



**YX PRECIOUS METALS BHD (202101001245) (1401543-M)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023**

**(The figures have not been audited)**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2023**

	Note	Individual Quarter		Year-to-date	
		3 months ended		12 months ended	
		31/12/2023	31/12/2022	31/12/2023	31/12/2022
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	61,814	78,845	239,798	298,042
Cost of sales		(57,247)	(73,434)	(220,803)	(276,167)
<b>Gross profit</b>		<b>4,567</b>	<b>5,411</b>	<b>18,995</b>	<b>21,875</b>
Other income		145	16	479	97
Selling and distribution expenses		(325)	(293)	(1,427)	(1,393)
Administrative expenses		(1,447)	(1,126)	(5,318)	(6,693)
Net gain on impairment of financial assets		48	123	29	82
Other expenses		(828)	(9)	(830)	(148)
<b>Profit from operations</b>		<b>2,160</b>	<b>4,122</b>	<b>11,928</b>	<b>13,820</b>
Finance costs		(30)	(79)	(118)	(601)
<b>Profit before tax</b>	<b>B13</b>	<b>2,130</b>	<b>4,043</b>	<b>11,810</b>	<b>13,219</b>
Taxation	B4	(483)	(1,098)	(2,797)	(3,818)
<b>Profit for the financial period/year</b>		<b>1,647</b>	<b>2,945</b>	<b>9,013</b>	<b>9,401</b>
Profit attributable to:-					
Owners of the parent		1,647	2,945	9,013	9,401
Non-controlling interests		-	-	-	-
		<b>1,647</b>	<b>2,945</b>	<b>9,013</b>	<b>9,401</b>
Earnings per ordinary share attributable to equity holders of the parent (sen):-					
Basic earnings per share	B12	0.44	0.79	2.42	2.53
Diluted earnings per share	B12	0.44	0.79	2.42	2.53

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**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2023 (Cont'd)**

	Note	Individual Quarter		Year-to-date	
		3 months ended		12 months ended	
		31/12/2023	31/12/2022	31/12/2023	31/12/2022
		RM'000	RM'000	RM'000	RM'000
Profit for the financial period/year		1,647	2,945	9,013	9,401
<b>Other comprehensive income:</b>					
<b>Items that may be reclassified subsequently to profit or loss</b>					
Foreign currency translations		(62)	-	(62)	-
Other comprehensive income, net of tax		(62)	-	(62)	-
<b>Total comprehensive income</b>		<b>1,585</b>	<b>2,945</b>	<b>8,951</b>	<b>9,401</b>
<b>Total comprehensive income attributable to:-</b>					
Owners of the parent		1,585	2,945	8,951	9,401
Non-controlling interests		-	-	-	-
		<b>1,585</b>	<b>2,945</b>	<b>8,951</b>	<b>9,401</b>

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022 as disclosed in the Company's Annual Report 2022 and the accompanying explanatory notes attached to this interim financial report.

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**YX PRECIOUS METALS BHD (202101001245) (1401543–M)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2023**

	(Unaudited) As At 31/12/2023 RM'000	(Audited) As At 31/12/2022 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	3,923	3,645
Right-of-use asset	1,266	787
Deferred tax assets	34	38
	<u>5,223</u>	<u>4,470</u>
<b>Current assets</b>		
Inventories	73,551	64,328
Trade and other receivables	11,782	12,383
Current tax assets	591	28
Cash and bank balances	18,339	25,884
	<u>104,263</u>	<u>102,623</u>
<b>TOTAL ASSETS</b>	<u><u>109,486</u></u>	<u><u>107,093</u></u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	82,889	82,889
Reserves	22,475	16,501
<b>TOTAL EQUITY</b>	<u>105,364</u>	<u>99,390</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Lease liabilities	593	522
Deferred tax liabilities	273	251
	<u>866</u>	<u>773</u>
<b>Current Liabilities</b>		
Trade and other payables	2,617	1,854
Borrowings	-	4,765
Lease liabilities	627	199
Current tax liabilities	12	112
	<u>3,256</u>	<u>6,930</u>
<b>TOTAL LIABILITIES</b>	<u>4,122</u>	<u>7,703</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>109,486</u></u>	<u><u>107,093</u></u>
<b>Net assets per share (RM)</b>	0.28	0.27

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022 as disclosed in the Company's Annual Report 2022 and the accompanying explanatory notes attached to this interim financial report.

**YX PRECIOUS METALS BHD (202101001245) (1401543–M)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 DECEMBER 2023**

	-----Attributable To Owners Of The Parent-----				Total RM'000
	---Non Distributable---		---Distributable---		
	Share Capital RM'000	Merger Reserve RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	
<b>Balance as at 1 January 2023</b>	82,889	(34,500)	-	51,001	99,390
Profit for the financial year	-	-	-	9,013	9,013
Other comprehensive income, net of tax	-	-	(62)	-	(62)
	-	-	(62)	9,013	8,951
<i>Transactions with owners</i>					
Dividend paid	-	-	-	(2,977)	(2,977)
<b>Balance as at 31 December 2023</b>	82,889	(34,500)	(62)	57,037	105,364
<b>Balance as at 1 January 2022</b>	17,600	-	-	41,600	59,200
Profit for the financial year	-	-	-	9,401	9,401
Other comprehensive income, net of tax	-	-	-	-	-
	-	-	-	9,401	9,401
<i>Transactions with owners</i>					
Effect of business combination under common control:					
- elimination of subsidiaries' share capital	(17,600)	(34,500)	-	-	(52,100)
Ordinary shares issued	83,361	-	-	-	83,361
Ordinary share issuance expenses	(472)	-	-	-	(472)
<b>Balance as at 31 December 2022</b>	82,889	(34,500)	-	51,001	99,390

The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022 as disclosed in the Company's Annual Report 2022 and the accompanying explanatory notes attached to this interim financial report.

**YX PRECIOUS METALS BHD (202101001245) (1401543–M)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 DECEMBER 2023**

	12 months ended	
	31/12/2023	31/12/2022
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	11,810	13,219
Adjustments for:-		
Depreciation of right-of-use asset	622	249
Depreciation of property, plant and equipment	589	445
Fair value loss on derivative	823	-
Gain on disposal of property, plant and equipment	-	(20)
Impairment of trade and other receivables	41	58
Interest income	(79)	(51)
Net unrealised (gain)/loss on foreign exchange	(7)	4
Reversal on impairment of trade and other receivables	(70)	(140)
Finance costs	118	601
Operating profit before changes in working capital	13,847	14,365
Inventories	(9,223)	(15,239)
Trade and other receivables	630	6,970
Trade and other payables	(61)	(140)
Cash generated from operations	5,193	5,956
Interest paid	(41)	(574)
Tax paid	(3,434)	(4,241)
Net cash from operating activities	1,718	1,141
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	79	51
Proceeds from disposal of property, plant and equipment	-	20
Purchase of property, plant and equipment	(867)	(2,196)
Addition of right-of-use assets	(29)	-
Net cash used in investing activities	(817)	(2,125)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Lease interest paid	(77)	(14)
Dividend paid	(2,977)	-
Proceeds from issuance of ordinary shares	-	31,261
Share issuance expenses	-	(472)
Net repayments of short term borrowings	(4,765)	(11,905)
Net repayments of lease liabilities	(573)	(221)
Net cash (used in)/from financing activities	(8,392)	18,649

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023**  
**(The figures have not been audited)**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 DECEMBER 2023 (Cont'd)**

	<b>12 months ended</b>	
	<b>31/12/2023</b>	<b>31/12/2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(7,491)	17,665
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	25,884	8,214
<b>EFFECT OF EXCHANGE RATES CHANGES</b>	(54)	5
<b>CASH &amp; CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<u>18,339</u>	<u>25,884</u>
<b>Represented by:-</b>		
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	18,339	25,884
Bank overdrafts	-	-
	<u>18,339</u>	<u>25,884</u>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022 as disclosed in the Company's Annual Report 2022 and the accompanying explanatory notes attached to this interim financial report.

# YX PRECIOUS METALS BHD (202101001245) (1401543–M)

(Incorporated in Malaysia)

## INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023

(The figures have not been audited)

### PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

#### A1. BASIS OF PREPARATION

The interim financial report of YX Precious Metals Bhd (“YXPM” or “Company”) and its subsidiaries (“Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: *Interim Financial Reporting* and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

This interim financial report should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2022 as disclosed in the Company’s Annual Report 2022 and the accompanying notes attached to this interim financial report.

#### A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted and disclosed in the Group’s audited financial statements for the financial year ended 31 December 2022.

The following MFRSs, Amendment to MFRSs and IC Interpretation have been issued but has not been early adopted by the Group.

Title	Effective Date
Amendments to MFRS 112 <i>Income Taxes International Tax Reform – Pillar Two Model Rules</i>	See paragraph 98M of MFRS 112
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to MFRS 101 <i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendment to MFRS 16 <i>Lease Liability in a Sale and Leaseback</i>	1 January 2024
Amendments to MFRS 107 and MFRS 7 <i>Supplier Finance Arrangements</i>	1 January 2024
Amendments to MFRS 121 <i>Lack of Interchangeability</i>	1 January 2025
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

#### A3. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report for the preceding annual financial statements of the Group was not subject to any qualification.

#### A4. SEASONAL OR CYCLICAL FACTORS

The Group’s business traditionally picks up before the main festive seasons in Malaysia.

#### A5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review and year-to-date.

#### A6. MATERIAL CHANGES IN ESTIMATES

There were no material changes in the estimates during the current quarter under review and year-to-date.

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)****A7. ISSUANCES, REPURCHASES AND REPAYMENTS OF DEBTS AND EQUITY INSTRUMENTS**

There were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities during the current quarter under review and year-to-date.

**A8. DIVIDEND PAID**

No dividend was paid during the current quarter under review.

Dividend paid during the financial year-to-date are as follows:

A first and final single tier dividend of 0.80 sen per ordinary share for the financial year ended 31 December 2022 amounted to RM2,977,200.00 was declared on 7 April 2023 and paid on 2 June 2023 to shareholders whose names appeared in Company's record of depositors on 18 May 2023.

No dividend was paid for the preceding year corresponding period.

**A9. OPERATING SEGMENTAL INFORMATION**

The business activities of the Group are predominantly located in Malaysia and as such, segment reporting by geographical location is not presented.

The Group has two reportable segments as follows:

**Segments**

Wholesale	Wholesaling of gold jewellery and other related products and services
Design and manufacture	Design and manufacturing of gold jewellery and other related products and services

Analysis of the Group's segment information for the current quarter and year-to-date under review is as follows:

31 December 2023	Individual Quarter 3 months ended			Year-to-date 12 months ended		
	Wholesale RM'000	Design and Manufacture RM'000	Total RM'000	Wholesale RM'000	Design and Manufacture RM'000	Total RM'000
<b>Revenue</b>						
Total sales	43,805	20,732	64,537	191,934	58,258	250,192
Inter-segment sales	(976)	(1,747)	(2,723)	(3,912)	(6,482)	(10,394)
External sales	42,829	18,985	61,814	188,022	51,776	239,798
<b>Results</b>						
Profit before tax	850	1,280	2,130	8,146	3,664	11,810
Tax expense	(197)	(286)	(483)	(2,158)	(639)	(2,797)
Profit for the period/ year	653	994	1,647	5,988	3,025	9,013



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**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)****A9. OPERATING SEGMENTAL INFORMATION (Cont'd)**

31 December 2022	Individual Quarter 3 months ended			Year-to-date 12 months ended		
	Wholesale RM'000	Design and Manufacture RM'000	Total RM'000	Wholesale RM'000	Design and Manufacture RM'000	Total RM'000
<b>Revenue</b>						
Total sales	66,477	20,042	86,519	276,661	42,644	319,305
Inter-segment sales	(3,364)	(4,310)	(7,674)	(8,068)	(13,195)	(21,263)
External sales	63,113	15,732	78,845	268,593	29,449	298,042
<b>Results</b>						
Profit before tax	2,976	1,067	4,043	10,507	2,712	13,219
Tax expense	(814)	(284)	(1,098)	(3,202)	(616)	(3,818)
Profit for the period/ year	2,162	783	2,945	7,305	2,096	9,401
<b>Assets and liabilities as at 31 December 2023</b>						
<b>Assets</b>						
Segment assets				77,133	31,728	108,861
Unallocated assets						625
						109,486
<b>Liabilities</b>						
Segment liabilities				2,300	1,537	3,837
Unallocated liabilities						285
						4,122
<b>31 December 2022</b>						
<b>Assets</b>						
Segment assets				80,033	26,994	107,027
Unallocated assets						66
						107,093
<b>Liabilities</b>						
Segment liabilities				4,285	3,055	7,340
Unallocated liabilities						363
						7,703

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023**  
**(The figures have not been audited)**

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)**

**A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There was no valuation of property, plant and equipment during the current quarter under review and year-to-date.

**A11. SIGNIFICANT EVENTS SUBSEQUENT TO THE END OF THE CURRENT QUARTER**

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

**A12. CHANGES IN THE COMPOSITION OF THE GROUP**

On 22 June 2023, Gemas Precious Metals Industries Sdn Bhd, a wholly-owned subsidiary of the Company, has incorporated a wholly-owned subsidiary company in Socialist Republic of Vietnam, namely YX Precious Metal (Vietnam) Company Limited (“YX Vietnam”) with paid-up share capital of USD500,000. YX Vietnam has yet to commence operations. Its principal activity will be manufacturing of 916 gold jewellerys and related products and services.

Other than the above, there were no changes to the composition of the Group during the current quarter under review and year-to-date.

**A13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no contingent liabilities or contingent assets as at 31 December 2023.

**A14. CAPITAL COMMITMENT**

Capital commitment as at 31 December 2023 is as follows:

	<b>RM’000</b>
Capital expenditure in respect of purchase of property, plant and equipment:	
Approved but not contracted for	<u>7,902</u>

Save as disclosed above, there were no other material commitments as at 31 December 2023.

**A15. SIGNIFICANT RELATED PARTY TRANSACTIONS**

Save as disclosed below, there were no other significant related party transactions during the current quarter and year-to-date under review:

	<b>Individual Quarter</b>		<b>Year-to-date</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31/12/2023</b>	<b>31/12/2022</b>	<b>31/12/2023</b>	<b>31/12/2022</b>
	<b>RM’000</b>	<b>RM’000</b>	<b>RM’000</b>	<b>RM’000</b>
<b>Related companies</b>				
Sales of goods	12,032	25,071	40,929	41,131
Purchase of goods	12,910	15,232	36,683	27,108
Hedging cost on gold price fluctuations	60	90	214	99
Rental of server	*	3	3	3
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

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**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)****A15. SIGNIFICANT RELATED PARTY TRANSACTIONS (cont’d)**

Save as disclosed below, there were no other significant related party transactions during the current quarter and year-to-date under review: (cont’d)

	<b>Individual Quarter</b>		<b>Year-to-date</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31/12/2023</b>	<b>31/12/2022</b>	<b>31/12/2023</b>	<b>31/12/2022</b>
	<b>RM’000</b>	<b>RM’000</b>	<b>RM’000</b>	<b>RM’000</b>
<b>Related companies (cont’d)</b>				
Dividend paid	-	-	2,084	-
Promotional and selling expenses	1	2	1	2
<b>Related parties</b>				
Sales of goods	-	31	9	669
Purchase of goods	-	15	-	241
Purchase of manufacturing tools	38	18	130	124
Rental of premises	51	49	233	221

**Note:**

\* Amount less than RM1,000.

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**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. PERFORMANCE REVIEW*****Comparison between current quarter and previous year corresponding quarter***

	<b>Individual Quarter 3 months ended</b>			
	<b>31/12/2023 RM'000</b>	<b>31/12/2022 RM'000</b>	<b>Variance</b>	
			<b>RM'000</b>	<b>%</b>
<b>Revenue</b>				
Wholesale	42,829	63,113	(20,284)	(32.14)
Design and Manufacture	18,985	15,732	3,253	20.68
<b>Total</b>	<b>61,814</b>	<b>78,845</b>	<b>(17,031)</b>	<b>(21.60)</b>
<b>Profit before tax</b>				
Wholesale	850	2,976	(2,126)	(71.44)
Design and Manufacture	1,280	1,067	213	19.96
<b>Total</b>	<b>2,130</b>	<b>4,043</b>	<b>(1,913)</b>	<b>(47.32)</b>

The Group recorded a decrease in revenue of RM17.03 million or 21.60% to RM61.81 million as compared to previous year corresponding quarter. The decrease was due mainly to lower demand from customers from Peninsular Malaysia and East Malaysia from the wholesale segment. However, the above-mentioned decrease was cushioned by higher revenue generated from design and manufacture segment which increased by RM3.25 million as compared to previous corresponding quarter as a result of higher gold jewellery volume sold to customers from Peninsular Malaysia.

The Group's profit before tax decreased by RM1.91 million or 47.32% to RM2.13 million as compared to previous year corresponding quarter due mainly to lower revenue recorded as mentioned above and recognition of fair value loss on derivative amounting to RM823,000.

***Comparison between current financial year-to-date and previous financial year-to-date***

	<b>Year-to-date 12 months ended</b>			
	<b>31/12/2023 RM'000</b>	<b>31/12/2022 RM'000</b>	<b>Variance</b>	
			<b>RM'000</b>	<b>%</b>
<b>Revenue</b>				
Wholesale	188,022	268,593	(80,571)	(30.00)
Design and Manufacture	51,776	29,449	22,327	75.82
<b>Total</b>	<b>239,798</b>	<b>298,042</b>	<b>(58,244)</b>	<b>(19.54)</b>
<b>Profit before tax</b>				
Wholesale	8,146	10,507	(2,361)	(22.47)
Design and Manufacture	3,664	2,712	952	35.10
<b>Total</b>	<b>11,810</b>	<b>13,219</b>	<b>(1,409)</b>	<b>(10.66)</b>

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**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****B1. PERFORMANCE REVIEW (cont'd)**

The Group recorded a decrease in revenue of RM58.24 million or 19.54% to RM239.80 million as compared to previous financial year-to-date. The decrease was due mainly to lower demand from customers from Peninsular Malaysia and East Malaysia from the wholesale segment. However, the above-mentioned decrease was cushioned by higher revenue generated from design and manufacture segment which increased by RM22.33 million as compared to previous financial year-to-date as a result of higher gold jewellery volume sold to customers from Peninsular Malaysia.

The Group's profit before tax decreased by RM1.41 million or 10.66% to RM11.81 million as compared to previous financial year-to-date due mainly to lower revenue recorded as mentioned above and recognition of fair value loss on derivative amounting to RM823,000.

**Comparison between current quarter and immediate preceding quarter**

	3 months ended		Variance	
	31/12/2023 RM'000	30/9/2023 RM'000	RM'000	%
Revenue	61,814	53,607	8,207	15.31
Profit before tax	2,130	2,338	(208)	(8.90)

The Group's revenue for the current quarter ended 31 December 2023 has increased by RM8.21 million or 15.31% to RM61.81 million as compared to the immediate preceding quarter due mainly to higher sales volume of gold jewellery from both the wholesale as well as design and manufacture segment as a result of higher demand from customers.

The Group recorded a lower profit before tax of RM2.13 million in the current quarter, representing a decrease of RM0.21 million or 8.90% as compared to the immediate preceding quarter. The decrease in profit before tax was due mainly to recognition of fair value loss on derivative amounting to RM823,000.

**B2. COMMENTARY ON PROSPECTS**

The Group anticipates the business conditions would remain challenging, primarily influenced by geo-political risks, the fluctuations of global gold prices, foreign exchange rate and local jewellery demands with such uncertainties continuing to affect the global and local markets.

The Group remains vigilant and will take necessary measures to meet the challenges ahead. The Group expects the financial performance for the financial year ending 2024 to be satisfactory.

**B3. PROFIT FORECAST, PROFIT ESTIMATE OR PROFIT GUARANTEE**

The Group has not issued any profit forecast, profit estimate or profit guarantee in any public document.

**YX PRECIOUS METALS BHD (202101001245) (1401543–M)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont’d)****B4. TAXATION**

	Individual Quarter		Year-to-date	
	3 months ended		12 months ended	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	RM'000	RM'000	RM'000	RM'000
Current taxation	457	892	2,771	3,612
Deferred taxation	26	206	26	206
	<u>483</u>	<u>1,098</u>	<u>2,797</u>	<u>3,818</u>
Effective tax rate (%)	22.68	27.16	23.68	28.88
Statutory tax rate (%)	24.00	24.00	24.00	24.00

The effective tax rate of the Group for the current quarter and financial year-to-date are lower than the statutory tax rate of 24.00% due to lower non-deductible expenses incurred and reversal of income tax expenses over-provided for the prior year.

**B5. CORPORATE PROPOSALS**

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

**B6. UTILISATION OF PROCEEDS FROM INITIAL PUBLIC OFFERING OF THE COMPANY (“IPO”)**

The status of utilisation of proceeds from IPO as at 31 December 2023 are as follows:

Purposes	Proposed	Actual	Balance	Deviation	Estimated time frame for use (from the Listing Date)
	utilisation	utilisation	unutilised		
	RM'000	RM'000	RM'000	RM'000	
Purchase of new machinery and equipment for expansion of hollow gold jewellery range	4,400	641	3,759	-	Within 24 months
Expansion and upgrading of operational facilities	2,500	161	2,339	-	Within 24 months
Working capital					
- Purchase of raw materials	20,861	21,389	-	528 <sup>(i)</sup>	Within 12 months
Estimated listing expenses	3,500	2,972	-	(528) <sup>(i)</sup>	Within 3 months
<b>Total</b>	<b>31,261</b>	<b>25,163</b>	<b>6,098</b>	<b>-</b>	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 30 May 2022.

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**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****B6. UTILISATION OF PROCEEDS FROM IPO (cont'd)****Note:**

- (i) Pursuant to Section 4.4.4 of the Company's Prospectus dated 30 May 2022, if the actual listing expenses are higher than budgeted, the deficit will be funded by internally generated funds. Conversely, if the actual listing expenses are lower than budgeted, the excess will be used for working capital purposes.

As such, the excess of RM0.53 million was utilised for working capital purposes.

**B7. LOANS AND BORROWINGS**

As at 31 December 2023, the Group does not have any borrowings.

	<b>31/12/2023</b>	<b>31/12/2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Unsecured</b>		
<b>Current</b>		
Bankers' acceptances	-	4,765
<b>Non-current</b>	-	-
	<u>-</u>	<u>4,765</u>

**B8. DERIVATIVE FINANCIAL INSTRUMENTS**

As at 31 December 2023, the derivative financial instruments of the Group are as follows:

	<b>31/12/2023</b>		<b>31/12/2022</b>	
	<b>Contract amount</b>	<b>Derivative liabilities</b>	<b>Contract amount</b>	<b>Derivative liabilities</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Gold loan contracts:				
Repayable less than 1 year	<u>8,523</u>	<u>823</u>	<u>-</u>	<u>-</u>

These gold contracts were entered into with the objective of managing and hedging the Group's exposure to adverse price movements of gold. The fair values of the components have been determined based on counter parties' quotes as at the end of each reporting period.

The above contracts are initially recognised at fair value on the date such contracts are entered into and are subsequently re-measured at fair value through profit or loss.

During the current quarter under review and financial year-to-date, the Group has recognised a net loss of RM823,000 (2022: RM NIL) arising from fair value changes of the gold loan contracts.

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**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont’d)****B9. FAIR VALUE OF FINANCIAL LIABILITIES**

Other than the net loss of RM823,000 (2022: RM NIL) arising from fair value changes of the derivative liabilities as disclosed in Note B8, there was no gain or loss arising from fair value changes of financial liabilities for the current quarter under review and financial year-to-date as the Group did not have any other financial liabilities measured at fair value.

**B10. CHANGES IN MATERIAL LITIGATIONS**

There were no material litigations during the current quarter under review up to the date of this interim financial report.

**B11. DIVIDEND PAYABLE**

No dividend has been declared or recommended for payment by the Board of Directors of the Company during the current quarter under review.

**B12. EARNINGS PER SHARE**

	<b>Individual Quarter</b>		<b>Year-to-date</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31/12/2023</b>	<b>31/12/2022</b>	<b>31/12/2023</b>	<b>31/12/2022</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Consolidated profit for the financial period/year attributable to equity holders of the parent	1,647	2,945	9,013	9,401
Number of ordinary shares in issue ('000)	372,150	372,150	372,150	372,150
Basic earnings per share (sen)	0.44	0.79	2.42	2.53
Diluted earnings per share (sen)	0.44	0.79	2.42	2.53

Basic earnings per share and diluted earnings per share are calculated based on the consolidated profit for the financial period/year attributable to equity holders of the parent divided by the number of ordinary shares of the Company during the financial period/year.

There are no dilutive instruments at the end of the financial period/year.

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**YX PRECIOUS METALS BHD (202101001245) (1401543–M)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023****(The figures have not been audited)****B13. PROFIT BEFORE TAX**

Profit before tax is arrived at after charging:

	<b>Individual Quarter 3 months ended</b>		<b>Year-to date 12 months ended</b>	
	<b>31/12/2023</b>	<b>31/12/2022</b>	<b>31/12/2023</b>	<b>31/12/2022</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Depreciation of property, plant and equipment	142	137	589	444
Depreciation of right-of-use asset	248	63	622	249
Finance costs	30	79	118	601
Fair value loss on derivative	823	-	823	-
Gain on disposal of property, plant and equipment	-	(20)	-	(20)
Net realised and unrealised (gain)/ loss on foreign exchange	(8)	9	(16)	148

Save for the above, the other disclosure items as required under Rule 16, Part A of Appendix 9B of the Listing Requirements are not applicable.

By Order of the Board

Secretary

Teoh Kok Jong (LS 04719/ PC No. 201908001451)

Dated : 26 February 2024