(4,023)	90,672

Note:

- (1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED) <sup>(1)</sup>

	Share capital RM'000	Merger Deficit RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000	Equity attributable to owners of the Company RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
Balance as at 1/1/2023	37,186	(1,074)	217	18,792	55,121	(3,856)	51,265
Profit after taxation	-	-	-	4,313	4,313	(186)	4,127
Other comprehensive income/(loss): Foreign currency translation differences	-	-	70	-	70	23	93
Total comprehensive income/(loss)	-	-	70	4,313	4,383	(163)	4,220
Contributions by and distribution to owners of the Company: - Issuance of shares	417	-	-	-	417	-	417
Additional non-controlling interests arising on Business combination						139	139
Balance as at 30/06/2023	37,603	(1,074)	287	23,105	59,921	(3,880)	56,041

Note:

(1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS <sup>(1)</sup>

	<u>CUMULATIVE QUARTER</u>	
	Unaudited 30/06/2024 RM'000	Unaudited 30/06/2023 RM'000
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before taxation	9,417	4,136
Adjustments for:		
Amortization of development costs	1,476	118
Depreciation of:		
-investment properties	8	9
-property, plant and equipment	327	132
-right-of-use assets	184	106
Interest expense	806	506
Interest expense on lease liabilities	8	6
Unrealized gain on foreign exchange	-	(122)
Loss on disposal of property, plant and equipment	-	75
Interest income	(2)	(3)
Operating profit before working capital changes	12,224	4,963
Decrease in contract assets	2,484	2,520
(Increase)/Decrease in trade and other receivables	(16,424)	2,498
Increase/(Decrease) in trade and other payables	1,985	(100)
Decrease in contract liabilities	-	(60)
Increase in employee benefits liability	-	17
Net cash from operations	269	9,838
Income tax paid	(213)	(99)
Interest paid	-	(317)
Interest received	2	3
Net cash from operating activities	58	9,425

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED) <sup>(1)</sup>

	<u>CUMULATIVE QUARTER</u>	
	30/06/2024 Unaudited RM'000	30/06/2023 Unaudited RM'000
<u>CASH FLOWS USED IN INVESTING ACTIVITIES</u>		
Development costs paid	-	(15,316)
Purchase of property, plant and equipment	-	(169)
Proceeds from disposal of property, plant and equipment	-	95
Increase in other investment	-	(218)
Net cash for investing activities	-	(15,608)
<u>CASH FLOWS USED IN FINANCING ACTIVITIES</u>		
Interest paid	(814)	(195)
Drawdown of term loan	11,389	-
Net repayment of lease liabilities	(401)	(128)
Repayment of term loans	-	(355)
Repayment of flexi loans	(481)	(14)
Placement of pledged deposits	(3,746)	(208)
Proceeds from issuance of ordinary shares	-	417
Net cash from/(for) financing activities	5,947	(483)
NET CHANGE IN CASH AND CASH EQUIVALENTS	6,005	(6,666)
Effect of exchange translation differences	(24)	203
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	(2,049)	7,785
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	3,932	1,322
Cash and cash equivalents comprise the following:		
Cash and bank balances	9,344	11,406
Deposits with licensed banks	7,628	251
Less: Bank overdraft	(5,265)	(10,085)
	11,707	1,572
Less: Deposit pledged	(7,629)	(250)
Less: Cash collateral pledged with licensed banks	(146)	-
	3,932	1,322

Note:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached in the interim financial report.



A. SELECTED EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) NO. 134 - INTERIM FINANCIAL REPORTING

A1. BASIS OF PREPARATION

The interim financial report of Ramssol Group Berhad (“**Ramssol**” or “**Company**”) and its subsidiaries (“**Group**”) have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“**MASB**”) and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”). These condensed consolidated interim financial statements also comply with International Accounting Standards (“**IAS**”) 34, *Interim Financial Reporting* issued by the International Accounting Standards Board.

This interim financial report should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

A2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and presentations adopted by the Group in this interim financial report are consistent with those adopted in the audited consolidated financial statements for the financial year ended 31 December 2023, except for the adoption of the following new MFRSs and amendment to MFRSs and interpretation:

- (a) the Group has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):

**MFRSs and/or IC Interpretations (including the consequential amendments)**

MFRS 17: *Insurance Contracts*

Amendments to MFRS 17: *Insurance Contracts*

Amendments to MFRS 17: *Initial Application of MFRS 17 and MFRS 9 – Comparative Information*

Amendments to MFRS 101: *Classification of Liabilities as Current or Non-current*

Amendments to MFRS 101: *Disclosure of Accounting Policies*

Amendments to MFRS 108: *Definition of Accounting Estimates*

Amendments to MFRS 112: *Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group’s interim financial report.

A2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- (a) The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by MASB but are not yet effective for the current financial period:

<b>MFRSs and/or IC Interpretations (including the consequential amendments)</b>	<b>Effective Date</b>
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101: Non-current Liabilities with Covenants	1 January 2024
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 101: Non-current Liabilities Covenants 1 January 2024	1 January 2024
Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements 1 January 2024	1 January 2024
Amendments to MFRS 121: Lack of Exchangeability 1 January 2025	1 January 2025
Amendments to MFRS 10: Consolidated Financial Statements	Yet to Confirm
Amendments to MFRS 128: Investment in Associates and Joint Venture – Sale of Contribution of Assets between an Investor and its Associate or Joint Venture	Yet to Confirm

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A3. AUDITORS' REPORT

The audited consolidated financial statements of the Group for the financial year ended 31 December 2023 was not subject to any qualification.

A4. SEASONAL AND CYCLICAL FACTORS

The business of the Group is not affected by any significant seasonal or cyclical factors.

A5. UNUSUAL ITEMS

There was no unusual item affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review.

A6. CHANGES IN ESTIMATES

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

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A7. DEBT AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter under review.

A8. DIVIDEND PAID

There was no dividend paid during the current quarter under review.

A9. SEGMENTAL INFORMATION

Operating segments are prepared in a manner consistent with the internal reporting provided to the management as its chief operating decision maker to allocate resources to segments and to assess their performance. For management purposes, the Group is organized into business units based on their geographical region. No segmental analysis by business segment is prepared as the Group operates predominantly in one industry.

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**A9. SEGMENTAL INFORMATION (CONTINUED)**

**Unaudited**

<b><u>Geographical segment</u></b>	Malaysia	Singapore	Thailand	Others	Group
6 months ended 30/06/2024	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>					
External customers	23,132	60	7,132	1,409	31,733
Inter-segment	150	-	-	175	325
	<u>23,282</u>	<u>60</u>	<u>7,132</u>	<u>1,584</u>	<u>32,058</u>
Adjustments/eliminations on combination					(325)
Consolidated revenue					<u>31,733</u>
<b>Results</b>					
Segment profit/(loss) before interest and taxation	10,571	(347)	1,314	(1,307)	10,231
Finance costs					(814)
Profit before taxation					<u>9,417</u>
Income tax expense					(972)
Profit after taxation					<u>8,445</u>

A9. SEGMENTAL INFORMATION (CONTINUED)

**Unaudited**

<b><u>Geographical segment</u></b>	Malaysia	Singapore	Thailand	Others	Group
6 months ended 30/06/2024	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Assets</b>					
Non-current assets	53,457	-	106	20	53,583
Segment assets/Consolidated total assets	108,726	1,543	3,116	7,651	121,036
<b>Liabilities</b>					
Segment liabilities	17,241	1,269	2,833	6,485	27,828
Unallocated liabilities:					
- tax payable					2,536
Consolidated total liabilities					30,364

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A9. SEGMENTAL INFORMATION (CONTINUED)

**Unaudited**

<b><u>Geographical segment</u></b>	Malaysia	Singapore	Thailand	Others	Group
6 months ended 30/06/2023	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>					
External customers	10,237	903	3,242	2,199	16,581
Inter-segment	100	-	-	180	280
	<u>10,337</u>	<u>903</u>	<u>3,242</u>	<u>2,379</u>	<u>16,681</u>
Adjustments/eliminations on combination					(280)
Consolidated revenue					<u>16,581</u>
<b>Results</b>					
Segment profit/(loss) before interest and taxation	818	197	2,395	1,238	4,648
Finance costs					(512)
Profit before taxation					<u>4,136</u>
Income tax expense					(9)
Profit after taxation					<u>4,127</u>

A9. SEGMENTAL INFORMATION (CONTINUED)

**Unaudited**

<b><u>Geographical segment</u></b>	Malaysia	Singapore	Thailand	Others	Group
6 months ended 30/06/2023	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Assets</b>					
Non-current assets	39,386	-	134	42	39,562
Segment assets/Combined total assets	66,330	1,518	4,970	5,088	77,906
<b>Liabilities</b>					
Segment liabilities	20,560	793	121	295	21,769
Unallocated liabilities:					
- tax payable					96
Consolidated total liabilities					21,865

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A10. MATERIAL SUBSEQUENT EVENTS TO THE INTERIM FINANCIAL PERIOD

There were no material events after end of the interim financial period that has not been reflected in this interim financial report.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no other major changes in the composition of the Group during the current quarter under review and up to the date of this interim financial report.

A12. SIGNIFICANT RELATED PARTY TRANSACTIONS

The related party transactions described below were carried out on terms and conditions negotiated amongst the parties. The significant related party transactions are as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 30/06/2024	Quarter ended 30/06/2023	Period ended 30/06/2024	Period ended 30/06/2023
	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000
Fellow directors:				
Rental paid or payable to director	(95)	(92)	(190)	(183)
Retainer fees paid or payable to a company	(24)	-	(48)	-

The rental paid or payable to directors are derived from office spaces provided by Datuk Seri Tan Chee Seng and Ms. Lee Miew Lan. The office is located at the headquarters as disclosed in the Annual Report of Ramssol for the financial year ended 31 December 2023. The increase in the current quarter is rental paid or payable for additional units from respective directors.

The retainer fees paid or payable for legal advice or services rendered by a company owned by an independent director, Mr Goh Keng Tat.



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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. REVIEW OF PERFORMANCE FOR CURRENT QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2024

	Quarter ended			Period ended		
	30/06/2024	30/06/2023	Changes	30/06/2024	30/06/2023	Changes
	Unaudited RM'000	Unaudited RM'000	%	Unaudited RM'000	Unaudited RM'000	%
Revenue from:						
Malaysia	<b>14,362</b>	<b>7,089</b>	>100	<b>23,132</b>	<b>10,237</b>	>100
Singapore	<b>60</b>	<b>178</b>	(66.29)	<b>60</b>	<b>903</b>	(93.36)
Thailand	<b>1,597</b>	<b>1,566</b>	1.98	<b>7,132</b>	<b>3,242</b>	>100
Others*	<b>1,291</b>	<b>1,294</b>	(0.23)	<b>1,409</b>	<b>2,199</b>	(35.93)
	<b>17,310</b>	<b>10,127</b>		<b>31,733</b>	<b>16,581</b>	

Note:

\* Consist of Indonesia and Vietnam

The Group recorded an unaudited cumulative revenue of RM31.73 million for the 6-month financial period ended (“6M-FPE”) 30 June 2024, which was higher as compared to the unaudited revenue of RM16.58 million for the 6M-FPE 30 June 2023, increased by 91.38% of sales as per 6M-FPE 30 June 2024 compared to 6M-FPE 30 June 2023. This was mainly due to Ramssol’s human capital management (HCM) solutions expand greatly, with new offerings for diverse clients, higher engineer capacity from the collaboration and recurring HCM software subscriptions and distributorship of HCM licenses in the 6M-FPE 30 June 2024 as compared to the 6M-FPE 30 June 2023. Besides that, the surge of revenue also due to it offers a range of world-class HCM systems tailored for enterprises of varying sizes, including Oracle, Darwinbox, and ZingHR.

The Group’s unaudited profit before taxation (“PBT”) for the 6M-FPE 30 June 2024 of RM9.42 million is higher as compared to the unaudited PBT for the 6M-FPE June 2023 of RM4.14 million mainly due to certain projects with higher profit margin and the distributorship of HCM licenses.

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## B2. COMPARATIVE WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

	INDIVIDUAL QUARTER		Changes %
	Quarter ended		
	30/06/2024 RM'000	31/03/2024 RM'000	
Revenue	17,310	14,423	20.02
PBT	4,883	4,534	7.70

The Group's revenue in quarter ended 30 June 2024 ("Q2 2024") increased by RM2.89 million or 20.02% to RM17.31million as compared to the immediate preceding quarter ended 31 March 2024 ("Q1 2024"). This was mainly due to the continuing new offerings for diverse clients and collaboration and recurring HCM software subscriptions and distributorship of HCM licenses in the Q2 2024 as compared to the Q1 2024.

The Group recorded a higher PBT of RM4.88 million in Q2 2024 as compared to RM4.53 million in the Q1 2024 mainly due to the increase in revenue as explained above.

## B3. PROSPECTS AND OUTLOOK

The Group's resilience is rooted in strong fundamentals and effective management. As the digital industry continues to grow and evolve, the Group is well-positioned to take advantage of this growth and focus on the digital industry value chain positions to potentially benefit with new projects secured in the local market and Asian region on its diversified products in HCM solutions, potential launch of our innovative software relating to used-motorcycle selling platform, e-learning and interactive platform and digital media services specialising in corporate and commercial videos.

These factors have collectively subdued economic growth and impacted investor confidence in global financial markets. Nevertheless, the Group is witnessing positive outcomes, and our performance aligns with the established plans. As project-based revenue expands, there will be a corresponding growth in recurring revenue from professional information technology (IT) services, as clients typically engage in service and maintenance contracts post-project completion.

The Group latest collaboration shall spur workflow automation within enterprise systems while contributions from education technology (EduTech) and marketing technology (MarTech). In addition, Peopletech provides the Disprz Learning Management System (LMS), which features artificial intelligence (AI)-driven personalization and content curation.

The Group approaches the business outlook for the financial year ending 31 December 2024 with cautious optimism, anticipating sustainable demands in our products to enhance the overall revenue and business value.

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B4. VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST OR PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.

B5. PROFIT/(LOSS) BEFORE TAXATION

	Quarter ended		Period ended	
	30/06/2024	30/06/2023	30/06/2024	30/06/2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) before taxation is arrived at after charging/(crediting):				
Amortization of development costs	692	59	1,476	118
Depreciation of:				
-investment properties	4	4	8	8
-property, plant and equipment	129	72	327	132
-right-of-use assets	87	49	184	106
Interest expense:				
-bank overdraft	104	202	324	317
-flexi loan	1	2	2	16
-term loans	372	103	480	173
Interest expense on lease liabilities	4	4	8	6
Short-term leases	-	85	-	171
Net loss/(gain) on foreign exchange:				
-realized	-	(2)	-	(37)
-unrealized	-	(122)	-	(122)
Interest income	-	(1)	(2)	(3)
Rental income from investment property	-	-	-	(9)

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B6. INCOME TAX EXPENSE

	Quarter ended		Period ended	
	30/06/2024	30/06/2023	30/06/2024	30/06/2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Current tax recognized in profit or loss:				
-Malaysian income tax	406	4	800	9
-Foreign income tax	136	-	172	-
Tax expense	<u>542</u>	<u>4</u>	<u>972</u>	<u>9</u>
Effective tax rate	<u>11.1%</u>	<u>0.2%</u>	<u>10.3%</u>	<u>0.2%</u>

B7. UTILISATION OF PROCEEDS

**UTILISATION OF PROCEEDS FROM THE PRIVATE PLACEMENT**

As at the date of this interim financial report, the status of the utilisation of proceeds from the private placement of up to 30% of the total number of issued share capital of the Company announced on 14 July 2023 (“**Private Placement**”) is outlined as follows:

Details of Utilisation of Proceeds	Actual gross proceeds raised RM'000	Actual Utilisation RM'000	Balance To Be Utilised RM'000	Estimated Timeframe for utilisation of Proceeds
Repayment of bank borrowings	12,000	12,000	-	Within 3 months
Working Capital	12,821	12,821	-	Within 12 months
Professional fees	367	367	-	Within 1 month
	<u>25,188</u>	<u>25,188</u>	<u>-</u>	

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**B8. STATUS OF CORPORATE PROPOSAL (CONTINUED)**

On 30 January 2024, the Company has announced that RAMS Edutech Sdn Bhd, a wholly-owned subsidiary of the Company, had on 30 January 2024 entered into a Memorandum of Understanding with Institut Koperasi Malaysia for collaboration in the field of education, training and other related services (“**MOU**”) subject to the terms and conditions as stipulated in the MOU. As at the date of this financial report, there is no material development pertaining to the MOU.

On 25 June 2024, the company has proposed to acquire 51% equity interest in GeekStart Company Limited (“**GeekStart**”), for a purchase consideration of RM6,926,884 to be satisfied via issuance of 13,069,592 new ordinary shares in Ramssol (“**Consideration Shares**”) at an issue price of RM0.53 per Consideration Share (“**Proposed Acquisition**”).

On 2 July 2024, the additional listing application in relation to the issuance of 13,069,592 Consideration Shares pursuant to the Proposed Acquisition had been submitted to Bursa Securities (“**Listing Application**”). On 18 July 2024, Bursa Securities vide its letter dated 18 July 2024, resolved to approve the listing and quotation of the Consideration. As at the date of this financial report, the Proposed Acquisition is pending completion.

**B9. BORROWINGS**

	<b>Unaudited</b>	<b>Audited</b>
	As at	As at
	30/06/2024	31/12/2023
	RM'000	RM'000
<b>Current</b>		
Secured:		
Bank overdraft	5,264	8,493
Flexi loan	16	16
Term loans	1,221	328
Lease liabilities	298	388
	<u>6,799</u>	<u>9,225</u>
<b>Non-current</b>		
Secured:		
Flexi loan	-	481
Term loans	14,460	3,964
Lease liabilities	84	395
	<u>14,544</u>	<u>4,840</u>
<b>Total borrowings:</b>		
Bank overdraft	5,264	8,493
Flexi loan	16	497
Term loans	15,681	4,292
Lease liabilities	382	783
	<u>21,343</u>	<u>14,065</u>

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The currency profile of borrowings is as follows:

Ringgit Malaysia	21,343	14,065
	<u>21,343</u>	<u>14,065</u>

B10. DERIVATIVES

The Group did not enter any derivatives during the current quarter under review.

B11. MATERIAL LITIGATION

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

B12. DIVIDEND PROPOSED

No dividend was proposed for the current quarter ended 30 June 2024.

B13. EARNING PER SHARES (“EPS”)

**Basic EPS**

	Quarter ended		Period ended	
	30/06/2024	30/06/2023	30/06/2024	30/06/2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Company (RM'000)	4,354	2,213	8,528	4,313
Weighted average number of ordinary shares in issue ('000)	318,964	245,367	318,964	245,042
Basic (sen) <sup>(1)</sup>	<u>1.37</u>	<u>0.90</u>	<u>2.67</u>	<u>1.72</u>

Note:

(1) The basic EPS is calculated based on the Company’s weighted average number of ordinary shares as at the end of the interim financial period.

B13. EARNING PER SHARES (“EPS”) (CONTINUED)

**Diluted EPS**

	Quarter ended		Period ended	
	30/06/2024	30/06/2023	30/06/2024	30/06/2023
	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000	Unaudited RM'000
Profit/(Loss) attributable to owners of the Company (RM'000)	4,354	2,213	8,528	4,313
Weighted average number of ordinary shares in issue ('000)	318,964	245,367	318,964	245,042
Effect of dilution on potential exercise of:				
- Warrants A 2024/2028 ('000)	122,678	-(1)	122,678	-(1)
- ESOS offered ('000)	50,000	-	50,000	-
Diluted EPS (sen) <sup>(2)</sup>	<u>0.89</u>	<u>0.90</u>	<u>1.73</u>	<u>1.72</u>

Notes:

- (1) The potential conversion is anti-dilutive as the warrant’s exercise price is lower than the average market price of the Company’s ordinary shares during the quarter under review.
- (2) The diluted EPS is calculated based on the Company’s weighted average number of ordinary shares as at the end of the interim financial period.

B14. APPROVAL OF INTERIM FINANCIAL REPORT

The interim financial report as set out above was approved by the Board of Directors in accordance with their resolution dated 24 July 2024.