



YEW LEE PACIFIC GROUP BERHAD

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

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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 Third Quarter Ended 30 September 2024 ⁽¹⁾**

	Note	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
		Unaudited Current Quarter 30.09.2024 RM'000	Unaudited Preceding Year Corresponding Quarter 30.09.2023 RM'000	Unaudited Current Year-to- date 30.09.2024 RM'000	Unaudited Preceding Year Corresponding Year-to-date 30.09.2023 RM'000
Revenue		4,755	5,661	16,196	16,214
Cost of sales		(2,972)	(4,184)	(11,087)	(11,823)
Gross profit		1,783	1,477	5,109	4,391
Other income		205	477	970	1,344
Administrative expenses		(1,864)	(1,884)	(6,023)	(5,562)
Selling and marketing expenses		(62)	(26)	(146)	(83)
Finance costs		(4)	(4)	(17)	(37)
Share of results of an associate		157	2	54	47
Other expenses		(110)	(3)	(151)	(43)
Profit / (Loss) before tax	B12	105	43	(204)	57
Taxation	B5	(66)	(167)	(75)	(326)
Profit / (Loss) after tax		39	(124)	(278)	(269)
Other comprehensive Income / (Loss):					
- Foreign currency translation of foreign operation		(288)	(52)	(149)	(41)
- Share of other comprehensive loss of an associate		(5)	9	(18)	(4)
Total comprehensive Income for the period		(255)	(167)	(445)	(314)
Profit / (Loss) attributable to:					
- Owners of the Company		39	(124)	(278)	(269)
- Non-controlling interest		-	(4)	-	(4)
		39	(124)	(278)	(269)
Total comprehensive Loss attributable to:					
- Owners of the Company		(255)	(167)	(445)	(314)
- Non-controlling interest		-	(4)	-	(4)
		(255)	(167)	(445)	(314)
Earnings per share ("EPS")					
- Basic (sen) ⁽²⁾	B11	0.01	(0.02)	(0.05)	(0.05)
- Diluted (sen) ⁽³⁾	B11	0.01	(0.02)	(0.05)	(0.05)

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Unaudited Condensed Consolidated Income Statement and Other Comprehensive Income for the Third Quarter Ended 30 September 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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**Unaudited Condensed Consolidated Statement of Financial Position
As At 30 September 2024 ⁽¹⁾**

	Unaudited As at 30.09.2024 RM'000	Audited As at 31.12.2023 RM'000
Non-current assets		
Property, plant and equipment	20,981	18,899
Right-of-use assets	261	-
Investment property	3,828	3,297
Investment in an associate company	383	358
	<u>25,453</u>	<u>22,554</u>
Current assets		
Inventories	4,405	4,031
Trade receivables	3,925	4,463
Other receivables, deposits and prepayments	491	3,831
Tax recoverable	1,276	1,389
Short-term investment funds	27,113	26,641
Fixed deposits with licensed banks	7,052	7,031
Cash and bank balances	6,029	7,874
	<u>50,291</u>	<u>55,260</u>
Total assets	<u>75,744</u>	<u>77,814</u>
Equity		
Share capital	67,632	67,480
Merger reserves	(31,197)	(31,197)
Foreign currency translation reserve	(130)	151
Retained earnings	36,264	36,542
	<u>72,568</u>	<u>72,976</u>
Total equity	<u>72,568</u>	<u>72,976</u>
Non-current liabilities		
Lease liabilities	153	-
Deferred tax liabilities	1,196	1,201
	<u>1,349</u>	<u>1,201</u>
Current liabilities		
Trade payables	574	1,986
Other payables and accruals	1,140	1,651
Lease liabilities	113	-
	<u>1,827</u>	<u>3,637</u>
Total liabilities	<u>3,176</u>	<u>4,838</u>
Total equity and liabilities	<u>75,744</u>	<u>77,814</u>
Net assets per share (sen) ⁽²⁾	<u>13.57</u>	<u>13.66</u>

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Unaudited Condensed Consolidated Statement of Financial Position

As At 30 September 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 September 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 September 2024 ⁽¹⁾**

	----- Attributable to Owners of the Company -----					Sub-Total	Non-Controlling Interest	Total Equity
	-----Non-Distributable-----			Distributable				
	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
Balance as at 1 January 2024	67,480	-	(31,197)	151	36,542	72,976	-	72,976
<u>Transaction with owners:</u>								
Issuance of ordinary share pursuant to:								
- Exercise of warrant	152	-	-	-	-	152	-	152
	152	-	-	-	-	152	-	152
Loss for the financial period	-	-	-	-	(278)	(278)	-	(278)
Other comprehensive income	-	-	-	-	-	-	-	-
Foreign currency translation	-	-	-	(281)	-	(281)	-	(281)
Total comprehensive loss for the financial period	-	-	-	(281)	(278)	(559)	-	(559)
Balance as at 30 September 2024	67,632	-	(31,197)	(130)	36,264	72,569	-	72,569

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 September 2024 ⁽¹⁾ (Continued)**

	----- Attributable to Owners of the Company -----					Sub-Total	Non-Controlling Interest	Total Equity
	-----Non-Distributable-----			Distributable				
	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
Balance as at 1 January 2023	66,966	-	(31,197)	(57)	38,230	73,942	(1)	73,941
<u>Transaction with owners:</u>								
Issuance of ordinary share pursuant to:								
- Exercise of warrant	386	-	-	-	-	386	-	386
	67,352	-	-	-	-	386	-	386
Loss for the financial period	-	-	-	-	(269)	(269)	⁽²⁾ -	(269)
Other comprehensive loss	-	-	-	(45)	-	(45)	⁽²⁾ -	(45)
Total comprehensive loss for the financial period	-	-	-	(45)	(269)	(314)	⁽²⁾ -	(314)
Balance as at 30 September 2023	67,352	-	(31,197)	(102)	37,961	74,014	(1)	74,013

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 Cash Flow
for the Third Quarter Ended 30 September 2024 ⁽¹⁾**

	Unaudited Current Year-to-date 30.09.2024 RM'000	Unaudited Preceding Year-to-date 30.09.2023 RM'000
Cash Flow from Operating Activities		
(Loss) / Profit before tax	(204)	57
Adjustment for: -		
Amortisation of right-of-use assets	136	19
Impairment / (Recovery) of trade receivables	(28)	(2)
Depreciation of property, plant and equipment	1,374	1,126
Fair value gain on short-term investment	⁽¹⁾ -	(792)
Finance costs	17	37
Loss / (Gain) on disposal of non-current assets	25	(39)
Interest income	(165)	(331)
Share of results of an associate company	(54)	(47)
Unrealised income from short-term investment	(672)	-
Unrealised Loss on foreign exchange	(6)	(38)
Operating Profit Before Working Capital Changes	423	(10)
Changes in working capital:		
Inventories	(344)	1,078
Trade and other receivables	3,909	(3,409)
Trade and other payables	(1,921)	(454)
Cash generated from / (used in) operations	2,067	(2,795)
Tax paid	33	(1,256)
Net cash generated from / (used in) operating activities	2,100	(4,051)
Cash Flow from Investing Activities		
Interest received	165	252
Purchase of property, plant and equipment	(4,022)	(3,470)
Purchase of right of used assets	(124)	-
Proceed from disposal of non-current assets	9	64
Net cash used in investing activities	(3,972)	(3,154)
Cash Flow from Financing Activities		
Drawdown of term loan	-	-
Finance costs paid	(17)	(37)
Proceeds from exercise of warrant / issuances of shares	152	386
Withdraw / (Placement) on short-term money market fund	200	1,000
Repayment of lease liabilities	(7)	(19)
Repayment of term loans	-	(2,783)
Net cash generated from / (used in) from financing activities	328	(1,453)
Net decrease in cash and cash equivalents	(1,543)	(8,658)
Effect of foreign currency translation	(281)	(45)
Cash and Cash Equivalents at beginning of the financial period	14,905	21,958
Cash and Cash Equivalents at end of the financial period	13,081	13,255

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.
- (2) 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**Notes To the Unaudited Interim Financial Report for the Third Quarter Ended 30 September 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 qualification.

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

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Result for YTD ended 30.09.2024	Investment Holding RM'000	Manufacturing and Trading Segment RM'000	Oversea Entity RM'000	Elimination RM'000	Total RM'000
<u>Revenue</u>					
Group revenue	-	15,822	2,117	-	17,939
Elimination of inter-segment revenue		-	-	(1,743)	(1,743)
Revenue from external customers	-	15,822	2,117	(1,743)	16,196
<u>Profit / (Loss) for the period</u>					
Other Operating Income	521	658	(25)	(235)	919
Interest Income	-	159	6	-	165
Total Expenses	(497)	(16,263)	(2,450)	1,743	(17,467)
Finance costs	-	(1)	(15)	-	(16)
Profit / (Loss) before taxation	24	375	(367)	(235)	(203)
Taxation	1	(94)	-	19	(75)
Profit / (Loss) after taxation	25	281	(367)	(216)	(278)

Result for YTD ended 30.09.2023	Investment Holding RM'000	Manufacturing and Trading Segment RM'000	Oversea Entity RM'000	Elimination RM'000	Total RM'000
<u>Revenue</u>					
Group revenue	-	16,423	-	-	16,423
Elimination of inter-segment revenue		-	-	(209)	(209)
Revenue from external customers	-	16,423	-	(209)	16,214
<u>Profit / (Loss) for the period</u>					
Other Operating Income	723	619	2	22	1,366
Interest Income	-	-	-	-	-
Total Expenses	(525)	(17,132)	(38)	209	(17,486)
Finance costs	-	(37)	-	-	(37)
Profit / (loss) before taxation	198	(127)	(36)	22	57
Taxation	(1)	(327)	-	2	(326)
Profit / (loss) after taxation	197	(454)	(36)	24	(269)

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 30.09.2024 RM'000	Audited As at 31.12.2023 RM'000
<u>Approved and contracted for:</u>		
Property, plant and equipment	4,457	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 PERSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES**Notes To the Unaudited Condensed Consolidated Interim Financial Report for the Third Quarter Ended 30 September 2024****B1. REVIEW OF PERFORMANCE**

	<u>Individual Quarter</u>		<u>Variance</u>	
	<u>Unaudited Current Quarter</u> <u>30.09.2024</u> <u>RM'000</u>	<u>Unaudited Preceding Year Corresponding Quarter</u> <u>30.09.2023</u> <u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	4,755	5,661	(906)	(16)
Gross profit	1,783	1,477	306	21
Profit before tax	105	43	62	144
Profit / (Loss) after tax	39	(124)	163	131

The Group achieved a turnover of RM4.76 million during Q3 2024 as compared with RM5.66 million recorded in the corresponding quarter in 2023, which represents a 16% decrease mainly attributed to the market competition.

Meanwhile, the sales mix during the current quarter comprised mainly from the revenue generated from industrial sales segment had resulted in a favourable gross profit margin of 37% against the 26% recorded in the preceding year corresponding quarter. The Group had achieved a gross profit of RM1.78 million during 2024 Third Quarter as compared to RM1.48 million in the preceding year 2023 Third Quarter, representing an increase of RM306,000 and 21% respectively.

The commendable improvement in the gross profit margin together with the positive operating results achieved by the subsidiary in Thailand during the current quarter had contributed to the turnaround of the Group, and it had posted a Profit Before Tax of RM105,000 in 2024 Q3 and increase of 144%,

Barring any unforeseen circumstances, the board expects that the continued recovery in the global glove industry during the second half of 2024 would be in favour of Group performance particularly in the prevailing Q4.

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PART B – EXPLANATORY NOTES PERSUANT 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 30.09.2024 RM'000</u>	<u>Unaudited Preceding Quarter 30.06.2024 RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	4,755	6,107	(1,352)	(22)
Gross profit	1,783	1,701	82	5
Profit / (Loss) before tax	105	(164)	269	164
Profit / (Loss) after tax	39	(158)	197	125

The Group generated a lower Turnover of RM4.76 million in third quarter ended 30 September 2024 versus RM6.11 million achieved in the immediate preceding quarter as a results of stiff market competition. Despite the above adverse sentiment, the higher gross profit margin of 37% recorded in the current third quarter vs 28% in the second quarter of 2024 had partly offset such negative impact and helped the Group to turnaround and posted a marginal profit before tax of RM105,000.

In addition, the favourable operating results achieved by the Group subsidiary in Thailand as well as the share of results from the overseas associate had also contributed greatly to the current quarter bottom line. Meanwhile, the under provision for taxation in prior year had resulted in a lower Profit After Tax of RM39,000 reported in the current quarter 2024 Q3.

The Group is optimistic that the global demand for rubber gloves would rebound in the second half of 2024 and the Directors expect the performance of the Group to be in line with the anticipated favourable development.

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PART B – EXPLANATORY NOTES PERSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES (CONTINUED)**B3. PROSPECTS AND OUTLOOK FOR THE CURRENT FINANCIAL YEAR**

Our Group operating results depends to a certain extent, on the performance of the rubber glove industry as they are an important revenue contributor. The oversupply of the rubber glove due to the aggressive expansion of the rubber glove manufacturers post pandemic, had in fact affected their demand for our Group industrial brush products, arising from their plant rationalization caused by the excessive production and inventory hangover. However, these scenarios had begun to subside in view of the release and sale of stockpiling inventory and therefore, the order from the rubber glove manufacturers would start to recover and contribute gradually to the market-led demand for our group products.

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 as 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 PERSUANT TO CHAPTER 9, APPENDIX 9B OF THE AMLR OF BURSA SECURITIES (CONTINUED)**B4. VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST OR PROFIT GUARANTEE**

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>	
	Unaudited Current Year Quarter 30.09.2024 RM'000	Unaudited Preceding Year Corresponding Quarter 30.09.2023 RM'000	Unaudited Current Year-to- date 30.09.2024 RM'000	Unaudited Preceding Year Year-to- date 30.09.2023 RM'000
In respect of current period:				
Income tax ⁽¹⁾	66	168	94	327
Deferred tax	-	(1)	(19)	(1)
Effective tax rate (%)	63	388	37	572
Statutory tax rate (%)	24	24	24	24

NOTE:

- (1) The higher effective tax rate during the current quarter is mainly due to under provision for taxation in respect of prior year.

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

As at 30 September 2024, the status of the utilisation of proceeds arising from IPO amounting to approximately RM37.27 million is as stated below:

<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	4,700	2,969	1,731	Within 36 months
Construction of new warehouse facility and office building	7,300	9,100	6,283	2,817	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	5,079	-	-
Estimated listing expenses	3,800	3,800	3,800	-	-
Incorporate new subsidiary company in Thailand	-	5,700	5,700	-	-
	37,270	37,270	32,722	4,548	

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 30.09.2024 RM'000	Audited As at 31.12.2023 RM'000
<u>Current</u>		
Lease liabilities	113	-
	<u>113</u>	<u>-</u>
<u>Non-current</u>		
Lease liabilities	153	-
	<u>153</u>	<u>-</u>

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PART B – EXPLANATORY NOTES PERSUANT 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 Current Year Quarter 30.09.2024 RM’000</u>	<u>Unaudited Preceding Year Correspondin g Quarter 30.09.2023 RM’000</u>	<u>Unaudited Current Year-to- date 30.09.2024 RM’000</u>	<u>Unaudited Preceding Year Year-to-date 30.09.2023 RM’000</u>
Profit / (Loss) attributable to the Owners of the Company	39	(124)	(278)	(269)
Number of ordinary shares (in thousand)	534,811	532,573	534,811	532,482
Basic EPS (sen) ⁽¹⁾	0.01	(0.02)	(0.05)	(0.05)
Diluted EPS (sen) ⁽²⁾	0.01	(0.02)	(0.05)	(0.05)

NOTES:

- (1) Basic EPS is calculated based on the Company’s weighted average share capital of 534,811,400 ordinary shares for the financial period ended 30 September 2024. (Financial period ended 30 September 2023: 532,572,983 ordinary shares).
- (2) Diluted EPS is calculated based on the Company’s weighted average share capital of 534,811,400 ordinary shares for the financial period ending 30 September 2024. (Financial period ended 30 September 2023: 532,481,897 ordinary shares).

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PART B – EXPLANATORY NOTES PERSUANT 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 30.09.2024 RM'000	Unaudited Preceding year Corresponding Quarter 30.09.2023 RM'000	Unaudited Current Year-to- date 30.09.2024 RM'000	Unaudited Preceding Year Year-to-date 30.09.2023 RM'000
Depreciation of property, plant and equipment	466	375	1,374	1,126
Amortisation of right-of- use assets	35	6	136	19
Interest income	-	(130)	(165)	(331)
Unrealised Loss / (Gain) on foreign exchange, net	110	(59)	106	(38)
Interest expense	4	-	17	37
Rental expense	-	-	-	4
(Recovery) / Impairment on trade receivables	(8)	8	(28)	(2)
Fair value gain on short- term investment	(226)	(260)	(672)	(792)
Gain on disposal of non- current assets	-	(26)	(25)	(39)

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 21 November 2024.

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