



YEW LEE PACIFIC GROUP BERHAD

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

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2024**

YEW LEE PACIFIC GROUP BERHAD

Registration No. 202001036243 (1392564-D)

(Incorporated in Malaysia)

**Unaudited Condensed Consolidated Income Statement and Other Comprehensive Income
for the Second Quarter Ended 30 June 2024 ⁽¹⁾**

	Note	Individual Quarter		Cumulative Quarter	
		Unaudited Current Quarter 30.06.2024 RM'000	Unaudited Preceding Year Corresponding Quarter 30.06.2023 RM'000	Unaudited Current Year-to- date 30.06.2024 RM'000	Unaudited Preceding Year Corresponding Year-to-date 30.06.2023 RM'000
Revenue		6,107	5,093	11,442	10,553
Cost of sales		(4,407)	(4,020)	(8,114)	(7,639)
Gross profit		1,701	1,073	3,327	2,914
Other income		496	511	765	868
Administrative expenses		(2,193)	(1,864)	(4,159)	(3,678)
Selling and marketing expenses		(50)	(38)	(84)	(57)
Finance costs		(4)	(6)	(13)	(37)
Share of results of an associate		(82)	2	(103)	45
Other expenses		(32)	(21)	(41)	(41)
(Loss) / Profit before tax	B12	(164)	(343)	(307)	14
Taxation	B5	6	(39)	(9)	(159)
Loss after tax		(158)	(382)	(316)	(145)
Other comprehensive income:					
- Foreign currency translation of foreign operation		290	6	139	11
- Share of other comprehensive loss of an associate		(2)	(7)	(13)	(13)
Total comprehensive Income / (Loss) for the period		130	(383)	(190)	(147)
Loss attributable to:					
- Owners of the Company		(158)	(382)	(316)	(145)
- Non-controlling interest		-	(4)	-	(4)
		(158)	(382)	(316)	(145)
Total comprehensive income / (loss) attributable to:					
- Owners of the Company		130	(383)	(190)	(147)
- Non-controlling interest		-	(4)	-	(4)
		130	(383)	(190)	(147)
Earnings per share ("EPS")					
- Basic (sen) ⁽²⁾	B11	(0.03)	(0.07)	(0.06)	(0.03)
- Diluted (sen) ⁽³⁾	B11	(0.03)	(0.07)	(0.06)	(0.03)

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Unaudited Condensed Consolidated Income Statement and Other Comprehensive Income for the Second Quarter Ended 30 June 2024 ⁽¹⁾ (Continued)

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Income Statement 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 EPS is calculated based on the Company's weighted share capital of 534,811,400 ordinary shares.
- (3) Diluted EPS 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

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**Unaudited Condensed Consolidated Statement of Financial Position
As At 30 June 2024 ⁽¹⁾**

	Unaudited As at 30.06.2024 RM'000	Audited As at 31.12.2023 RM'000
Non-current assets		
Property, plant and equipment	20,692	18,899
Right-of-use assets	308	-
Investment property	3,274	3,297
Investment in an associate company	303	358
	<u>24,577</u>	<u>22,554</u>
Current assets		
Inventories	4,160	4,031
Trade receivables	5,691	4,463
Other receivables, deposits and prepayments	568	3,831
Tax recoverable	1,639	1,389
Short-term investment funds	25,887	26,641
Fixed deposits with licensed banks	7,052	7,031
Cash and bank balances	8,081	7,874
	<u>53,078</u>	<u>55,260</u>
Total assets	<u>77,655</u>	<u>77,814</u>
Equity		
Share capital	67,632	67,480
Merger reserves	(31,197)	(31,197)
Foreign currency translation reserve	163	151
Retained earnings	36,226	36,542
	<u>72,823</u>	<u>72,976</u>
Total equity	<u>72,823</u>	<u>72,976</u>
Non-current liabilities		
Lease liabilities	197	-
Deferred tax liabilities	1,196	1,201
	<u>1,393</u>	<u>1,201</u>
Current liabilities		
Trade payables	2,406	2,293
Other payables and accruals	914	1,344
Lease liabilities	118	-
	<u>3,438</u>	<u>3,637</u>
Total liabilities	<u>4,831</u>	<u>4,838</u>
Total equity and liabilities	<u>77,655</u>	<u>77,814</u>
Net assets per share (sen) ⁽²⁾	<u>13.63</u>	<u>13.66</u>

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(Incorporated in Malaysia)

**Unaudited Condensed Consolidated Statement of Financial Position
As At 30 June 2024 ⁽¹⁾ (Continued)**

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement 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 30 June 2024 (31 December 2023: 534,269,400 shares).

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**Unaudited Condensed Consolidated Statement of Changes in Equity
for the Period Ended 30 June 2024 ⁽¹⁾**

	----- Attributable to Owners of the Company -----								
	-----Non-Distributable-----				Distributable		Sub-Total	Non-Controlling Interest	Total Equity
	Share Capital	Invested Equity	Merger Reserves	Foreign Currency Translation Reserve	Retained Earnings	RM'000			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 31 December 2022 / 1 January 2023 (Audited)	66,966	-	(31,197)	(57)	38,230	73,942	(1)	73,941	
Transaction with owners:									
Profit for the financial period	-	-	-	-	(145)	(145)	⁽²⁾ -	(145)	
Other comprehensive income	-	-	-	(2)	-	(2)	⁽²⁾ -	(2)	
Total comprehensive loss for the financial period	-	-	-	(2)	(145)	(147)	⁽²⁾ -	(147)	
Balance as at 30 June 2023	66,966	-	(31,197)	(59)	38,085	73,795	(1)	73,794	

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement 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.
- (2) Represents less than RM1,000.

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**Unaudited Condensed Consolidated Statement of Changes in Equity
for the Period Ended 30 June 2024 ⁽¹⁾ (Continued)**

	----- Attributable to Owners of the Company -----					Sub-Total RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
	-----Non-Distributable-----			Distributable				
	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	-	72,976
Transaction with owners:								
Issuance of ordinary share pursuant to: - Exercise of warrant	152	-	-	-	-	152	-	152
	152	-	-	-	-	152	-	152
Loss for the financial period	-	-	-	-	(316)	(316)	-	(316)
Other comprehensive income	-	-	-	12	-	12	-	12
Total comprehensive loss for the financial period	-	-	-	12	(316)	(304)	-	(304)
Balance as at 30 June 2024	67,632	-	(31,197)	163	36,226	72,823	-	72,823

NOTES:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement 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.
- (2) Represent less than RM1,000.

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**Unaudited Condensed Consolidated Statement of Cash Flow
for the Second Quarter Ended 30 June 2024 ⁽¹⁾**

	Unaudited Current Year-to-date 30.06.2024 RM'000	Unaudited Preceding Year-to-date 30.06.2023 RM'000
Cash flow from operating activities		
(Loss) / Profit before tax	(307)	14
Adjustment for: -		
Amortisation of right-of-use assets	101	13
Impairment / (Recovered) of trade receivables	(20)	(10)
Depreciation of property, plant and equipment	908	752
Fair value gain on short-term investment	⁽¹⁾ -	(532)
Finance costs	13	37
Gain on disposal of non-current assets	25	(13)
Interest income	165	(201)
Share of results of an associate company	103	(45)
Unrealised income from short-term investment	(446)	-
Unrealised (Gain) / Loss on foreign exchange	(6)	21
Operating profit before working capital changes	<u>537</u>	<u>36</u>
Changes in working capital:		
Inventories	(177)	325
Trade and other receivables	2,059	1,762
Trade and other payables	(314)	(522)
Cash generated from operations	<u>2,105</u>	<u>1,601</u>
Tax paid	(264)	(987)
Net cash generated from operating activities	<u>1,840</u>	<u>614</u>
Cash flow from investing activities		
Interest received	(165)	169
Purchase of property, plant and equipment	(2,713)	(2,319)
Purchase of right of used assets	(87)	-
Proceed from disposal of non-current assets	9	38
Net cash used in investing activities	<u>(2,956)</u>	<u>(2,112)</u>
Cash flow from financing activities		
Drawdown of term loan	-	203
Finance costs paid	(13)	(37)
Proceeds from exercise of warrant / issuances of shares	152	-
Placement on short-term money market fund	1,200	(2,000)
Repayment of lease liabilities	(7)	(12)
Repayment of term loans	-	(2,986)
Net cash generated from / (used in) from financing activities	<u>1,332</u>	<u>(4,832)</u>
Net increase / (decrease) in cash and cash equivalents	216	(6,330)
Effect of foreign currency translation	12	(2)
Cash and cash equivalents at beginning of the financial period	<u>14,905</u>	<u>21,958</u>
Cash and cash equivalents at end of the financial period	<u>15,133</u>	<u>15,626</u>

NOTE:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Cash Flow is detailed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.

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(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 Second Quarter Ended 30 June 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 financial year ended 31 December 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 financial year ended 31 December 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 financial year ended 31 December 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 was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter under review.

A9. DIVIDEND PAID

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

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 product related activities and the reportable segments are as follows:

- | | |
|---------------------------------------|---|
| (a) Manufacturing and trading segment | –Consists mainly the manufacturing of industrial brushes, trading of industrial hardware and machinery parts; |
|---------------------------------------|---|

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- (b) Investment holding – Investment holding and
(c) Oversea entity –Consists mainly the manufacturing of industrial brushes

Result for Current Quarter ended 30.06.2024	Investment Holding RM'000	Manufacturing and Trading Segment RM'000	Oversea Entity RM'000	Elimination RM'000	Total RM'000
Revenue					
Group revenue	-	5,484	614	-	6,098
Elimination of inter-segment revenue		-	-	9	9
Revenue from external customers	-	5,484	614	9	6,107
Profit / (Loss) for the period					
Other Operating Income	175	519	(13)	(349)	332
Interest Income	-	159	6	-	165
Total Expenses	(237)	(5,610)	(849)	(68)	(6,764)
Finance costs	-	(1)	(3)	-	(4)
(Loss) / Profit before taxation	(62)	551	(245)	(408)	(164)
Taxation	-	-	-	6	6
(Loss) / Profit after taxation	(62)	551	(245)	(402)	(158)

Result for YTD ended 30.06.2024	Investment Holding RM'000	Manufacturing and Trading Segment RM'000	Oversea Entity RM'000	Elimination RM'000	Total RM'000
Revenue					
Group revenue	-	11,405	1,346	-	12,751
Elimination of inter-segment revenue		-	-	(1,309)	(1,309)
Revenue from external customers	-	11,405	1,346	(1,309)	11,442
Profit / (Loss) for the period					
Other Operating Income	352	638	(40)	(391)	559
Interest Income	-	159	6	-	165
Total Expenses	(351)	(11,686)	(1,733)	1,309	(12,461)
Finance costs	-	(1)	(12)	-	(13)
Profit / (loss) before taxation	1	515	(432)	(391)	(307)
Taxation	-	(28)	-	19	(9)
Profit / (loss) after taxation	1	487	(432)	(372)	(316)

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 As at 30.06.2024 RM’000	Audited As at 31.12.2023 RM’000
<u>Approved and contracted for:</u>		
Property, plant and equipment	3,723	4,962

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 Second Quarter Ended 30 June 2024****B1. REVIEW OF PERFORMANCE**

	<u>Individual Quarter</u>		<u>Variance</u>	
	<u>Unaudited Current Quarter 30.06.2024</u>	<u>Unaudited Preceding Year Corresponding Quarter 30.06.2023</u>	<u>RM'000</u>	<u>%</u>
Revenue	6,107	5,093	1,014	20
Gross profit	1,701	1,073	628	59
Loss before tax	(164)	(343)	179	52
Loss after tax	(158)	(382)	224	59

The Group recorded revenue of RM6.1 million in the second quarter ended 30 June 2024 as compared to the preceding year's corresponding quarter of RM5.1 million, representing an increase of 20% due to better demand and recurring orders from existing customers.

The Group recorded a gross profit margin of 28% in the second quarter ended 30 June 2024 which shows an increase as compared to preceding year's corresponding quarter of 21%.

The Group posted loss after tax of RM0.16million in the current quarter as compared to loss after tax of RM0.38 million in the preceding year corresponding quarter which has shown an improvement in the reduction of losses since the last preceding year due to more prudent cost management.

Performance of the Malaysian operations for the current period under review has improved with the increase in revenue and gross profit margin. However, the Group still registered a loss after tax mainly attributable to the losses incurred by overseas subsidiary. Nevertheless, the favourable foreign exchange rate upon quarter end translation had minimized the losses incurred.

Going forward, the Board would continue to monitor closely the Group's performance and align its business strategy by diversifying into other product segments. At the same time the Management will continue to exercise more prudent cost management across the entire Group.

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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 30.06.2024 RM'000</u>	<u>Unaudited Preceding Quarter 31.03.2024 RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	6,107	5,334	773	14
Gross profit	1,701	1,626	75	5
Loss before tax	(164)	(144)	(20)	(14)
Loss after tax	(158)	(159)	1	0.6

The Group recorded revenue of RM6.1 million in the second quarter ended 30 June 2024 as compared to the preceding quarter of RM5.3 million, representing an increase of 14%. The increase in revenue is mainly due to incremental sales order received from local and overseas customers.

The Group recorded a gross profit margin of 28% in the second quarter ended 30 June 2024 as compared to the preceding quarter of 30% in Q1 2024 attributable to higher purchasing costs and marginal increase in factory staff costs.

The Group's loss after tax of RM0.158 million in the current quarter improved marginally when compared to the loss after tax of RM0.159 million in the preceding quarter. Despite a higher turnover from previous quarter, it was offset by the higher amortisation and depreciation charges coupled with increase in selling and marketing expenditures during the second quarter. The loss in the current quarter was also caused by losses incurred by the new overseas subsidiary in Thailand and notable increase in legal and professional fees during the period under review.

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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. TAXATION

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>Current Year</u> <u>Quarter</u> <u>30.06.2024</u> <u>RM'000</u>	<u>Unaudited</u> <u>Preceding Year</u> <u>Corresponding</u> <u>Quarter</u> <u>30.06.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>Current</u> <u>Year-to-date</u> <u>30.06.2024</u> <u>RM'000</u>	<u>Unaudited</u> <u>Preceding Year</u> <u>Year-to-date</u> <u>30.06.2023</u> <u>RM'000</u>
In respect of current period:				
Income tax ⁽¹⁾	-	43	28	160
Deferred tax	(6)	(4)	(19)	(1)
Effective tax rate (%)	(4)	(11)	(3)	1,136
Statutory tax rate (%)	24	24	24	24

NOTE:

- (1) The low effective tax rate is mainly due to income tax incurred has been offset against the Group's deferred tax credit during 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 30 June 2024, the status of the utilisation of proceeds arising from IPO amounting to approximately RM37.27 million is stated in the following manner:

Utilisation of proceeds	<u>Initial IPO allocation Proceeds</u> RM'000	<u>Revised IPO allocation Proceeds</u> RM'000	<u>Actual utilisation Amount</u> RM'000	<u>Unutilised to the revised IPO Proceeds</u> RM'000	<u>Revised timeframe for utilisation from Listing</u>
Purchase of additional manufacturing machineries and equipment	10,900	4,700	1,757	2,943	Within 36 months
Construction of new warehouse facility and office building	7,300	9,100	4,958	4,142	Within 30 months
Renovation of new office	1,800	-	-	-	-
Repayment of bank borrowings	8,900	8,891	8,891	-	-
Working capital requirements	4,570	5,079	4,900	179	Within 3 months from the date of approval by the shareholders of the Company
Estimated listing expenses	3,800	3,800	3,800	-	-
Incorporate new subsidiary company in Thailand	-	5,700	5,700	-	-
	37,270	37,270	30,006	7,264	

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

	Unaudited As at 30.06.2024 RM'000	Audited As at 31.12.2023 RM'000
<u>Current</u>		
Lease liabilities	118	-
	<u>118</u>	<u>-</u>
<u>Non-current</u>		
Lease liabilities	197	-
	<u>197</u>	<u>-</u>

YEW LEE PACIFIC GROUP BERHAD

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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. EARNINGS PER SHARE

The basic and diluted Earnings Per Share (“EPS”) 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>30.06.2024</u> <u>RM’000</u>	<u>Unaudited</u> <u>Preceding Year</u> <u>Corresponding</u> <u>Quarter</u> <u>30.06.2023</u> <u>RM’000</u>	<u>Unaudited</u> <u>Current</u> <u>Year-to-date</u> <u>30.06.2024</u> <u>RM’000</u>	<u>Unaudited</u> <u>Preceding</u> <u>Year</u> <u>Year-to-date</u> <u>30.06.2023</u> <u>RM’000</u>
Loss attributable to the Owners of the Company	(158)	(382)	(316)	(145)
Number of ordinary shares (in thousand)	534,811	532,436	534,811	532,436
Basic EPS (sen) ⁽¹⁾	(0.03)	(0.07)	(0.06)	(0.03)
Diluted EPS (sen) ⁽²⁾	(0.03)	(0.07)	(0.06)	(0.03)

NOTES:

- (1) Basic EPS 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 EPS is calculated based on the Company’s weighted share capital of 534,811,400 ordinary shares for the financial period ending 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 INCOME STATEMENT AND OTHER COMPREHENSIVE
INCOME**

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

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Unaudited Current Year Quarter 30.06.2024 RM'000	Unaudited Preceding year Corresponding Quarter 30.06.2023 RM'000	Unaudited Current Year-to-date 30.06.2024 RM'000	Unaudited Preceding Year Year-to-date 30.06.2023 RM'000
Depreciation of property, plant and equipment	124	376	256	752
Amortisation of right-of- use assets	36	7	101	13
Interest income	(165)	(168)	(165)	(201)
Unrealised (Gain) / Loss on foreign exchange, net	(18)	31	(26)	21
Interest expense	4	6	13	37
Rental expense	-	2	-	4
Recovery on trade receivables	(9)	(29)	(20)	(10)
Fair value gain on short- term investment	(222)	(259)	(446)	(532)
Loss / (Gain) on disposal of non-current assets	2	(13)	2	(13)

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 26 August 2024.

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