



PT RESOURCES HOLDINGS BERHAD

(Registration No.: 201901032139 (1341469-P))

(Incorporated in Malaysia under the Companies Act 2016)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2024



UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾

| | Note | Individual Quarter | | Cumulative Quarter | |
|---|------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| | | Unaudited 31.07.2024 RM'000 | Unaudited 31.07.2023 RM'000 | Unaudited 31.07.2024 RM'000 | Unaudited 31.07.2023 RM'000 |
| Revenue | A9 | 165,157 | 131,643 | 165,157 | 131,643 |
| Cost of sales | | (148,999) | (120,513) | (148,999) | (120,513) |
| Gross profit | | 16,158 | 11,130 | 16,158 | 11,130 |
| Other income | | 7 | 1,744 | 7 | 1,744 |
| Administration expenses | | (10,328) | (7,253) | (10,328) | (7,253) |
| Profit from operations | | 5,837 | 5,621 | 5,837 | 5,621 |
| Finance income | | 272 | 232 | 272 | 232 |
| Finance costs | | (1,030) | (1,002) | (1,030) | (1,002) |
| Profit before tax | | 5,079 | 4,851 | 5,079 | 4,851 |
| Tax expense | B4 | (115) | (157) | (115) | (157) |
| Profit for the financial period | B11 | 4,964 | 4,694 | 4,964 | 4,694 |
| <u>Other comprehensive income that may be reclassified subsequently to profit or loss</u> | | | | | |
| Foreign currency translation differences | | (426) | (9) | (426) | (9) |
| Total comprehensive income for the financial period | | 4,538 | 4,685 | 4,538 | 4,685 |
| Profit for the financial period attributable to: | | | | | |
| Owners of the Company | | 4,964 | 4,694 | 4,964 | 4,694 |
| | | 4,964 | 4,694 | 4,964 | 4,694 |
| Total comprehensive income for the financial period attributable to: | | | | | |
| Owners of the Company | | 4,538 | 4,685 | 4,538 | 4,685 |
| | | 4,538 | 4,685 | 4,538 | 4,685 |
| Earnings per share | | | | | |
| Basic/Diluted (sen) ⁽²⁾⁽³⁾ | B10 | 0.93 | 0.88 | 0.93 | 0.88 |

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.
- (2) Computed based on the profit attributable to the owners of the Company divided by the weighted average number of ordinary shares as referred to in Note B10.
- (3) The diluted earnings per share ("EPS") for the current and cumulative quarters are equivalent to the basic EPS as the Company does not have any dilutive instruments for the financial period ended 31 July 2023 and 31 July 2024.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION ⁽¹⁾

| | Unaudited As at 31.07.2024 RM'000 | Audited As at 30.04.2024 RM'000 |
|--|--|--|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 50,066 | 43,652 |
| Right-of-use assets | 8,932 | 9,273 |
| Fixed deposits with licensed banks | 25,618 | 24,974 |
| | 84,616 | 77,899 |
| Current assets | | |
| Inventories | 41,767 | 17,666 |
| Trade receivables | 143,647 | 127,507 |
| Other receivables | 25,893 | 64,439 |
| Tax recoverable | 701 | 771 |
| Fixed deposits with licensed banks | 11,450 | 10,583 |
| Cash and bank balances | 39,669 | 51,245 |
| | 263,127 | 272,211 |
| TOTAL ASSETS | 347,743 | 350,110 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Share capital | 67,047 | 67,047 |
| Merger deficit | (13,400) | (13,400) |
| Foreign currency translation reserve | (427) | (1) |
| Retained earnings | 154,541 | 149,577 |
| | 207,761 | 203,223 |
| Non-controlling interests | 299 | 299 |
| Total equity | 208,060 | 203,522 |
| Non-current liabilities | | |
| Borrowings | 6,837 | 7,114 |
| Lease liabilities | 5,728 | 5,823 |
| Provision for restoration costs | 1,973 | 1,950 |
| | 14,538 | 14,887 |
| Current liabilities | | |
| Trade payables | 6,423 | 4,592 |
| Other payables | 7,066 | 18,823 |
| Borrowings | 110,791 | 107,017 |
| Lease liabilities | 859 | 1,068 |
| Tax payable | 6 | 201 |
| | 125,145 | 131,701 |
| Total liabilities | 139,683 | 146,588 |
| TOTAL EQUITY AND LIABILITIES | 347,743 | 350,110 |
| Net assets per share attributable to owners of the company (RM) ⁽²⁾ | 0.39 | 0.38 |



UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2024
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D) ⁽¹⁾

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.
- (2) Computed based on total equity divided by the number of ordinary shares of 535,020,000 as at 30 April 2024 and 31 July 2024.

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PT RESOURCES HOLDINGS BERHAD

(Registration No.: 201901032139 (1341469-P))



UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ⁽¹⁾

| | Attributable to owners of the Company | | | | Total equity attributable to owners of the Company | Non-controlling interests | Total equity |
|--|---------------------------------------|-----------------|--------------------------------------|-------------------|--|---------------------------|----------------|
| | Non-distributable | | Distributable | | | | |
| | Share capital | Merger deficit | Foreign currency translation reserve | Retained earnings | | | |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Balance as at 1 May 2023 | 67,047 | (13,400) | - | 103,563 | 157,210 | - | 157,210 |
| Total comprehensive income/(loss) for the financial period | | | (9) | 4,694 | 4,685 | - | 4,685 |
| Balance as at 31 July 2023 | 67,047 | (13,400) | (9) | 108,257 | 161,895 | - | 161,895 |
| Balance as at 1 May 2024 | 67,047 | (13,400) | (1) | 149,577 | 203,223 | 299 | 203,522 |
| Total comprehensive income/(loss) for the financial period | - | - | (426) | 4,964 | 4,538 | - | 4,538 |
| Balance as at 31 July 2024 | 67,047 | (13,400) | (427) | 154,541 | 207,761 | 299 | 208,060 |

Note:

- (1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾

| | Cumulative Quarter | |
|---|-----------------------------------|-----------------------------------|
| | Unaudited 31.07.2024 RM'000 | Unaudited 31.07.2023 RM'000 |
| Cash flows from operating activities | | |
| Profit before tax | 5,079 | 4,851 |
| Adjustments for: | | |
| Depreciation of property, plant and equipment | 648 | 544 |
| Depreciation of right-of-use assets | 236 | 160 |
| Interest expense | 1,011 | 997 |
| Interest income | (272) | (232) |
| Unrealised loss on foreign exchange | 2,577 | 1,788 |
| Operating profit before changes in working capital | 9,279 | 8,108 |
| Changes in working capital: | | |
| Inventories | (24,102) | 917 |
| Receivables | 20,342 | (16,491) |
| Payables | (9,986) | 17,361 |
| Bankers' acceptance | (1,099) | (4,436) |
| Invoice financing | 3,333 | (32) |
| Revolving financing | 4,134 | (1,342) |
| Cash generated from operations | 1,901 | 4,085 |
| Interest paid | (771) | (747) |
| Interest received | 51 | 42 |
| Tax paid | (360) | (126) |
| Tax refund | 120 | - |
| Net cash from operating activities | 941 | 3,254 |
| Cash flows from investing activities | | |
| Interest received | 221 | 190 |
| Purchase of property, plant and equipment | (7,328) | (4,622) |
| Net cash used in investing activities | (7,107) | (4,432) |
| Cash flows from financing activities | | |
| Interest paid | (217) | (226) |
| Repayment of term loans | (454) | (484) |
| Repayment of lease liabilities | (299) | (136) |
| Placement of fixed deposits pledged | (644) | (676) |
| Net cash used in financing activities | (1,614) | (1,522) |
| Net decrease in cash and cash equivalents | (7,780) | (2,700) |
| Cash and cash equivalents at the beginning of the financial period | 57,054 | 65,518 |
| Effect of foreign exchange difference | (512) | (173) |
| Cash and cash equivalents at the end of the financial period | 48,762 | 62,645 |

Note:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows and should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.



A. NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

A1. Basis of Preparation

This unaudited interim financial report of PT Resources Holdings Berhad (“**Company**”) and its subsidiaries (“**Group**”) is unaudited and has been prepared in accordance with the requirements of the Malaysian Financial Reporting Standard (“**MFRS**”) 134: Interim Financial Reporting and Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

This unaudited interim financial report should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2024 and the accompanying notes attached to this unaudited interim financial report.

A2. Significant Change to Adoption of New Standards/Amendments/Improvements to MFRSs

At the beginning of the current financial year, the Group adopted new standards/amendments/improvements to MFRSs which are mandatory for the current financial periods.

The initial application of the above accounting standards, amendments, interpretations are not expected to have any material financial impact to the financial statements.

Amendments to MFRS 101 - Presentation of financial statements: Disclosure of accounting policies

The amendments change the requirements in MFRS 101 with regard to disclosure of accounting policies. The amendments replace all instances of the term ‘significant’ with ‘material’. Accounting policy information is material if, when considered together with other information included in an entity’s financial statements, it can reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements.

The supporting paragraphs in MFRS 101 are also amended to clarify that accounting policy information that relates to immaterial transactions, other events or conditions is immaterial and need not be disclosed. Accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material. The Malaysian Accounting Standards Board has also developed guidance and examples to explain and demonstrate the application of the ‘four step materiality process’ described in MFRS Practice Statement 2.

The amendments have had an impact on the Group’s disclosures of accounting policies but not on the measurement, recognition or presentation of any items in the Group’s financial statements.

Standards Issued But Not Yet Effective

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group’s financial statements are disclosed below. The Group intend to adopt these new and amended standards and interpretations, if applicable, when they become effective.



A. NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (CONT'D)

A2. Significant Change to Adoption of New Standards/Amendments/Improvements to MFRSs (Cont'd)

Standards Issued But Not Yet Effective (Cont'd)

Amendments to MFRSs effective for the financial period beginning on or after 1 January 2024

| | |
|-----------------------------------|---|
| Amendments to MFRS 16 | Leases: Lease liability in a sale and leaseback |
| Amendments to MFRS 101 | Presentation of financial statements: Non-current liabilities with covenants |
| Amendments to MFRS 101 | Presentation of financial statements: Classification of liabilities as current or non-current |
| Amendments to MFRS 107 and MFRS 7 | Statement of cash flows and Financial instruments Disclosures: Supplier finance arrangements |

Amendments to MFRSs effective for the financial period beginning on or after 1 January 2025:

| | |
|------------------------|---|
| Amendments to MFRS 121 | The effects of changes in foreign exchange rates: Lack of exchangeability |
|------------------------|---|

Amendments to MFRSs effective for the financial period beginning on or after 1 January 2026:

| | |
|---|---|
| Amendments to MFRS 1*, MFRS 7, MFRS 9, MFRS 10 and MFRS 107 | First-time adoption of Malaysian Financial Reporting Standards, Financial Instrument Disclosures, Financial Instruments, Consolidated Financial Statements and Statement of Cash Flows. |
|---|---|

Amendments to MFRSs effective for the financial period beginning on or after 1 January 2027:

| | |
|-----------------------|---|
| Amendments to MFRS 18 | Presentation and Disclosure in Financial Statements |
| Amendments to MFRS 19 | Subsidiaries Without Public Accountability Disclosure |

Amendments to MFRSs – Effective date deferred indefinitely:

| | |
|-------------------------------------|---|
| Amendments to MFRS 10 and MFRS 128* | Consolidated financial statements and investments in associate and joint ventures – Sale or contribution of assets between an investor and its associate or joint venture |
|-------------------------------------|---|

* Not applicable to the Group's operations

A3. Auditors' Report on Preceding Annual Financial Statements

The Audited Financial Statements of the Group for the financial year ended 30 April 2024 was not subject to any qualification.

A4. Seasonal or Cyclical Factors

The Group's performance is subject to seasonal demand, whereby demand is higher prior to the commencement and during festive seasons such as Chinese New Year, Hari Raya, Deepavali and Christmas. In addition, the Group's business in the East Coast region of Peninsular Malaysia is also affected by the monsoon season especially when floods occur.



A. NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (CONT'D)

A5. Items or Incidence of an Unusual Nature

There were no unusual items affecting the assets, liabilities, equity, net income and cash flows of the Group during the current quarter and financial year-to-date (“YTD”).

A6. Material Changes in Estimates

There were no changes in estimates that have a material effect on the Group for the current quarter and YTD.

A7. Debt and Equity Securities

There were no other issuance and repayment of debt and equity securities, share buy-backs, share cancellation and resale of treasury shares during the current quarter and YTD.

A8. Dividend Paid

On 27 March 2024, the Company declared a second interim single tier dividend of 0.65 sen per ordinary share amounting to RM3.48 million for the financial year ended 30 April 2024. The dividend was paid on 16 May 2024.

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A. NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (CONT'D)

A9. Segmental Reporting

Revenue by business segments

The Group is principally involved in the processing and trading of frozen and dried seafood products, and retail trading of other products. The Group's revenue by business segments is as follows:

| | Individual Quarter | | Cumulative Quarter | |
|---|--------------------|----------------|--------------------|----------------|
| | Unaudited | Unaudited | Unaudited | Unaudited |
| | 31.07.2024 | 31.07.2023 | 31.07.2024 | 31.07.2023 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Processing and trading of frozen and dried seafood products | 156,620 | 124,638 | 156,620 | 124,638 |
| Trading of other products | 8,537 | 7,005 | 8,537 | 7,005 |
| Total | 165,157 | 131,643 | 165,157 | 131,643 |

Revenue by geographical location

The Group sells its products locally in Malaysia and internationally. The Group's segmental revenue by geographical location is as follows:

| | Individual Quarter | | Cumulative Quarter | |
|-----------------------|--------------------|----------------|--------------------|----------------|
| | Unaudited | Unaudited | Unaudited | Unaudited |
| | 31.07.2024 | 31.07.2023 | 31.07.2024 | 31.07.2023 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Malaysia | 80,533 | 57,306 | 80,533 | 57,306 |
| Overseas | | | | |
| Saudi Arabia | 5,759 | 5,535 | 5,759 | 5,535 |
| China | 78,591 | 65,657 | 78,591 | 65,657 |
| Others ⁽¹⁾ | 274 | 3,145 | 274 | 3,145 |
| | 84,624 | 74,337 | 84,624 | 74,337 |
| Total | 165,157 | 131,643 | 165,157 | 131,643 |

Note:

(1) Comprise Indonesia, Thailand, Singapore, the United Arab Emirates and the Vietnam.



A. NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT (CONT'D)

A9. Material Events Subsequent to the End of the Current Quarter

There were no significant events subsequent to the end of the current quarter which will materially affect the earnings of the Group.

A10. Changes in the Composition of the Group

Save as disclosed below, there were no changes in the composition of the Group during the current quarter and YTD:

- (i) On 9 July 2024, the Company incorporated a wholly-owned subsidiary domiciled in Malaysia namely Al Baik Food Chain Sdn Bhd, which is intended to be principally involved in the trading and retailing of frozen seafood and products.
- (ii) On 11 July 2024, the Company incorporated a wholly-owned subsidiary domiciled in Malaysia namely PT Bio Agro Technologies Sdn Bhd, which is intended to be principally involved in the research and development on biotechnology.

A11. Contingent Assets and Contingent Liabilities

There were no contingent assets and contingent liabilities as at the end of the reporting quarter.

A12. Capital Commitments

Save as disclosed below, there were no capital commitments as at the end of the reporting quarter other than those stated below:

| | As at 31.07.2024 RM'000 |
|---|--|
| Approved but not contracted for: | |
| Setup of new cold storage warehouse in Kuantan, Pahang | 20,037 |
| Setup of a processing facility located in Fuzhou City, Fujian Province, China | 17,230 |
| | <hr/> <u>37,267</u> |

A13. Related Party Transactions

There were no related party transactions during the current quarter and YTD.

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B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)

B1. Performance Review

Comparison with the Corresponding Quarter (1QFY2025 vs 1QFY2024)

The Group's revenue increased by RM33.5 million or 25.5% to RM165.2 million in the 1QFY2025 as compared to 1QFY2024, which was mainly attributable to the following:

- (i) an increase in domestic demand by RM23.2 million or 40.5% in the 1QFY2025 as compared to the 1QFY2024, primarily driven by higher demand from new and existing local customers; and
- (ii) an increase in overseas demand by RM10.3 million or 13.8% in the 1QFY2025 as compared to the 1QFY2024, primarily driven by the higher demand from China customers.

The increase in the Group's revenue translated to an increase in gross profit ("**GP**") by RM5.0 million or 45.2% to RM16.2 million in the 1QFY2025 as compared to the 1QFY2024. In addition, the Group's GP margin ("**GPM**") rose by 1.3 percentage points to 9.8% in the 1QFY2025 as compared to 8.5% in the 1QFY2024. The increase in GP and GPM was mainly due to the following:

- (i) higher sales of high value products which generally have higher GP margin; and
- (ii) the Group's ability to secure its supplies at competitive pricing through amongst others, bulk purchasing.

The Group's administrative expenses increased by RM3.1 million or 42.5% to RM10.3 million in the 1QFY2025, which was mainly due to an increase of realised loss on foreign currency exchange of RM3.1 million as a result of the strengthening RM against USD in the 1QFY2025.

Pursuant to the above, the Group has recorded a profit before tax ("**PBT**") of RM5.1 million in the 1QFY2025 as compared to the PBT achieved in the 1QFY2024 of RM4.9 million.

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B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)

B1. Performance Review (Cont'd)

Comparison with the Immediate Preceding Quarter (1QFY2025 vs 4QFY2024)

The Group's revenue increased by RM18.7 million or 12.8% to RM165.2 million in the 1QFY2025 as compared to 4QFY2024, which was mainly attributable to the following:

- (i) an increase in domestic demand by RM4.5 million or 5.9% in the 1QFY2025 as compared to the 4QFY2024, primarily driven by securement of new local customers; and
- (ii) an increase in overseas demand by RM14.2 million or 20.2% in the 1QFY2025 as compared to the 4QFY2024, primarily driven by the higher demand from China customers.

Notwithstanding the above, the Group recorded a decrease in GP by RM13.6 million or 45.8% to RM16.2 million in the 1QFY2025 as compared to the 4QFY2024. In addition, the Group's GPM dropped by 10.5 percentage points to 9.8% in the 1QFY2025 as compared to 20.3% in the 4QFY2024. The decrease in GP and GPM was mainly due to the higher selling price during festive seasons in 4QFY2024.

The Group's administrative expenses decreased by RM5.3 million or 34.0% to RM10.3 million in the 1QFY2025, which was mainly due to a decrease in selling and distribution expenses by RM4.7 million due to:

- (i) a higher transportation costs incurred during the festive season in 4QFY2024 of RM3.3million; and
- (ii) a higher selling and marketing cost incurred in 4QFY2024 with the participation of international exhibitions in the United Arab Emirates, Thailand, Singapore and China.

Pursuant to the above, the Group experienced a decline in overall profitability, as reflected in the Group's PBT of RM5.1 million in the 1QFY2025 as compared to RM14.4 million in the 4QFY2024. The Group's PBT margin also decreased by 6.8 percentage points to 3.1% as compared to the 4QFY2024.

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B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)

B2. Group's Prospects

The macro environment is expected to be challenging due to the world economic slowdown aggravated by the on-going Red Sea crisis. As such, the Group will remain vigilant and adapt to market shifts and wider geopolitical/economic movement.

On the international front, the Group has been actively participating in international seafood exhibitions in the United Arab Emirates, Thailand, Singapore and China to increase market awareness of its products and thereby, improve its export sales.

In addition, the Group has/will introduce the following to expand its product range:

- (i) dried seafood products which the Group has secured orders; and
- (ii) value-added food products which are also expected to improve demand for its seafood products as well as to expand its product range.

With these efforts, the Group is optimistic on the long-term growth of the demand for its products. In the meantime, the Group is also committed to actively identify and evaluate new business opportunities and/or assets to be acquired which can contribute to and improve its financial performance.

B3. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current quarter and YTD.

B4. Tax Expense

| | Individual Quarter | | Cumulative Quarter | |
|------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| | Unaudited 31.07.2024 RM'000 | Unaudited 31.07.2023 RM'000 | Unaudited 31.07.2024 RM'000 | Unaudited 31.07.2023 RM'000 |
| Income tax | 115 | 157 | 115 | 157 |
| Effective tax rate (%) | 2.3 | 3.2 | 2.3 | 3.2 |
| Statutory tax rate (%) | 24.0 | 24.0 | 24.0 | 24.0 |

The Group's effective tax rates were lower than the statutory tax rate of 24%, which was mainly attributable to the income tax exemption granted by the Malaysian Investment Development Authority (MIDA) to MHC Coldstorage Sdn Bhd ("MHC"), a wholly-owned subsidiary of the Company, for a period of 10 years commencing from the year of assessment 2018. This has allowed MHC to enjoy 100% income tax exemption for its income earned from processing of frozen seafood products during the said period, which is conditional upon MHC operating in the Kuantan Integrated Fish Processing Park Processing Facility. The lower effective tax rate recorded for the current quarter and YTD was mainly due to the realised loss on foreign exchange which is tax deductible.



B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)

B5. Status of Corporate Proposals

Save as disclosed below, there are no corporate proposals announced by the Company but not completed as at the date of this unaudited interim financial report:

- (i) On 26 February 2023, the Company had entered into a Memorandum of Understanding (“**MOU**”) with Ocean Exchange (Fujian) Foreign Trade Services Co Ltd (“**Ocean Exchange**”) to establish cooperation between the Company and Ocean Exchange for the joint development of the Malaysian East Coast International Supply Chain Intelligent Park in Fujian province, China (“**the Project**”).

The Project, which is intended to drive the development of food and light industries supply-chain between Malaysia and Fuzhou with the aim of rapidly achieving currency internationalisation between the two countries, will encompass amongst others, integrated cold chain facilities to facilitate cross-border supply of consumer food. In addition, the Project also aims to boost the trade between the Malaysian seafood wholesale market and China through digital transformation.

As at the date of this report, the Board of Directors of the Company (“**Board**”) wishes to inform that there is no material development on the status of the MOU.

B6. Use of Proceeds Raised from Corporate Proposals

The Company had raised gross proceeds of RM48.6 million from its IPO. As at 31 July 2024, the utilisation of the IPO proceeds are as follows:

| Purpose | Proposed Utilisation RM'000 | Actual Utilisation RM'000 | Balance Unutilised RM'000 | Intended timeframe for utilisation from the date of listing |
|--|--|--------------------------------------|--------------------------------------|--|
| Capital expenditure for new cold storage warehouse | 17,635 | 8,691 | 8,944 | Within 36 months |
| Working capital | 27,175 | 27,175 | - | Within 12 months |
| Estimated listing expenses | 3,790 | 3,790 | - | Within 3 months |
| Total | 48,600 | 39,656 | 8,944 | |

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B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)

B7. Borrowings

The details of the Group's borrowings are as follows:

| | Unaudited 31.07.2024 RM'000 | Audited 30.04.2024 RM'000 |
|---------------------|--|--|
| Non-current | | |
| <i>Secured</i> | | |
| Term loans | 6,837 | 7,114 |
| | 6,837 | 7,114 |
| Current | | |
| <i>Secured</i> | | |
| Bank overdrafts | 2,356 | 4,774 |
| Term loans | 2,128 | 2,306 |
| Bankers' acceptance | 65,318 | 66,417 |
| Invoice financing | 30,658 | 27,324 |
| Revolving financing | 10,331 | 6,196 |
| | 110,791 | 107,017 |
| Total | 117,628 | 114,131 |

All the borrowings are denominated in Ringgit Malaysia.

B8. Material Litigation

As at the date of this report, the Group is not engaged in any litigation which has a material effect on the financial position or business of the Group.

B9. Dividend

On 27 September 2024, the Company declared an interim single tier dividend of 0.99 sen per ordinary share amounting to RM5.30 million for financial year ending 30 April 2025. The dividend is to be paid on 11 November 2024.

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B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS (CONT'D)

B10. Basic and Diluted EPS

The basic and diluted EPS for the current quarter and YTD are computed as follows:

| | Individual Quarter | | Cumulative Quarter | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|
| | Unaudited 31.07.2024 | Unaudited 31.07.2023 | Unaudited 31.07.2024 | Unaudited 31.07.2023 |
| Profit attributable to owners of the Company (RM'000) | 4,964 | 4,694 | 4,964 | 4,694 |
| Weighted average number of shares ('000) | 535,020 | 535,020 | 535,020 | 535,020 |
| Basic/Diluted EPS (sen) ⁽¹⁾⁽²⁾ | 0.93 | 0.88 | 0.93 | 0.88 |

Notes:

- (1) Computed based on the profit attributable to the owners of the Company divided by the weighted average number of ordinary shares of 535,020,000 for the individual and cumulative quarters ended 31 July 2023 and 31 July 2024.
- (2) The diluted EPS for the current and cumulative quarters are equivalent to the basic EPS as the Company does not have any dilutive instruments for the financial period ended 31 July 2023 and 31 July 2024.

B11. Notes to the Condensed Consolidated Statement of Profit and Other Comprehensive Income

Profit for the financial period was derived after taking into consideration the following:

| | Individual Quarter | | Cumulative Quarter | |
|---|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| | Unaudited 31.07.2024 RM'000 | Unaudited 31.07.2023 RM'000 | Unaudited 31.07.2024 RM'000 | Unaudited 31.07.2023 RM'000 |
| Interest income | 272 | 232 | 272 | 232 |
| Interest expense | (1,011) | (997) | (1,011) | (997) |
| Depreciation of property, plant and equipment | (648) | (544) | (648) | (544) |
| Depreciation of right-of-use assets | (236) | (160) | (236) | (160) |
| Realised (loss)/gain on foreign exchange | (1,391) | 1,734 | (1,391) | 1,734 |
| Unrealised loss on foreign exchange | (2,577) | (1,788) | (2,577) | (1,788) |