



COSMOS TECHNOLOGY INTERNATIONAL BERHAD

(Registration no.: 201901017221 (1326549-P))
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT

FOR THE THIRD QUARTER ENDED 31 JANUARY 2023

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

(Registration no.: 201901017221 (1326549-P))

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JANUARY 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 JANUARY 2023 ⁽¹⁾

	<i>Note</i>	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
		Unaudited 31.01.2023	Unaudited 31.01.2022⁽²⁾	Unaudited 31.01.2023	Unaudited 31.01.2022⁽²⁾
		RM'000	RM'000	RM'000	RM'000
Revenue	<i>A9</i>	14,887	N/A	44,136	N/A
Cost of sales		(10,784)	N/A	(32,567)	N/A
Gross profit		4,103	N/A	11,569	N/A
Other income		7	N/A	507	N/A
Administrative expenses		(754)	N/A	(4,177)	N/A
Selling and distribution expenses		(1,227)	N/A	(2,896)	N/A
Profit from operations		2,129	N/A	5,003	N/A
Finance costs		(151)	N/A	(446)	N/A
Profit before taxation	<i>B5</i>	1,978	N/A	4,557	N/A
Taxation	<i>B6</i>	(430)	N/A	(1,407)	N/A
Profit for the financial period		1,548	N/A	3,150	N/A
Other comprehensive income		-	N/A	-	N/A
Total comprehensive income for the financial period		1,548	N/A	3,150	N/A
Profit attributable to:					
- Equity holders of the Company		1,548	N/A	3,150	N/A
Total comprehensive income for the financial period attributable to:					
- Equity holders of the Company		1,548	N/A	3,150	N/A

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 JANUARY 2023 ⁽¹⁾

	<i>Note</i>	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
		Unaudited 31.01.2023 RM'000	Unaudited 31.01.2022 ⁽²⁾ RM'000	Unaudited 31.01.2023 RM'000	Unaudited 31.01.2022 ⁽²⁾ RM'000
Earnings per share (sen) ⁽³⁾					
- Basic	<i>B9</i>	0.60	N/A	1.43	N/A
- Diluted		0.60	N/A	1.43	N/A

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company in relation to its initial public offering ("IPO") dated 14 September 2022 ("**Prospectus**") and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the third interim financial report being announced in compliance with the ACE Market Listing Requirements ("**Listing Requirements**") of Bursa Malaysia Securities Berhad ("**Bursa Securities**"). There are no comparative figures for the preceding corresponding quarter and period as there is no interim financial report prepared for the comparative quarter concerned.
- (3) Basic and diluted earnings per share is calculated based on the weighted average number of issued ordinary shares in the Company ("**Shares**") (as defined in Note B9).

N/A - Not Applicable

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

(Registration no.: 201901017221 (1326549-P))

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JANUARY 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2023⁽¹⁾

	<i>Note</i>	Unaudited 31.01.2023 RM'000	Audited 30.4.2022 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		18,996	4,215
Right-of-use assets		85	239
Total non-current assets		19,081	4,454
Current assets			
Inventories		9,263	10,718
Trade and other receivables		20,710	15,343
Other current assets		631	1,922
Fixed deposits with licensed banks, cash and bank balances		24,842	13,393
Total current assets		55,446	41,376
TOTAL ASSETS		74,527	45,830
EQUITY AND LIABILITIES			
Equity			
Share capital		35,779	13,963
Retained earnings		14,455	12,588
TOTAL EQUITY		50,234	26,551
Non-current liabilities			
Borrowings	<i>B7</i>	1,523	246
Lease liabilities	<i>B8</i>	3,384	2,093
Deferred tax liabilities		36	36
Total non-current liabilities		4,943	2,375
Current liabilities			
Trade and other payables		12,729	10,061
Borrowings	<i>B7</i>	4,883	4,916
Lease liabilities	<i>B8</i>	1,125	848
Provision of taxation		613	1,079
Total current liabilities		19,350	16,904
TOTAL LIABILITIES		24,293	19,279
TOTAL EQUITY AND LIABILITIES		74,527	45,830
NET ASSETS PER SHARE (sen)⁽²⁾		22.86	13.80

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is computed based on the weighted average number of shares of 219,791,889 Shares.

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(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JANUARY 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 31 JANUARY 2023⁽¹⁾⁽²⁾

	<u>Non-distributable</u>	<u>Distributable</u>	
	Share capital	Retained	Total
	RM'000	earnings	equity
		RM'000	RM'000
Balance as at 1 May 2022	13,963	12,588	26,551
Shares issued for the Public Issue	22,443	-	22,443
New share issuance expenses for the Public Issue	(627)	-	(627)
Profit for the financial period	-	3,150	3,150
Dividend	-	(1,283)	(1,283)
Balance as at 31 January 2023	<u>35,779</u>	<u>14,455</u>	<u>50,234</u>

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter as no interim financial report was prepared for the comparative quarter concerned.

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INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JANUARY 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 31 JANUARY 2023⁽¹⁾

	<i>Note</i>	<u>For the 9 months ended</u>	
		31.01.2023	31.01.2022⁽²⁾
		RM'000	RM'000
Cash flows from operating activities			
Profit before taxation		3,150	N/A
Adjustments for:			
Depreciation of property, plant and equipment		873	N/A
Depreciation of right-of-use assets		154	N/A
Interest expense		446	N/A
Interest income		(112)	N/A
Operating gain before working capital changes		4,511	N/A
Decrease in inventories		1,455	N/A
Increase in trade and other receivables		(5,367)	N/A
Decrease in other current assets		1,291	N/A
Increase in trade and other payables		1,385	N/A
Increase in bills payable		1,282	N/A
Cash generated from operations		4,557	N/A
Interest paid		(159)	N/A
Tax paid		(466)	N/A
Net cash generated from operating activities		3,932	N/A
Cash flows from investing activities			
Purchase of property, plant and equipment		(15,654)	N/A
Interest income received		112	N/A
Net cash used in investing activities		(15,542)	N/A
Cash flows from financing activities			
Fixed deposit interest pledged		(13)	N/A
Decrease in fixed deposit pledged		405	N/A
Drawdown of lease liabilities		2,331	N/A
Repayment of lease liabilities		(607)	N/A
Lease liabilities interest paid		(210)	N/A
Proceeds from issuance of shares	<i>B14</i>	21,816	N/A
Repayment of obligation under lease liabilities		(156)	N/A
Term loan interest paid		(77)	N/A
Drawdown of term loans		10,089	N/A
Repayment of term loans		(8,127)	N/A
Net cash generated from financing activities		25,451	N/A
Net increase in cash and cash equivalents		13,841	N/A
Cash and cash equivalents at beginning of the period		9,690	N/A
Cash and cash equivalents at end of the period		23,531	N/A

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 31 JANUARY 2023⁽¹⁾ (CONT'D)

	<u>For the 9 months ended</u>	
	<u>31.01.2023</u>	<u>31.01.2022⁽²⁾</u>
	<u>RM'000</u>	<u>RM'000</u>
Cash and cash equivalents at end of the period consist of:		
Cash and bank balances	19,107	N/A
Fixed deposit placed with licensed bank	5,735	N/A
	<u>24,842</u>	<u>N/A</u>
Bank overdraft	(426)	N/A
Fixed deposit pledged to licensed banks	(885)	N/A
	<u>23,531</u>	<u>N/A</u>

Notes:

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Cash Flows is disclosed in Note A1 of the notes to this interim financial report and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter as no interim financial report was prepared for the comparative quarter concerned.

N/A - Not Applicable

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INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JANUARY 2023

PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 - INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial report of Cosmos Technology International Berhad (“**COSMOS**” or the “**Company**”) and its subsidiaries (the “**Group**”) is unaudited and have been prepared in accordance with the requirements of the Malaysian Financial Reporting Standard (“**MFRS**”) 134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Securities.

This is the third interim financial report for the third quarter ended 31 January 2023 announced by the Group in compliance with the Listing Requirements of Bursa Securities. As such, there are no comparative figures for the preceding corresponding quarter.

This interim financial report should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus of the Company in relation to its initial public offering (“**IPO**”) dated 14 September 2022 (“**Prospectus**”) and the accompanying explanatory notes attached to this interim financial report.

A2. Significant Accounting Policies

The following new and revised MFRSs issued by MASB, have been adopted, and the adoptions do not have any or significant impact to the financial statements for the financial year ending 30 April 2023:

Title		Effective Date
Amendments to MFRS 1:	First-time Adoption of Malaysian Financial Reporting Standards	1 May 2022
Amendments to MFRS 3:	Business Combinations	1 May 2022
Amendments to MFRS 9:	Financial Instruments	1 May 2022
Amendments to MFRS 116:	Property, Plant and Equipment	1 May 2022
Amendments to MFRS 137:	Provisions, Contingent Liabilities and Contingent Assets	1 May 2022

MFRSs that have been issued but only effective for financial period beginning on 1 January 2023 and onwards

The following new and revised MFRSs issued by MASB, have not been adopted, and the adoptions are not expected to have any significant impact to the financial statements:

Title		Effective Date
MFRS 17:	Insurance Contracts	1 January 2023
Amendments to MFRS 17:	Insurance Contracts	1 January 2023
Amendments to MFRS 101:	Presentation of Financial Statements	1 January 2023
Amendments to MFRS 108:	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
Amendments to MFRS 112:	Income Taxes	1 January 2023

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INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JANUARY 2023

A3. Auditors' Report on Preceding Annual Financial Statements

The audited consolidated financial statements of the Group for the financial year ended 30 April 2022 were not subject to any qualification.

A4. Seasonal or Cyclical Factors

The business operations of the Group were not materially affected by any seasonal or cyclical factors during the current financial quarter under review and financial period to date.

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 financial quarter under review and financial period to date.

A6. Material Changes in Estimates and Judgements

There were no material changes in accounting estimates and judgements that have a material effect on the current financial quarter under review and financial period to date.

A7. Debts and Equity Securities

There were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities during the current financial quarter under review.

A8. Dividend Paid

On 29 December 2022, the Company has declared a single-tier interim dividend of RM0.005 per ordinary share amounting to RM1,282,507 in respect of financial year ending 30 April 2023. The interim dividend has been paid on 20 February 2023 to the shareholders whose name appear in the Record of Depositors on 30 January 2023.

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A9. Segmental Information

The segmental analysis of Group's revenue is set out as follows:

(a) Revenue segmented by business activities, products and services

	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>31.01.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2022⁽¹⁾</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2022⁽¹⁾</u> <u>RM'000</u>
Distribution	3,110	N/A	10,280	N/A
Manufacturing	11,777	N/A	33,856	N/A
	<u>14,887</u>	<u>N/A</u>	<u>44,136</u>	<u>N/A</u>

(b) Revenue segmented by geographical locations

In presenting information on the basis of geographical segments, segment revenue is based on geographical location of customers.

	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>31.01.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2022⁽¹⁾</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2022⁽¹⁾</u> <u>RM'000</u>
Malaysia	5,253	N/A	17,343	N/A
United States of America	9,468	N/A	26,304	N/A
United Arab Emirates	166	N/A	489	N/A
	<u>14,887</u>	<u>N/A</u>	<u>44,136</u>	<u>N/A</u>

(1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter as no interim financial report was prepared for the comparative quarter concerned.

N/A - Not applicable

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A10. Capital Commitments

Save as below, there are no material capital commitments as at the date of this unaudited interim financial report.

	As at 31.01.2023
	RM'000
Authorised and contracted for:	
Property, plant & equipment	<u>260</u>

A11. Valuation of property, plant and equipment

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

A12. Contingent Assets and Liabilities

There were no material contingent assets and liabilities as at the end of the unaudited interim financial period.

A13. Changes in Composition of the Group

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

A14. Related party transaction

There were no material related party transactions during the financial quarter under review.

A15. Significant Events Occurring After the Financial Period

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

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INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JANUARY 2023

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Performance for current quarter and the nine (9) months financial period ended 31 January 2023⁽¹⁾

The Group recorded revenue of RM14.9 million and RM44.1 million for the current quarter and the 9 months financial period ended 31 January 2023, respectively. The Group's revenue for the financial period to date was mainly attributable by the following:

- (i) revenue generated from distribution segment amounting to RM10.3 million, representing 23.3% of total revenue;
- (ii) revenue generated from manufacturing segment amounting to RM33.8 million, representing 76.7% of total revenue;

The Group recorded profit before taxation ("PBT") of RM2.0 million for the current quarter and RM4.6 million for the financial period ended 31 January 2023. Listing expenses amounting to approximately RM0.6 million has been capitalised in the current quarter and RM0.9 million has been expensed off in the administrative expenses for the financial period to date. The adjusted PBT after excluding the listing expenses will be RM5.5 million for the financial period to date ended 31 January 2023.

Notes:

- (1) This is the third interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and period-to-date as no interim financial report was prepared for the comparative financial period.

B2. Review of performance for current quarter ended 31 January 2023 (Q3FY2023) with the immediate preceding quarter ended 31 October 2022 (Q2FY2023)

	Q3FY2023 RM'000	Q2FY2023 RM'000	Variance	
			RM'000	%
Revenue	14,887	15,407	(520)	-3.4%
Gross profit	4,103	3,888	215	5.5%
Gross profit margin (%)	27.6	25.2	N/A	N/A
Profit before taxation ("PBT")	1,978	499	1,479	296.4%

The Group revenue decreased from RM15.4 million in Q2FY2023 to RM14.9 million in Q3FY2023 by approximately RM0.5 million due to the decreased in manufacturing segment by RM0.5 million.

PBT increased by approximately RM1.5 million from RM0.5 million in Q2FY2023 to RM2.0 million in Q3FY2023. This is mainly due to the non-recurring listing expenses of RM0.6 million incurred in the financial period to date has been reclassified and capitalised to equity in Q3FY2023 as mentioned in section B1. The adjusted PBT after excluded the net impact of listing expenses for Q3FY2023 will be RM1.5 million and RM 1.7 million for Q2FY2023 respectively.

N/A - Not applicable

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B3. Commentary on Prospects

With the utilisation of IPO proceeds as disclosed in Note B14 and our Prospectus, the Group's expansion plan is expected to contribute positively in the future.

The Group has completed its Acquisition of New Building which is a piece of industrial land with existing and ready built factory as well as office in Balakong industrial area on 27 September 2022. In addition, the Group has upgraded its manufacturing capacities and increase its use of automation by acquiring new and improved machineries that provides higher efficiency, precision and output. The relocation of the Group's manufacturing operation to the New Building provides the Group an opportunity to redesign its manufacturing processes and systems as well as identify and reduce inefficiencies in the use of production space.

The Malaysian government is continuously taking initiatives to reduce the high non-revenue water ("NRW") rates and to promote higher efficiency and sustainability by improving the water treatment plants across the country. These efforts include upgrading its water flowmeter and building new water treatment plants to overcome water shortage issue. There are several upgrading projects for NRW and billing works as well as replacement of water instrumentations which are open for tender and Cosmos has tendered for some of these projects. The Group anticipate that these projects will contribute positively to the business once these tenders are secured.

The Organisation of the Petroleum Exporting Countries ("OPEC") has raised its 2023 global oil demand growth forecast in its first upward revision for months, due to China's relaxation of COVID-19 restrictions, and trimmed supply forecasts for Russia and other non-OPEC producers, pointing to a tighter market.

(Source: <https://www.reuters.com/business/energy/opec-raises-forecast-china-led-oil-demand-growth-2023-2023-02-14/>)

In view of the positive outlook in the global oil demand for 2023, the Group remains positive with the market demand for the fabricated metal products which is mainly driven by oil demand. Having said that, most global economies are facing elevated inflation and tighter monetary policy which will weigh in on the global growth. In spite of the reopening of China's economy which is expected to have some positive spill over effect to the global economy, the balance of risks to global growth outlook remains tilted to the downside.

The uncertainty in the global economy remains a concern for management. Nevertheless, the management remains cautiously optimistic and shall proactively manage any challenges the Group may face in the future.

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B4. Profit Forecast and Profit Guarantee

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement during the current financial quarter under review.

B5. Profit before Taxation

	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>31.01.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2022⁽¹⁾</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2022⁽¹⁾</u> <u>RM'000</u>
Profit before taxation is arrived at after charging:				
Auditors' remuneration				
- current period	16	N/A	47	N/A
Depreciation of property, plant and equipment	335	N/A	873	N/A
Depreciation of right-of-use assets	52	N/A	154	N/A
Finance cost				
- bank overdraft interest	13	N/A	40	N/A
- bills payable interest	45	N/A	119	N/A
- term loan interest	27	N/A	77	N/A
- lease liabilities interest	66	N/A	210	N/A
Listing expenses	(491)	N/A	853	N/A
and crediting:				
Interest income	61	N/A	112	N/A
Realised foreign exchange gain/(loss)	(130)	N/A	148	N/A

Notes:

(1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter as no interim financial report was prepared for the comparative quarter concerned.

N/A - Not applicable

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B6. Income tax expense

	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>31.01.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2022⁽¹⁾</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.01.2022⁽¹⁾</u> <u>RM'000</u>
Current tax expense:				
- current financial period	430	N/A	1,407	N/A
Effective tax rate	21.7%	N/A	30.9%	N/A
Statutory tax rate	24.0%	N/A	24.0%	N/A

The variance between effective tax rate and statutory tax rate for the current quarter was mainly due to the non-deductible listing expenses amounting to RM627,000 which was capitalised into equity.

The variance between effective tax rate and statutory tax rate for the financial period to date was mainly due to the total non-deductible listing expenses of RM853,000 incurred.

Notes:

(1) This is the third interim financial report announced in compliance with the Listing Requirements of Bursa Securities. There are no comparative figures for the preceding corresponding quarter as no interim financial report was prepared for the comparative quarter concerned.

N/A - Not applicable

B7. Borrowings

	<u>Unaudited</u> <u>31.01.2023</u> <u>RM'000</u>	<u>Audited</u> <u>30.4.2022</u> <u>RM'000</u>
Current		
Bank overdraft (secured)	426	2,426
Bills payable (secured)	3,732	2,450
Term loan (secured)	725	40
	<u>4,883</u>	<u>4,916</u>
Non-current		
Term loan (secured)	1,523	246
	<u>1,523</u>	<u>246</u>
Total borrowings	<u>6,406</u>	<u>5,162</u>

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

(Registration no.: 201901017221 (1326549-P))

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JANUARY 2023

B8. Lease liabilities

	Unaudited 31.01.2023 RM'000	Audited 30.4.2022 RM'000
Current	1,125	848
Non-current	3,384	2,093
Total lease liabilities	4,509	2,941

Lease liabilities of RM4,420,000 (2022: RM2,696,000) are effectively secured.

B9. Earnings per share ("EPS")

	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
	Q3FY2023	Q3FY2022	Q3FY2023	Q3FY2022
Profits attributable to equity holders of the Company (RM'000)	1,548	N/A	3,150	N/A
Weighted average number of shares used in computation of basic EPS	256,501,300	N/A	219,791,889	N/A
Basic earnings attributable to equity holders of the Company (Malaysian sen)	0.60	N/A	1.43	N/A
Diluted earnings attributable to equity holders of the Company (Malaysian sen) ⁽¹⁾	0.60	N/A	1.43	N/A

Notes:

(1) There are no dilutive instruments as at the end of the financial period.

N/A - Not applicable

B10. Material Litigation

The Group was not engaged in any material litigation as at the date of this unaudited interim financial report.

B11. Dividend

The Board is not recommending any dividend for the quarter under review.

B12. Derivative financial instruments

As at 31 January 2023, the Group does not have any derivative financial instruments.

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B13. Status of corporate proposals

There were no corporate proposals announced but pending completion as at the date of this unaudited interim financial report.

B14. Utilisation of proceeds

On 6 October 2022, COSMOS was officially listed on the ACE Market of Bursa Securities with public issue of 64,125,300 new Shares at an issue price of RM0.35 per Share for the entire enlarged total number of 256,501,300 Shares and raise a funds of total RM22,443,855.

As at 31 January 2023, the gross proceeds of approximately RM22.44 million raised from the IPO which intended to be utilised and up-to-date are mentioned as below:

Purpose	Proposed	Actual	Unutilised	Intended Timeframe for
	Utilisation	Utilisation	Portion	
	RM'000	RM'000	RM'000	
(i) Acquisition of new building	10,000	8,000	2,000	Within 24 months
(ii) Purchase of new machineries	3,500	2,100	1,400	Within 24 months
(iii) Repayment of bank borrowing	1,500	1,500	-	Within 6 months
(iv) Working capital	4,444	2,600	1,844	Within 12 months
(v) Estimated listing expenses	3,000	3,000	-	Within 1 months
Total	<u>22,444</u>	<u>17,200</u>	<u>5,244</u>	

BY ORDER OF THE BOARD
COSMOS TECHNOLOGY INTERNATIONAL BERHAD
23 MARCH 2023