



YEW LEE PACIFIC GROUP BERHAD

Registration No. 202001036243 (1392564-D)
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 31 MARCH 2024**

YEW LEE PACIFIC GROUP BERHAD

Registration No. 202001036243 (1392564-D)

(Incorporated in Malaysia)

Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for the First Quarter Ended 31 March 2024 ⁽¹⁾

	Note	Individual Quarter		Cumulative Quarter	
		Unaudited Current 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	Audited Preceding Year Corresponding Year-to-date 31.03.2023 RM'000
Revenue		5,334	5,460	5,334	5,460
Cost of sales		(3,708)	(3,619)	(3,708)	(3,619)
Gross profit		1,626	1,841	1,626	1,841
Other income		269	357	269	357
Administrative expenses		(1,966)	(1,814)	(1,966)	(1,814)
Selling and marketing expenses		(34)	(19)	(34)	(19)
Finance costs		(9)	(31)	(9)	(31)
Share of (loss) / Income of an associate		(21)	43	(21)	43
Other expenses		(9)	(20)	(9)	(20)
(Loss) / Profit before tax	B12	(144)	357	(144)	357
Income tax	B5	(15)	(120)	(15)	(120)
(Loss) / Profit after tax		(159)	237	(159)	237
Other comprehensive (loss)/ income:					
- Foreign currency translation of foreign operation		(151)	5	(151)	5
- Share of other comprehensive loss of an associate		(11)	(6)	(11)	(6)
Total comprehensive (loss) / Income for the financial period		(321)	236	(321)	236
(Loss) / Profit attributable to:					
- Owners of the Company		(159)	237	(159)	237
- Non-controlling interest		-	(4)	-	(4)
		(159)	237	(159)	237
Total comprehensive (loss) / Income attributable to:					
- Owners of the Company		(321)	236	(321)	236
- Non-controlling interest		-	(4)	-	(4)
		(321)	236	(321)	236
(Loss) / Earning per share ("LPS") / ("EPS")					
- Basic (Sen) ⁽²⁾	B11	(0.03)	0.04	(0.03)	0.04
- Diluted (Sen) ⁽³⁾	B11	(0.03)	0.04	(0.03)	0.04

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Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for the FIRST Quarter Ended 31 March 2024 ⁽¹⁾ (Continued)

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
- (2) Basic LPS is calculated based on the Company's weighted share capital of 534,811,400 ordinary shares.
- (3) Diluted LPS is calculated based on the Company's weighted share capital of 534,811,400 ordinary shares.
- (4) Represents less than RM1,000.

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YEW LEE PACIFIC GROUP BERHAD

Registration No. 202001036243 (1392564-D)

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**Unaudited Condensed Consolidated Statements of Financial Position
As At 31 December 2024 ⁽¹⁾**

	Unaudited As at 31.03.2024 RM'000	Audited As at 31.12.2023 RM'000
	Note	
Non-current assets		
Property, plant and equipment	20,723	18,899
Right-of-use assets	335	-
Investment property	3,285	3,297
Investment in an associate company	363	358
	<u>24,706</u>	<u>22,554</u>
Current assets		
Inventories	4,208	4,031
Trade receivables	4,910	4,463
Other receivables, deposits and prepayments	1,287	3,831
Tax recoverable	1,484	1,389
Short-term investment funds	26,864	26,641
Fixed deposits with licensed banks	7,051	7,031
Cash and bank balances	7,784	7,874
	<u>53,588</u>	<u>55,260</u>
Total assets	<u>78,294</u>	<u>77,814</u>
Equity		
Share capital	67,631	67,480
Merger reserves	(31,197)	(31,197)
Foreign currency translation reserve	(11)	151
Retained earnings	36,383	36,542
	<u>72,806</u>	<u>72,976</u>
Total equity	<u>72,806</u>	<u>72,976</u>
Non-current liabilities		
Lease liabilities	175	-
Deferred tax liabilities	1,202	1,201
	<u>1,377</u>	<u>1,201</u>
Current liabilities		
Trade payables	3,069	2,293
Other payables and accruals	879	1,344
Lease liabilities	163	-
	<u>4,111</u>	<u>3,637</u>
Total liabilities	<u>5,488</u>	<u>4,838</u>
Total equity and liabilities	<u>78,294</u>	<u>77,814</u>
Net assets per share (Sen) ⁽²⁾	<u>13.62</u>	<u>13.66</u>

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(Incorporated in Malaysia)

**Unaudited Condensed Consolidated Statements of Financial Position
As At 31 December 2024 ⁽¹⁾ (Continued)**

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Financial Position are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2023 ("FYE 2023") as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the number of ordinary shares in issue of 534,811,400 shares as at 31 March 2024 (31 December 2023: 534,269,400 shares).

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YEW LEE PACIFIC GROUP BERHAD

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**Unaudited Condensed Consolidated Statements of Changes in Equity
for the Period Ended 31 March 2023 ⁽¹⁾**

	----- Attributable to Owners of the Company -----								
	-----Non-Distributable-----				Distributable		Sub-Total RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Invested Equity RM'000	Merger Reserves RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000				
Balance as at 31 December 2022 (Audited) / 1 January 2023	66,966	-	(31,197)	(57)	38,230	73,942			
<u>Transaction with owners:</u>									
Profit for the financial period	-	-	-	-	237	237	⁽²⁾ -	237	
Other comprehensive income	-	-	-	(1)	-	(1)	⁽²⁾ -	(1)	
Total comprehensive loss for the financial period	-	-	-	(1)	237	236	-	236	
Balance as at 31 March 2023	66,966	-	(31,197)	(58)	38,467	74,178	(1)	74,177	

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the FYE 2023 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.
- (2) Represents less than RM1,000.

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**Unaudited Condensed Consolidated Statements of Changes in Equity
for the Period Ended 31 March 2024 ⁽¹⁾ (Continued)**

	----- Attributable to Owners of the Company -----								
	-----Non-Distributable-----				Distributable		Sub-Total RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Invested Equity RM'000	Merger Reserves RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000				
Balance as at 31 December 2023 (Audited) / 1 January 2024	67,480	-	(31,197)	151	36,542	72,976			
Transaction with owners:									
Issuance of ordinary share pursuant to: - Exercise of warrant	151	-	-	-	-	151	-	151	
	151	-	-	-	-	151	-	151	
Loss for the financial period	-	-	-	-	(159)	(159)	-	(159)	
Other comprehensive income	-	-	-	(162)	-	(162)	-	(162)	
Total comprehensive loss for the financial period	-	-	-	(162)	(159)	(321)	-	(321)	
Balance as at 31 March 2024	67,631	-	(31,197)	(11)	36,383	72,806	-	72,806	

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2023 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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**Unaudited Condensed Consolidated Statements of Cash Flows
for the First Quarter Ended 31 March 2024 ⁽¹⁾**

	Unaudited Current Year-to-date 31.03.2024 RM'000	Unaudited Preceding Year-to-date 31.03.2023 RM'000
Cash flow from operating activities		
(Loss) / Profit before tax	(144)	357
Adjustment for: -		
Amortisation of right-of-use assets	66	6
Impairment / (Recovered) of trade receivables, net	(11)	19
Depreciation of property, plant and equipment	444	376
Fair value gain on short-term investment	(223)	(274)
Finance costs	9	31
Loss on disposal of non-current assets	(1) ₋	-
Interest income	(1) ₋	(33)
Share of Loss / (Profit) result of an associate	21	(43)
Unrealised (gain) / Loss on foreign exchange, net	(6)	(10)
Operating profit before working capital changes	156	429
Changes in working capital:		
Inventories	(203)	45
Trade and other receivables	2,112	499
Trade and other payables	313	(388)
Cash generated from operations	2,378	585
Tax paid	(109)	(376)
Net cash generated from operating activities	2,269	209
Cash flow from investing activities		
Interest received	(2) ₋	-
Purchase of property, plant and equipment	(2,266)	(705)
Purchase of right of used assets	(55)	-
Proceed from disposal of non-current assets	9	-
Net cash used in investing activities	(2,312)	(705)
Cash flow from financing activities		
Finance costs paid	(9)	(31)
Proceeds from exercise of warrant / issuances of shares	151	-
Repayment of lease liabilities	(7)	(6)
Repayment of term loans, net	-	176
Net cash generated from / (used in) from financing activities	135	139
Net (decrease) / increase in cash and cash equivalents	92	(305)
Effect of foreign currency translation	(162)	(1)
Cash and cash equivalents at beginning of the financial period	14,905	21,958
Cash and cash equivalents at end of the financial period	14,835	21,600

NOTE:

1. The basis of preparation of the above Unaudited Condensed Consolidated Statements of Cash Flows are detailed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
2. Represent less than RM1,000

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

Notes To the Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024

A1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Boards (“MASB”) and Rule 9.22 of the ACE Market Listing Requirements (“AMLR”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the FYE 2023 as disclosed in the Annual Report. The explanatory notes attached to the interim financial statements 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 FYE 2023.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant 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 31 December 2023 except for the adoption of the following new accounting standards, amendments and interpretation:

MFRS (Including the Consequential Amendments)		Effective Date
Amendments to MFRS 7	Financial Instruments: Disclosures - Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 16	Leases - Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101	Presentation of Financial Statements - Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies	1 January 2024
Amendments to MFRS 107	Statement of Cash Flows - Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121	The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability	1 January 2025
Amendments to MFRS 10	Consolidated Financial Statements - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced
Amendments to MFRS 128	Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

The adoption of the above MFRSs and amendments to MFRSs are expected to have no material impact on the financial statements of the Group in the period of initial application.

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A3. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

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

A4. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report for the preceding FYE 2023 was issued without any qualifications.

A5. SEASONAL OR CYCLICAL FACTORS

The nature of the Group’s business was not subject to any seasonal and cyclical factors during the current financial quarter under review.

A6. ITEMS OR INCIDENCE OF AN UNUSUAL NATURE

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

A7. MATERIAL SUBSEQUENT EVENT

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

A8. 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 except as follows:

The additional Warrant A issued and exercised by registered warrant holders to new ordinary shares are as follows:

	No. of Warrant A Exercised (Units)	Balance Warrant A Outstanding (Units)
Balances as at 1 January 2024		264,384,000
Ordinary shares - exercise of warrant	542,000	263,842,000
Balances as at 31 March 2024	-	263,842,000

As at 31 March 2024, the total number of issued shares of the Company was 534,811,400 ordinary shares.

A9. DIVIDEND PAID

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

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONTINUED)**A10. SEGMENTAL INFORMATION**

The Group is principally engaged and organised into business units based on business by product related activities and has three reportable segments as follows:

- (a) Manufacturing and trading segment – Consist mainly the manufacturing of industrial brushes, trading of industrial hardware and machinery parts;
- (b) Investment holding – Investment holding operations; and
- (c) Oversea entity – Consist mainly the manufacturing of industrial brushes

Result for current quarter 31.03.2024	Manufacturing and Trading segment RM'000	Investment holding RM'000	Oversea entity RM'000	Elimination RM'000	Total RM'000
<u>Revenue</u>					
External revenue	5,920	-	788	(1,374)	5,334
Elimination of inter-segment revenue	(642)	-	(732)	1,374	-
	5,278	-	56	-	5,334
<u>Results</u>					
Segment profit / (loss)	76	(13)	(186)	-	(123)
Share of loss of an associate	(21)	-	-	-	(21)
Segment profit / (loss) before tax	55	(13)	(186)	-	(144)
Tax expenses	(15)	⁽¹⁾ -	-	-	(15)
Segment profit / (loss) after tax	40	(13)	(186)	-	(159)
<u>Assets and liabilities as at 31.03.2024</u>					
<u>Assets</u>					
Segment assets	42,483	30,298	5,776	-	78,557
Elimination of inter-segment balances	(263)	-	-	-	(263)
	42,220	30,298	5,776	-	78,294
<u>Liabilities</u>					
Segment liabilities	3,697	525	1,529	-	5,751
Elimination of inter-segment balances	-	(263)	-	-	(263)
	3,697	262	1,529	-	5,488

NOTE:

(1) Represents less than RM1,000.

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PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

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

A12. CHANGES IN THE COMPOSITION OF THE GROUP

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

A13. CAPITAL COMMITMENTS

The capital commitments of the Group were as follows: -

	Unaudited	Audited
	As at	As at
	31.03.2024	31.12.2023
	RM’000	RM’000
<u>Approved and contracted for:</u>		
Property, plant and equipment	<u>4,112</u>	<u>4,962</u>

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 related party transactions during the current financial quarter under review.

A16. FAIR VALUE OF FINANCIAL LIABILITIES

There was no gain or loss arising from fair value changes of the Group’s financial liabilities for the current financial quarter under review.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES

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

B1. REVIEW OF PERFORMANCE

	<u>Individual Quarter</u>		<u>Variance</u>	
	<u>Unaudited Current Quarter 31.03.2024 RM'000</u>	<u>Unaudited Preceding Year Corresponding Quarter 31.03.2023 RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	5,334	5,460	(126)	(2)
Gross profit	1,626	1,841	(215)	(12)
(Loss) / Profit before tax	(144)	357	(501)	>100
(Loss) / Profit after tax	(159)	237	(396)	>100

The Group recorded revenue of RM5.3 million in the first quarter ended 31 March 2024 as compared to the preceding year's corresponding quarter of RM5.4 million, representing a decrease of 2%. The decrease in revenue is mainly due to lesser sales order received from local and overseas customers.

The Group recorded a gross profit margin of 30% in the first quarter ended 31 March 2024 which shows a slight decrease as compared to preceding year's corresponding quarter of 34%. The margin was considered reasonable as per expected results but margin slightly lower than preceding year's corresponding quarter mainly due to the certain product contribution of lower margin yielding trading transaction during the period under review.

The Group posted loss after tax of RM0.1million in the current quarter as compared to profit after tax of RM0.2 million in the preceding year corresponding quarter. The loss in current quarter was mainly due to losses related to the sharing from associate entity of RM21k and loss making of RM186k from new subsidiary company's operation cost in Thailand during the period under review.

With strategic plans in place, the Group have merged our existing trading segment and manufacturing segment into one during the period under review.

Performance of the Malaysia entity for the current period under review has improved with increase in revenue and registered profit after tax, however the Group still registered a loss after tax.

Nevertheless, the Group's sustainability is positive and it continues to generate gross operating profit from its core operation activities. The Group will continue to closely monitor and adapt to the latest business environment by diversifying into other industries.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES (CONTINUED)

B2. PERFORMANCE COMPARISON WITH PRECEDING QUARTER'S RESULTS

	<u>Individual Quarter</u>		<u>Variance</u>	
	<u>Unaudited Current Quarter 31.03.2024 RM'000</u>	<u>Unaudited Preceding Quarter 31.12.2023 RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	5,334	4,934	400	8
Gross profit	1,626	756	870	>100
Loss before tax	(144)	(1,309)	1,165	89
Loss after tax	(159)	(1,383)	1,224	88

The Group recorded revenue of RM5.3 million in the first quarter ended 31 March 2024 as compared to the preceding quarter of RM4.9 million, representing an increase of 8%. The increase in revenue is mainly due to more sales order received from local and overseas customers.

The Group recorded a gross profit margin of 30% in the first quarter ended 31 March 2024 as compared to preceding quarter of 15%. The increase in the margin was mainly due to the favourable production cost control that led to higher profit growth rate (against revenue growth), as well as lower contribution of low yield trading transactions during the period under review.

The Group posted loss after tax of RM0.1million in the current quarter as compared to loss after tax of RM1.4 million in the preceding year corresponding quarter. The loss in current quarter was mainly due to losses sharing from associate entity of RM21k and loss making of RM186k from new subsidiary company's operation cost in Thailand during the period under review.

The strategy of merging the existing trading segment and manufacturing segment into one in Malaysia was executed during this period under review.

Whilst the performance of this current period under review has improved and registered profit after tax, the Group still registered a loss after tax due to reasons stated as above.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES (CONTINUED)

B3. PROSPECTS AND OUTLOOK FOR THE CURRENT FINANCIAL YEAR

The positive outlook for the Company's core business in the long term has gradually improved largely due to the recovery of our primary revenue driver which is the glove industry. Demand for gloves have been demonstrating a return to pre-pandemic levels while the average selling price is starting to show normalcy with less to no indication of excess dumping by glove manufacturers. With our extensive experience as a glove industry brush provider, we are confident on our ability to offer support and services to the glove industry as they regain their momentum in their respective markets.

Meanwhile, our Group have been actively engaged in identifying and capitalizing on emerging opportunities within the global glove market and its peripheral industries. This proactive approach ensures that we remain agile and responsive to this evolving and dynamic industry.

In terms of adopting ESG principles, continuous initiatives of aligning the Group's operations and product offerings with prevailing ESG best practices and initiatives, will put Yew Lee Pacific Group at a more favourable and advantage position during vendor selection processes.

Moving forward, our organization will continue to dedicate more efforts towards exploring additional opportunities which includes

- to expand our range of industrial brushes by developing customisable industrial brushes and to continue to strengthen our market position in the industrial brush industry within Malaysia as well as in international markets;
- to explore and expand more industrial hardware and machinery parts in trading business segment; and
- to extend our product supply to other market or industries such semiconductor, timber, glass and agricultural sector with the view of expanding our customer base whilst reducing our over dependency and reliance on the rubber gloves industry.

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES (CONTINUED)**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

B5. INCOME TAX EXPENSE

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>Current Year</u> <u>Quarter</u> <u>31.03.2024</u> <u>RM'000</u>	<u>Unaudited</u> <u>Preceding Year</u> <u>Corresponding</u> <u>Quarter</u> <u>31.03.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>Current</u> <u>Year-to-date</u> <u>31.03.2024</u> <u>RM'000</u>	<u>Unaudited</u> <u>Preceding Year</u> <u>Year-to-date</u> <u>31.03.2023</u> <u>RM'000</u>
In respect of current period:				
Income tax expense ⁽¹⁾	28	116	28	116
Deferred tax expense	(13)	4	(13)	4
Effective tax rate (%)	10	34	10	34
Statutory tax rate (%)	24	24	24	24

NOTE:

- (1) Income tax expense is recognised based on management's best estimate.
- (2) The low effective tax rate mainly due to income tax expense was derived from an entity which profit making against Group's deferred tax credit in the period under review.

B6. STATUS OF CORPORATE PROPOSALS

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

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES (CONTINUED)**B7. UTILISATION PROCEEDS FROM INITIAL PUBLIC OFFERING (“IPO”)**

As at 31 March 2024, the status of the utilisation of proceeds arising from IPO amounting to approximately RM37.27 million is stated in the following manner:

<u>Utilisation of proceeds</u>	<u>Initial IPO allocation Proceeds RM'000</u>	<u>Revised IPO allocation Proceeds RM'000</u>	<u>Actual utilisation Amount RM'000</u>	<u>Unutilised to the revised IPO Proceeds RM'000</u>	<u>Revised timeframe for utilisation from Listing</u>
Purchase of additional manufacturing machineries and equipment	10,900	1,900	1,757	143	Within 24 months
Construction of new warehouse facility and office building	7,300	7,300	4,598	2,702	Within 24 months
Renovation of new office	1,800	1,800	-	1,800	Within 36 months
Repayment of bank borrowings	8,900	8,891	8,891	-	Within 12 months
Working capital requirements	4,570	4,579	4,579	-	Within 18 months
Estimated listing expenses	3,800	3,800	3,800	-	Within 1 month
Incorporate new subsidiary company in Thailand	-	9,000	4,551	4,449	Within 36 months
	37,270	37,270	28,176	9,094	

The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus of the Company dated 17 May 2022 and announcement made on Bursa Securities' website on 18 May 2023.

B8. BANK BORROWINGS

	<u>Unaudited As at 31.03.2024 RM'000</u>	<u>Audited As at 31.12.2023 RM'000</u>
<u>Current</u>		
Lease liabilities	163	-
	<u>163</u>	<u>-</u>
<u>Non-current</u>		
Lease liabilities	175	-
	<u>175</u>	<u>-</u>

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES (CONTINUED)

B9. MATERIAL LITIGATION

There were no material litigation involving the Group in the current financial quarter under review.

B10. DIVIDEND

No dividend has been declared or recommended by the Board for the current financial quarter under review.

B11. LOSS PER SHARE

The basic and diluted Loss Per Share (“LPS”) for the current financial quarter and financial year-to-date are computed as follows:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>Current Year</u> <u>Quarter</u> <u>31.03.2024</u> <u>RM'000</u>	<u>Unaudited</u> <u>Preceding Year</u> <u>Corresponding</u> <u>Quarter</u> <u>31.03.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>Current</u> <u>Year-to-date</u> <u>31.03.2024</u> <u>RM'000</u>	<u>Unaudited</u> <u>Preceding</u> <u>Year</u> <u>Year-to-date</u> <u>31.03.2023</u> <u>RM'000</u>
(Loss) / Profit attributable to the Owners of the Company	(159)	237	(159)	237
Number of ordinary shares (in thousand)	534,811	532,436	534,682	532,436
Basic LPS (Sen) ⁽¹⁾	(0.03)	0.04	(0.03)	0.04
Diluted LPS (Sen) ⁽²⁾	(0.03)	0.04	(0.03)	0.04

NOTES:

- (1) Basic LPS is calculated based on the Company’s weighted share capital of 534,811,400 ordinary shares for the financial period ended 31 December 2024. (Financial period ended 31 December 2023: 534,269,400 ordinary shares).
- (2) Diluted LPS is calculated based on the Company’s weighted share capital of 534,682,323 ordinary shares for the financial period ended 31 December 2024. (Financial period ended 31 December 2023: 532,910,734 ordinary shares).

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PART B – EXPLANATORY NOTES PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES (CONTINUED)**B12. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

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

	<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	Unaudited Current Year-to-date 31.03.2024 RM'000	Unaudited Preceding Year Year-to-date 31.03.2023 RM'000
Depreciation of property, plant and equipment	444	376	444	376
Amortisation of right-of- use assets	65	6	65	6
Interest income	(1)	(33)	(1)	(33)
Unrealised (gain) / loss on foreign exchange, net	8	(10)	8	(10)
Interest expense	9	31	9	31
Rental expense	-	2	-	2
Impairment / (recovered) on trade receivables, net	(11)	19	(11)	19
Fair value gain on short- term investment	(224)	-	(224)	-
Loss on disposal of non- current assets	(1)	-	(1)	-

Note:

1) Represents less than RM1,000.

B13. Authorisation for Issue

The interim financial report was authorised for issue by the Board of Directors of the Company in accordance with a resolution passed by the Board of Directors on 29 May 2024.

**BY ORDER OF THE BOARD
YEW LEE PACIFIC GROUP BERHAD**