



**COSMOS TECHNOLOGY INTERNATIONAL BERHAD**

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

**INTERIM FINANCIAL REPORT**

**FOR THE FIRST QUARTER ENDED 31 JULY 2023**

# COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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

(Incorporated in Malaysia)

## INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2023

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 JULY 2023 <sup>(1)</sup>

	<i>Note</i>	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
		<u>Unaudited 31.7.2023</u>	<u>Unaudited 31.7.2022</u>	<u>Unaudited 31.7.2023</u>	<u>Unaudited 31.7.2022</u>
		<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue	A9	11,089	13,842	11,089	13,842
Cost of sales		(8,236)	(10,264)	(8,236)	(10,264)
<b>Gross profit</b>		<u>2,853</u>	<u>3,578</u>	<u>2,853</u>	<u>3,578</u>
Other income		332	302	332	302
Administrative expenses		(1,391)	(1,166)	(1,391)	(1,166)
Selling and distribution expenses		(604)	(503)	(604)	(503)
Profit from operations		<u>1,190</u>	<u>2,211</u>	<u>1,190</u>	<u>2,211</u>
Finance costs		(148)	(131)	(148)	(131)
<b>Profit before taxation</b>	B5	<u>1,042</u>	<u>2,080</u>	<u>1,042</u>	<u>2,080</u>
Taxation	B6	(297)	(530)	(297)	(530)
<b>Profit for the financial period</b>		<u><u>745</u></u>	<u><u>1,550</u></u>	<u><u>745</u></u>	<u><u>1,550</u></u>
Other comprehensive income					
Total comprehensive income for the financial period		<u>745</u>	<u>1,550</u>	<u>745</u>	<u>1,550</u>
Profit attributable to:					
- Equity holders of the Company		<u>745</u>	<u>1,550</u>	<u>745</u>	<u>1,550</u>
Total comprehensive income for the financial period attributable to:					
- Equity holders of the Company		<u><u>745</u></u>	<u><u>1,550</u></u>	<u><u>745</u></u>	<u><u>1,550</u></u>

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	<i>Note</i>	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
		<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>
		<u>31.7.2023</u>	<u>31.7.2022</u>	<u>31.7.2023</u>	<u>31.7.2022</u>
		RM'000	RM'000	RM'000	RM'000
Earnings per share (sen) <sup>(2)</sup>					
- Basic	<i>B9</i>	0.29	0.81	0.29	0.81
- Diluted		N/A	N/A	N/A	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 audited consolidated financial statements for the financial year ended 30 April 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) Basic and diluted earnings per share is calculated based on the weighted average number of issued ordinary shares in the Company ("**Shares**") (as shown in Note B9).

*N/A - Not Applicable*

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## INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2023

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 JULY 2023<sup>(1)</sup>

		Unaudited As at 31.7.2023 RM'000	Audited As at 30.4.2023 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		22,178	19,947
Right-of-use assets		66	34
<b>Total non-current assets</b>		<u>22,244</u>	<u>19,981</u>
<b>Current assets</b>			
Inventories		10,893	9,692
Trade and other receivables		18,696	23,129
Other current assets		810	1,960
Tax recoverable		144	140
Fixed deposits with licensed banks, cash and bank balances		20,865	19,156
<b>Total current assets</b>		<u>51,408</u>	<u>54,077</u>
<b>TOTAL ASSETS</b>		<u>73,652</u>	<u>74,058</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		35,779	35,779
Retained earnings		15,720	14,975
<b>TOTAL EQUITY</b>		<u>51,499</u>	<u>50,754</u>
<b>Non-current liabilities</b>			
Borrowings	B7	212	423
Lease liabilities	B8	3,377	3,656
Deferred tax liabilities		201	201
<b>Total non-current liabilities</b>		<u>3,790</u>	<u>4,280</u>
<b>Current liabilities</b>			
Trade and other payables		12,022	12,326
Borrowings	B7	5,038	5,192
Lease liabilities	B8	1,303	1,306
Provision of taxation		-	200
<b>Total current liabilities</b>		<u>18,363</u>	<u>19,024</u>
<b>TOTAL LIABILITIES</b>		<u>22,153</u>	<u>23,304</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>73,652</u>	<u>74,058</u>
<b>NET ASSETS PER SHARE (sen)<sup>(2)</sup></b>		20.08	22.19

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## **INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2023**

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### **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 audited consolidated financial statements for the financial year ended 30 April 2023 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 256,501,300 (as at 30.4.2023: 228,742,951 Shares).

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## INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2023

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 31 JULY 2023<sup>(1)</sup>

	<u>Non-distributable</u> Share capital RM'000	<u>Distributable</u> Retained earnings RM'000	Total equity RM'000
<b><u>3 months ended 31 July 2023</u></b>			
Balance as at 1 May 2023	35,779	14,975	50,754
Profit for the financial period	-	745	745
<b>Balance as at 31 July 2023</b>	<b>35,779</b>	<b>15,720</b>	<b>51,499</b>
<b><u>3 months ended 31 July 2022</u></b>			
Balance as at 1 May 2022	13,963	12,588	26,551
Profit for the financial period	-	1,550	1,550
<b>Balance as at 30 April 2023</b>	<b>13,963</b>	<b>14,138</b>	<b>28,101</b>

**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 audited consolidated financial statements for the financial year ended 30 April 2023 and the accompanying explanatory notes attached to this interim financial report.

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## INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2023

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 31 JULY 2023<sup>(1)</sup>

	Unaudited As at 31.7.2023 RM'000	Unaudited As at 31.7.2022 RM'000
	<i>Note</i>	
<b>Cash flows from operating activities</b>		
Profit before taxation	1,042	2,080
Adjustments for:		
Depreciation of property, plant and equipment	437	224
Depreciation of right-of-use assets	36	51
Finance costs	149	131
Interest income	(93)	(27)
Unrealised foreign exchange loss	105	-
Operating profit before working capital changes	1,676	2,459
(Increase)/decrease in inventories	(1,201)	153
Decrease/(increase) in trade and other receivables	4,329	(1,490)
Decrease in other current assets	1,150	5
(Decrease)/increase in trade and other payables	(304)	4,888
(Decrease)/increase in bills payable	(246)	467
Cash generated from operations	5,404	6,482
Interest paid	(58)	(48)
Tax paid	(501)	(701)
<b>Net cash generated from operating activities</b>	4,845	5,733
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(2,668)	(1,041)
Interest received	93	27
<b>Net cash used in investing activities</b>	(2,575)	(1,014)
<b>Cash flows from financing activities</b>		
(Increase)/decrease in fixed deposits pledged to licensed banks	(57)	402
Lease liabilities interest paid	(70)	(81)
Repayment of obligation under lease liabilities	(350)	(104)
Term loan interest paid	(21)	(2)
Repayment of term loans	(181)	(10)
<b>Net cash (used in)/generated from financing activities</b>	(679)	205
<b>Net increase in cash and cash equivalents</b>	1,591	4,924
Cash and cash equivalents at beginning of the period	17,762	9,690
Effects of currency translation differences	(1)	-
<b>Cash and cash equivalents at end of the period</b>	19,352	14,614

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## INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2023

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 31 JULY 2023<sup>(1)</sup> (CONT'D)

	Unaudited As at 31.7.2023 RM'000	Unaudited As at 31.7.2022 RM'000
<b>Cash and cash equivalents at end of the period consist of:</b>		
Cash and bank balances	11,990	12,487
Fixed deposits placed with licensed bank	8,875	4,708
	<u>20,865</u>	<u>17,195</u>
Bank overdraft	(366)	(1,706)
Fixed deposits pledged to licensed banks	(1,147)	(875)
	<u>19,352</u>	<u>14,614</u>

#### **Notes:**

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows is disclosed in Note A1 and should be read in conjunction with the audited consolidated financial statements for the financial year ended 30 April 2023 and the accompanying explanatory notes attached to this interim financial report.



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## INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 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 Malaysia Securities Berhad.

This interim financial report should be read in conjunction with the audited consolidated financial statements for the financial year ended 30 April 2023 and the accompanying explanatory notes attached to this interim financial report.

#### A2. Significant Accounting Policies

##### (a) MFRSs that have been issued and effective

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:

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

##### (b) MFRSs that have been issued but only effective for financial period beginning on 1 January 2024 and onwards

The following new and revised MFRSs issued by MASB but not yet effective and have not been adopted by the Group. The adoptions are not expected to have any or significant impact to the financial statements:

Title		Effective Date
Amendments to MFRS 7:	Financial Instruments: Disclosures	1 January 2024
Amendments to MFRS 16:	Leases	1 January 2024
Amendments to MFRS 101:	Presentation of Financial Statements	1 January 2024
Amendments to MFRS 107:	Statement of Cash Flows	1 January 2024
Amendments to MFRS 121:	The Effects of Changes In Foreign Exchange Rates	1 January 2025
Amendments to MFRS 10:	Consolidated Financial Statements	Deferred
Amendments to MFRS 128:	Investments in Associates and Joint Ventures	Deferred

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## **INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2023**

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### **A3. Auditors' Report on Preceding Annual Financial Statements**

The audited consolidated financial statements of the Group for the financial year ended 30 April 2023 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**

There were no dividends paid during the current financial quarter under review.

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## INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2023

### A9. Segmental Information

The segmental analysis of our 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>31.7.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2022</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2023</u> <u>RM'000</u>	<u>Audited</u> <u>31.7.2022</u> <u>RM'000</u>
Distribution	4,240	4,079	4,240	4,079
Manufacturing	6,849	9,763	6,849	9,763
	<u>11,089</u>	<u>13,842</u>	<u>11,089</u>	<u>13,842</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>31.7.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2022</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2023</u> <u>RM'000</u>	<u>Audited</u> <u>31.7.2022</u> <u>RM'000</u>
Malaysia	6,075	8,246	6,075	8,246
United States of America	5,014	5,596	5,014	5,596
	<u>11,089</u>	<u>13,842</u>	<u>11,089</u>	<u>13,842</u>

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### **A10. Capital Commitments**

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

	<b>As at 31.7.2023</b>
	<b>RM'000</b>
<b>Authorised and contracted for:</b>	
Property, plant and equipment	<u>1,512</u>

### **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 period ended 31 July 2023 that has not been reflected in this interim financial report.

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### 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 Ended 31 July 2023 (“Q1FY2024”) as compared to the Preceding Year’s Corresponding Quarter Ended 31 July 2022 (“Q1FY2023”)

	Q1FY2024 RM'000	Q1FY2023 RM'000	Variance	
			RM'000	%
Revenue	11,089	13,842	(2,753)	(19.9)
Gross profit	2,853	3,578	(725)	(20.3)
Gross profit margin (%)	25.7	25.8	N/A	N/A
PBT	1,042	2,080	(1,038)	(49.9)

The Group recorded a revenue of RM11.1 million in Q1FY2024, which has decreased by RM2.8 million as compared to RM13.8 million in Q1FY2023 due to the decrease in demand in the manufacturing segment. During the current quarter, the Group’s revenue generated from distribution segment amounting to RM4.2 million, represented 38.2% of the Group’s total revenue whereas the revenue generated from manufacturing segment amounting to RM6.9 million, represented 61.8% of the Group’s total revenue.

Gross profit margin has remained relatively unchanged in Q1FY2024. The Group recorded profit before taxation (“PBT”) of RM1.0 million in Q1FY2024. The decrease in PBT is in line with the decrease in revenue.

#### B2. Review of Performance for Current Quarter Ended 31 July 2023 (“Q1FY2024”) with the Immediate Preceding Quarter Ended 30 April 2023 (“Q4FY2023”)

	Q1FY2024 RM'000	Q4FY2023 RM'000	Variance	
			RM'000	%
Revenue	11,089	14,137	(3,048)	(21.6)
Gross profit	2,853	2,985	(132)	(4.4)
Gross profit margin (%)	25.7	21.1	N/A	N/A
PBT	1,042	520	522	100.4

The Group’s revenue has decreased by RM3.0 million from RM14.1 million in Q4FY2023 to RM11.1 million in Q1FY2024. The decrease in revenue is mainly due to the decrease in revenue from manufacturing segment of RM5.8 million which was offset against the increase in revenue from distribution segment of RM2.8 million.

The gross profit remained relatively unchanged despite the 21.6% decrease in revenue in Q1FY2024 as compared to Q4FY2023. This is mainly due to the increase in revenue generated from the distribution segment which has a higher gross profit margin.

The increase of PBT is mainly due to the decrease in administrative expenses in Q1FY2024 as compared to Q4FY2023.

*N/A - Not applicable*

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### **B3. Commentary on Prospects**

Driven by the population growth and industrial demand in Malaysia, government and water companies have begun to embrace digital transformation of its water network operations to maximise its operational assets and data. Therefore, the Group anticipates that there will be a growing demand of its water meters, data loggers, Lacroix's Remote Terminal Units ("RTU"), as well as software that enhance digitalised water infrastructure to monitor water leakages, water billing, water treatment operating performance and water quality.

Moving forward, the Group will continue to participate in more tenders for water projects in Selangor as well as other states for the replacement of water meters, NRW and upgrading works.

In terms of operations, the Group aims to develop and manufacture a wider range of fabricated metal products for its customers in the waste and water industry via the expanded manufacturing capacity by relocating the manufacturing operation to the new factory in the Balakong industrial area and the purchase of new machineries. This is expected to contribute positively to the Group's financials in the future. We are targeting to relocate to the new factory by end of 2023.

The management will also continue to monitor the market trend for oil demand and any external factors that might cause disruption to the oil market. Despite the stable global oil demand for 2023, the Group remains cautious with the current market demand for its fabricated metal products as market demand is volatile in nature. Notwithstanding the above, the Group will continuously explore for new options and opportunities both domestically and globally to expand its customer base.

Overall, the uncertainty in the global economy remains a concern for the management. Nevertheless, the management is 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>31.7.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2022</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2022</u> <u>RM'000</u>
<b>Profit before taxation is arrived at after charging:</b>				
Auditors' remuneration				
- current period	37	16	37	16
Depreciation of property, plant and equipment	437	224	436	224
Depreciation of right-of-use assets	36	51	37	51
Finance cost				
- bank overdraft interest	7	10	7	10
- bills payable interest	51	38	51	38
- term loan interest	21	2	21	2
- lease liabilities interest	70	81	70	81
Listing expenses	-	116	-	116
Unrealised foreign exchange loss	105	-	105	-
<b>and crediting:</b>				
Interest income	93	27	93	27
Realised foreign exchange gain	165	191	165	191

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### B6. Income tax expense

	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>31.7.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2022</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2023</u> <u>RM'000</u>	<u>Unaudited</u> <u>31.7.2022</u> <u>RM'000</u>
Current tax expense:				
- current financial period	297	530	297	530
Effective tax rate	28.5%	25.5%	28.5%	25.5%
Statutory tax rate	24.0%	24.0%	24.0%	24.0%

The variance between effective tax rate and statutory tax rate for the quarter ended 31 July 2023 was mainly due to the non-deductible administrative expenses amounting to RM117,000 expensed off by the Company during the financial period.

### B7. Borrowings

	<u>Unaudited</u> <u>As at</u> <u>31.7.2023</u> <u>RM'000</u>	<u>Audited</u> <u>As at</u> <u>30.4.2023</u> <u>RM'000</u>
<b>Current</b>		
Bank overdraft (secured)	366	304
Bills payable (secured)	2,997	3,243
Term loan (secured)	1,675	1,645
	<u>5,038</u>	<u>5,192</u>
<b>Non-current</b>		
Term loan (secured)	212	423
	<u>212</u>	<u>423</u>
<b>Total borrowings</b>	<u><b>5,250</b></u>	<u><b>5,615</b></u>

### B8. Lease liabilities

	<u>Unaudited</u> <u>As at</u> <u>31.7.2023</u> <u>RM'000</u>	<u>Audited</u> <u>As at</u> <u>30.4.2023</u> <u>RM'000</u>
Current	1,303	1,306
Non-current	3,377	3,656
<b>Total lease liabilities</b>	<u><b>4,680</b></u>	<u><b>4,962</b></u>

Lease liabilities of RM4,615,000 (as at 30.4.2023: RM4,926,000) are effectively secured.



# COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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

(Incorporated in Malaysia)

## INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 JULY 2023

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### B9. Earnings per share ("EPS")

	<u>Current Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Unaudited</u> <u>31.7.2023</u>	<u>Unaudited</u> <u>31.7.2022</u>	<u>Unaudited</u> <u>31.7.2023</u>	<u>Unaudited</u> <u>31.7.2022</u>
Profits attributable to equity holders of the Company (RM'000)	745	1,550	745	1,550
Weighted average number of shares used in computation of basic EPS	256,501,300	192,376,000	256,501,300	192,376,000
Basic earnings attributable to equity holders of the Company (Malaysian sen)	0.29	0.81	0.29	0.81
Diluted earnings attributable to equity holders of the Company (Malaysian sen) <sup>(1)</sup>	N/A	N/A	N/A	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 current quarter under review.

### B12. Derivative financial instruments

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

# COSMOS TECHNOLOGY INTERNATIONAL BERHAD

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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 July 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	8,350	1,650	Within 24 months
(ii) Purchase of new machineries	3,500	3,500	-	Within 24 months
(iii) Repayment of bank borrowing	1,500	1,500	-	Within 6 months
(iv) Working capital	4,444	4,444	-	Within 12 months
(v) Estimated listing expenses	3,000	3,000	-	Within 1 months
<b>Total</b>	<u>22,444</u>	<u>20,794</u>	<u>1,650</u>	

**BY ORDER OF THE BOARD**  
**COSMOS TECHNOLOGY INTERNATIONAL BERHAD**  
**25 SEPTEMBER 2023**