



COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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

INTERIM FINANCIAL REPORT

FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 30 APRIL 2023 ⁽¹⁾

	<i>Note</i>	<u>Quarter ended 30 April</u>		<u>Year ended 30 April</u>	
		Unaudited 2023	Unaudited 2022⁽²⁾	Unaudited 2023	Audited 2022
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	14,137	N/A	58,273	49,120
Cost of sales		(11,152)	N/A	(43,719)	(35,471)
Gross profit		2,985	N/A	14,554	13,649
Other income		259	N/A	766	759
Administrative expenses		(1,940)	N/A	(6,117)	(5,396)
Selling and distribution expenses		(637)	N/A	(3,533)	(545)
Profit from operations		667	N/A	5,670	8,467
Finance costs		(147)	N/A	(593)	(259)
Profit before taxation	B5	520	N/A	5,077	8,208
Taxation	B6	-	N/A	(1,407)	(2,421)
Profit for the financial period/year		520	N/A	3,670	5,787
Other comprehensive income		-	N/A	-	-
Total comprehensive income for the financial period/year		520	N/A	3,670	5,787
Profit attributable to:					
- Equity holders of the Company		520	N/A	3,670	5,787
Total comprehensive income for the financial period/year attributable to:					
- Equity holders of the Company		520	N/A	3,670	5,787

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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 30 APRIL 2023 ⁽¹⁾

	<i>Note</i>	<u>Quarter ended 30 April</u>		<u>Year ended 30 April</u>	
		Unaudited 2023 RM'000	Unaudited 2022 ⁽²⁾ RM'000	Unaudited 2023 RM'000	Audited 2022 RM'000
Earnings per share (sen) ⁽³⁾					
- Basic	<i>B9</i>	0.20	N/A	1.60	3.01
- Diluted		0.20	N/A	1.60	3.01

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 fourth 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 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

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(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 APRIL 2023⁽¹⁾

		Unaudited As at 30.04.2023 RM'000	Audited As at 30.4.2022 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		19,947	4,215
Right-of-use assets		34	239
Total non-current assets		19,981	4,454
Current assets			
Inventories		9,692	10,718
Trade and other receivables		22,820	15,343
Other current assets		1,907	1,922
Fixed deposits with licensed banks, cash and bank balances		19,156	13,393
Total current assets		53,575	41,376
TOTAL ASSETS		73,556	45,830
EQUITY AND LIABILITIES			
Equity			
Share capital		35,779	13,963
Retained earnings		14,975	12,588
TOTAL EQUITY		50,754	26,551
Non-current liabilities			
Borrowings	B7	423	246
Lease liabilities	B8	3,657	2,093
Deferred tax liabilities		201	36
Total non-current liabilities		4,281	2,375
Current liabilities			
Trade and other payables		11,964	10,061
Borrowings	B7	5,192	4,916
Lease liabilities	B8	1,305	848
Provision of taxation		60	1,079
Total current liabilities		18,521	16,904
TOTAL LIABILITIES		22,802	19,279
TOTAL EQUITY AND LIABILITIES		73,556	45,830
NET ASSETS PER SHARE (sen)⁽²⁾		22.19	13.80

Notes:

- (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 228,742,951 Shares.

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 30 APRIL 2023⁽¹⁾

	<u>Non-distributable</u>	<u>Distributable</u>	<u>Total</u>
	Share capital	Retained	equity
	RM'000	earnings	RM'000
	RM'000	RM'000	
<u>Unaudited</u>			
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 year	-	3,670	3,670
Dividend	-	(1,283)	(1,283)
Balance as at 30 April 2023	35,779	14,975	50,754
<u>Audited</u>			
Balance as at 1 May 2021	13,963	6,801	20,764
Profit for the financial year	-	5,787	5,787
Balance as at 30 April 2022	13,963	12,588	26,551

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.

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 30 APRIL 2023⁽¹⁾

	Unaudited As at 30.04.2023 RM'000	Audited As at 30.04.2022 RM'000
Cash flows from operating activities		
Profit before taxation	5,077	8,208
Adjustments for:		
Depreciation of property, plant and equipment	1,248	800
Depreciation of right-of-use assets	205	204
Gain on lease liabilities written off	-	(12)
Property, plant and equipment written off	-	1
Interest expense	593	259
Interest income	(193)	(102)
Operating gain before working capital changes	6,930	9,358
Decrease/(increase) in inventories	1,026	(324)
Increase in trade and other receivables	(7,477)	(3,913)
Decrease/(increase) in other current assets	15	(1,170)
Increase/(decrease) in trade and other payables	1,903	(727)
Increase in bills payable	793	2,450
Cash generated from operations	3,190	5,674
Interest paid	(216)	(117)
Tax paid	(2,261)	(2,170)
Net cash generated from operating activities	713	3,387
Cash flows from investing activities		
Purchase of property, plant and equipment	(16,980)	(400)
Interest income received	193	102
Net cash used in investing activities	(16,787)	(298)
Cash flows from financing activities		
Fixed deposit interest pledged	(18)	(25)
Decrease in fixed deposit pledged	204	-
Drawdown of lease liabilities	3,131	-
Dividends paid	(1,283)	-
Repayment of lease liabilities	(901)	-
Lease liabilities interest paid	(280)	(132)
Proceeds from issuance of shares	21,816	-
Repayment of obligation under lease liabilities	(209)	(850)
Term loan interest paid	(97)	(10)
Drawdown of term loans	10,089	60
Repayment of term loans	(8,307)	(15)
Net cash generated from/(used in) financing activities	24,145	(972)
Net increase in cash and cash equivalents	8,071	2,117
Cash and cash equivalents at beginning of the year	9,690	7,573
Cash and cash equivalents at end of the year	17,761	9,690

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(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 30 APRIL 2023⁽¹⁾ (CONT'D)

	Unaudited As at 30.04.2023 RM'000	Audited As at 30.04.2022 RM'000
Cash and cash equivalents at end of the year consist of:		
Cash and bank balances	10,328	5,042
Fixed deposit placed with licensed bank	8,828	8,351
	<u>19,156</u>	<u>13,393</u>
Bank overdraft	(304)	(2,426)
Fixed deposit pledged to licensed banks	(1,091)	(1,277)
	<u>17,761</u>	<u>9,690</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.

N/A - Not Applicable

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(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 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 fourth interim financial report for the fourth quarter ended 30 April 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 year 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

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 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 was 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.

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.

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.

A7. Debts and Equity Securities

There was 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 ended 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.

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

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>Quarter ended 30 April</u>		<u>Year ended 30 April</u>	
	Unaudited 2023 RM'000	Unaudited 2022 RM'000	Unaudited 2023 RM'000	Audited 2022 RM'000
Distribution	1,439	N/A	11,719	19,058
Manufacturing	12,698	N/A	46,554	30,062
	<u>14,137</u>	<u>N/A</u>	<u>58,273</u>	<u>49,120</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>Quarter ended 30 April</u>		<u>Year ended 30 April</u>	
	Unaudited 2023 RM'000	Unaudited 2022 RM'000	Unaudited 2023 RM'000	Audited 2022 RM'000
Malaysia	8,613	N/A	25,956	41,443
United States of America	5,524	N/A	31,828	7,677
United Arab Emirates	-	N/A	489	-
	<u>14,137</u>	<u>N/A</u>	<u>58,273</u>	<u>49,120</u>

(1) This is the fourth 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 FOURTH QUARTER ENDED 30 APRIL 2023

A10. Capital Commitments

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

	As at 30.04.2023
	RM'000
Authorised and contracted for:	
Property, plant & equipment	1,440

A11. Valuation of Property, Plant and Equipment

There was 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 current financial quarter under review.

A15. Material Subsequent Events to the Interim Financial Period

There were no material events subsequent to the financial year ended 30 April 2023 that has not been reflected in this interim financial report.

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(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

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

B1. Review of Performance for the Current Quarter⁽¹⁾ and Financial Year Ended 30 April 2023

The Group recorded revenue of RM14.1 million and RM58.3 million for the current quarter and financial year ended 30 April 2023, respectively. The Group's revenue for the financial year was mainly attributable by the following:

- (i) revenue generated from distribution segment amounting to RM11.7 million, representing 20.1% of total revenue;
- (ii) revenue generated from manufacturing segment amounting to RM46.6 million, representing 79.9% of total revenue;

The Group recorded profit before taxation ("**PBT**") of RM0.5 million for the current quarter and RM5.1 million for the financial year ended 30 April 2023. Listing expenses amounting to approximately RM0.6 million has been capitalised and remaining RM0.9 million has been expensed off as administrative expenses in the financial year. The adjusted PBT after excluding the listing expenses will be RM6.0 million for the financial year ended 30 April 2023.

Notes:

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

B2(i). Review of Performance for Current Financial Year Ended 30 April 2023 ("FY2023") with the Immediate Preceding Financial Year Ended 30 April 2022 ("FY2022")

	FY2023 RM'000	FY2022 RM'000	Variance	
			RM'000	%
Revenue	58,273	49,120	9,153	18.6%
Gross profit	14,554	13,649	905	6.6%
Gross profit margin	25.0%	27.8%	N/A	N/A
PBT	5,077	8,208	(3,131)	-38.1%

The revenue increased by RM9.2 million from RM49.1 million in FY2022 to RM58.3 million in FY2023 mainly due to the increase in sales of manufacturing segment by RM16.5 million which is being offset against decreased in sales of distribution segment by RM7.3 million.

PBT has reduced by RM3.1 million from RM8.2 million in FY2022 to RM5.1 million in FY2023 mainly due to higher carriage outwards of RM2.6million paid to oversea' customer for shipment of goods in FY2023.

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

B2(ii). Review of Performance for Current Quarter Ended 30 April 2023 (“Q4FY2023”) with the Immediate Preceding Quarter Ended 31 January 2023 (“Q3FY2023”)

	Q4FY2023 RM'000	Q3FY2023 RM'000	Variance	
			RM'000	%
Revenue	14,137	14,887	(750)	-5.0%
Gross profit	2,985	4,103	(1,118)	-27.3%
Gross profit margin (%)	21.1	27.6	N/A	N/A
PBT	520	1,978	(1,458)	-73.7%

The Group revenue decreased by RM0.8 million from RM14.9 million in Q3FY2023 to RM14.1 million in Q4FY2023 due to the decrease in sales of distribution segment by RM1.7 million which is being offset against the increase in sales of manufacturing segment by RM0.9 million.

Gross profit has reduced by RM1.1 million mainly due to the increase in cost of production in the manufacturing segment in Q4FY2023.

PBT decreased by RM1.5 million from RM2.0 million in Q3FY2023 to RM0.5 million in Q4FY2023. This is mainly due to the non-recurring listing expenses of RM0.6 million was reclassified and capitalised to equity in Q3FY2023 and higher realised foreign exchange loss of RM0.6 million as a result of weakening USD against RM in Q4FY2023.

N/A - Not applicable

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(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

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. The relocation of the Group's manufacturing operation to the New Building provides the Group an opportunity to redesign its manufacturing processes and systems to utilise its production space in an effective manner. In addition, the Group has upgraded its manufacturing capacities by increasing its use of automation by acquiring new and improved machineries that provides higher efficiency, precision and output.

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. In connection to that, the Group had on 2 May 2023 accepted the award of a Framework Agreement by Pengurusan Air Selangor Sdn Bhd ("Air Selangor") to supply, deliver, commissioning and integration of the electromagnetic meters complete with data loggers for Air Selangor for a tenure of up to 3 years. The Group anticipate that the Framework Agreement will contribute positively to the future earnings of the Group in the coming financial years.

The Organisation of the Petroleum Exporting Countries ("OPEC")'s global oil demand forecast for 2023 remain steady with the producer group citing the potential Chinese growth to be offset by downside economic risks elsewhere such as the U.S. debt ceiling. The OPEC forecasts that the world oil demand in 2023 will rise by 2.33 million barrels per day (bpd), or 2.3% in this report.

(Source: <https://www.reuters.com/business/energy/opec-raises-chinese-oil-demand-growth-forecast-further-2023-05-11/>)

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.

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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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

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>Quarter ended 30 April</u>		<u>Year ended 30 April</u>	
	<u>Unaudited</u> <u>2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>2022</u> <u>RM'000</u>	<u>Unaudited</u> <u>2023</u> <u>RM'000</u>	<u>Audited</u> <u>2022</u> <u>RM'000</u>
Profit before taxation is arrived at after charging:				
Auditors' remuneration				
- current period/year	49	N/A	96	67
- prior year	-	-	-	10
Non statutory audit fees	-	-	-	270
Depreciation of property, plant and equipment	375	N/A	1,248	800
Depreciation of right-of-use assets	51	N/A	205	204
Finance cost				
- bank overdraft interest	5	N/A	45	108
- bills payable interest	52	N/A	171	9
- term loan interest	20	N/A	97	10
- lease liabilities interest	70	N/A	280	132
Listing expenses	-	N/A	853	1,669
Property, plant and equipment written off	-	-	-	1
Realised foreign exchange loss	584	N/A	436	24
and crediting:				
Interest income	81	N/A	193	102
Gain on lease liabilities written off	-	-	-	12
Unrealised foreign exchange gain	276	N/A	276	-

Notes:

- (1) This is the fourth 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 FOURTH QUARTER ENDED 30 APRIL 2023

B6. Income tax expense

	<u>Quarter ended 30 April</u>		<u>Year ended 30 April</u>	
	<u>Unaudited</u> <u>RM'000</u>	<u>Unaudited</u> <u>RM'000</u>	<u>Unaudited</u> <u>RM'000</u>	<u>Unaudited</u> <u>RM'000</u>
Current tax expense:				
- current financial period/year	-	N/A	1,407	2,421
Effective tax rate	-	N/A	27.7%	29.5%
Statutory tax rate	24.0%	N/A	24.0%	24.0%

The variance between effective tax rate and statutory tax rate for the financial year ended 30 April 2023 was mainly due to the non-deductible listing expenses amounting to RM853,000 (2022: RM1,669,000) expensed off during the year.

Notes:

- (1) This is the fourth 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>As at</u> <u>30.04.2023</u> <u>RM'000</u>	<u>Audited</u> <u>As at</u> <u>30.4.2022</u> <u>RM'000</u>
Current		
Bank overdraft (secured)	304	2,426
Bills payable (secured)	3,243	2,450
Term loan (secured)	1,645	40
	<u>5,192</u>	<u>4,916</u>
Non-current		
Term loan (secured)	423	246
	<u>423</u>	<u>246</u>
Total borrowings	<u>5,615</u>	<u>5,162</u>

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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

B8. Lease liabilities

	Unaudited As at 30.04.2023 RM'000	Audited As at 30.4.2022 RM'000
Current	1,305	848
Non-current	3,657	2,093
Total lease liabilities	4,962	2,941

Lease liabilities of RM4,926,000 (2022: RM2,696,000) are effectively secured.

B9. Earnings per share ("EPS")

	Quarter ended 30 April		Year ended 30 April	
	Unaudited 2023	Unaudited 2022	Unaudited 2023	Audited 2022
Profits attributable to equity holders of the Company (RM'000)	520	N/A	3,670	5,787
Weighted average number of shares used in computation of basic EPS	256,501,300	N/A	228,742,951	192,376,000
Basic earnings attributable to equity holders of the Company (Malaysian sen)	0.20	N/A	1.60	3.01
Diluted earnings attributable to equity holders of the Company (Malaysian sen) ⁽¹⁾	0.20	N/A	1.60	3.01

Notes:

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

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 current quarter under review.

B12. Derivative financial instruments

As at 30 April 2023, the Group does not have any derivative financial instruments.

COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2023

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 30 April 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	Utilisation	Portion	
	RM'000	RM'000	RM'000	
(i) Acquisition of new building	10,000	8,200	1,800	Within 24 months
(ii) Purchase of new machineries	3,500	2,400	1,100	Within 24 months
(iii) Repayment of bank borrowing	1,500	1,500	-	Within 6 months
(iv) Working capital	4,444	3,050	1,394	Within 12 months
(v) Estimated listing expenses	3,000	3,000	-	Within 1 months
Total	<u>22,444</u>	<u>18,150</u>	<u>4,294</u>	

BY ORDER OF THE BOARD
COSMOS TECHNOLOGY INTERNATIONAL BERHAD
21 JUNE 2023