



BETAMEK
BETAMEK BERHAD

Registration No: 202101041577 (1441877-P)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS
AND OTHER COMPREHENSIVE INCOME ⁽¹⁾
FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

	Individual Quarter		Cumulative Period	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	Year-To-Date	Corresponding
	30.09.2024	Quarter	Year-To-Date	Year-To-Date
	RM'000	30.09.2023	30.09.2024	30.09.2023
		RM'000	RM'000	RM'000
Revenue	56,322	63,347	106,291	106,793
Cost of sales	(46,834)	(53,387)	(88,185)	(88,871)
Gross profit ("GP")	9,488	9,960	18,106	17,922
Other income ⁽²⁾	6,406	99	6,478	545
Administrative expenses	(2,948)	(2,250)	(5,177)	(4,181)
Selling and distribution expenses	(31)	(81)	(42)	(119)
Other operating expenses	(511)	(396)	(700)	(683)
Operating profit	12,404	7,332	18,665	13,484
Finance income	211	236	354	413
Finance costs	(5)	(13)	(16)	(31)
Profit before taxation ("PBT")	12,610	7,555	19,003	13,866
Taxation	B5 (2,147)	(1,885)	(3,664)	(3,406)
Net profit/ Total comprehensive income for the period	10,463	5,670	15,339	10,460
Net profit/ Total comprehensive income for the period attributable to:				
Owners of the Company	<u>10,463</u>	<u>5,670</u>	<u>15,339</u>	<u>10,460</u>
Basic earnings per share ("EPS") (sen) ⁽³⁾	B11 <u>2.33</u>	<u>1.26</u>	<u>3.41</u>	<u>2.32</u>

Notes:-

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are detailed in Note A1 and should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 March 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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- (2) Other income included non-recurring gain on consolidation of RM6.32 million. For illustration purposes only, the Group's normalised financial performance after adjusting for the non-recurring gain on consolidation is as follows:-

	Individual Quarter		Cumulative Quarter	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding Year</u>
	Quarter	Corresponding	Year-To-Date	Corresponding
	30.09.2024	Quarter	Year-To-Date	Year-To-Date
	RM'000	30.09.2023	30.09.2024	30.09.2023
		RM'000	RM'000	RM'000
PBT	12,610	7,555	19,003	13,866
Less: Gain on consolidation	(6,316)	-	(6,316)	-
Adjusted PBT	<u>6,294</u>	<u>7,555</u>	<u>12,687</u>	<u>13,866</u>

- (3) Basic EPS is calculated by dividing profit after tax attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the respective current and preceding financial quarters and financial period-to-date under review.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION ⁽¹⁾
AS AT 30 SEPTEMBER 2024

	Unaudited As at 30.09.2024 RM'000	Audited As at 31.03.2024 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	55,431	41,764
Right-of-use asset	368	418
Intangible assets	7,552	7,666
Total non-current assets	63,351	49,848
Current assets		
Inventories	54,823	57,149
Trade receivables	16,055	13,570
Other receivables, deposits and prepayments	6,566	10,004
Other investments	*(2)	*(2)
Cash and bank balances	51,315	50,765
Total current assets	128,759	131,488
TOTAL ASSETS	192,110	181,336
EQUITY AND LIABILITIES		
EQUITY		
Share capital	127,029	127,029
Merger deficit	(85,789)	(85,789)
Retained earnings	108,321	101,982
Total equity	149,561	143,222
LIABILITIES		
Non-current liabilities		
Borrowings	8,883	9,543
Lease liability	195	229
Deferred tax liabilities	5,075	2,901
Employee benefits	1,765	-
Total non-current liabilities	15,918	12,673
Current liabilities		
Trade payables	14,709	16,627
Other payables and accruals	9,317	7,106
Employee benefits	116	-
Borrowings	1,317	1,317
Lease liability	68	66
Tax payable	1,104	325
Total current liabilities	26,631	25,441
Total liabilities	42,549	38,114
TOTAL EQUITY AND LIABILITIES	192,110	181,336

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	Unaudited As at 30.09.2024 RM'000	Unaudited As at 31.03.2024 RM'000
Net assets per ordinary share attributable to owners of the Company (RM) ⁽³⁾	<u>0.33</u>	<u>0.32</u>

Notes:-

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Financial Position are detailed in Note A1 and should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 March 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.
- (2) * Denotes less than RM1,000.
- (3) Net assets per share is calculated based on the Company's share capital of 450,000,000 ordinary shares at the end of the financial period/year.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ⁽¹⁾
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Attributable to owners of the parent			
	Non-Distributable		Distributable	
	Share Capital RM'000	Merger Deficit RM'000	Retained Earnings RM'000	Total Equity RM'000
6 months ended 30 September 2024				
At 1 April 2024 (Audited)	127,029	(85,789)	101,982	143,222
Dividend paid	-	-	(9,000)	(9,000)
Profit/ Total comprehensive income for the period	-	-	15,339	15,339
At 30 September 2024 (Unaudited)	127,029	(85,789)	108,321	149,561

	Attributable to owners of the parent			
	Non-Distributable		Distributable	
	Share Capital RM'000	Merger Deficit RM'000	Retained Earnings RM'000	Total Equity RM'000
6 months ended 30 September 2023				
At 1 April 2023 (Audited)	127,029	(85,789)	95,450	136,690
Dividend paid	-	-	(4,500)	(4,500)
Profit/ Total comprehensive income for the period	-	-	10,460	10,460
At 30 September 2023 (Unaudited)	127,029	(85,789)	101,410	142,650

Note:-

- (1) The basis of preparation of the above Unaudited Condensed Consolidated Statements of Changes in Equity are detailed in Note A1 and should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 March 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Current Year-To-Date 30.09.2024 RM'000	Preceding Year Corresponding Year-To-Date 30.09.2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
PBT	19,003	13,866
Adjustments for:-		
Amortisation of intangible assets	634	634
Depreciation of property, plant and equipment	1,636	1,410
Depreciation of right-of-use asset	50	36
Dividend income	-	(4)
Fair value adjustment on other investments	-	(32)
Net gain on disposal of property, plant and equipment	-	96
Interest expenses	16	31
Interest income	(354)	(413)
Gain on bargain purchase of a subsidiary	(6,316)	-
Operating profit before working capital changes	14,669	15,624
Changes in working capital:-		
Inventories	5,099	4,420
Receivables	5,723	1,135
Payables	(8,470)	(3,100)
Employee benefits	(6)	
Trust receipts	-	(1,091)
Cash generated from operations	17,015	16,988
Income tax paid, net of refund	(1,962)	(2,512)
Interest received	354	413
Interest paid	(1)	(10)
Net cash flows from operating activities	15,406	14,879
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend received	-	4
Acquisition of subsidiary	(4,183)	-
Development expenditure	(520)	-
Purchase of property, plant and equipment	(446)	(401)
Purchase of right-of-use	-	(101)
Proceeds from disposal of property, plant and equipment	-	204
Net cash flows used in investing activities	(5,149)	(294)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	Current	Preceding Year
	Year-To-Date	Corresponding
	30.09.2024	Year-To-Date
	RM'000	30.09.2023
		RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(9,000)	(4,500)
Interest paid	(15)	(21)
Repayment of term loans	(660)	(659)
Repayment of lease financing	(32)	(22)
Net cash flows used in financing activities	(9,707)	(5,202)
NET CHANGES IN CASH AND CASH EQUIVALENTS	550	9,383
CASH AND CASH EQUIVALENTS AT BEGINNING	50,765	54,967
CASH AND CASH EQUIVALENTS AT END	51,315	64,350
Represented by:-		
Deposits with financial institutions	40,930	59,521
Cash and bank balances	10,385	4,829
	51,315	64,350

Note:-

- (1) The above Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 March 2024 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING**A1. Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Rule 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the Group’s Audited Financial Statements for the financial year ended 31 March 2024 as disclosed in the Annual Report. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2024.

A2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in preparation of the Group’s Audited Financial Statements for the financial year ended 31 March 2024 as disclosed in the Annual Report except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group.

	Effective for annual periods beginning on or after
<i>Amendments to MFRS 121 The Effect of Changes in Foreign Exchange Rates: Lack of Exchangeability</i>	1 January 2025
<i>Amendments that are part of Annual Improvements – Volume 11:</i> <ul style="list-style-type: none">• <i>Amendments to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards</i>• <i>Amendments to MFRS 7 Financial Instruments: Disclosures</i>• <i>Amendments to MFRS 9 Financial Instruments</i>• <i>Amendments to MFRS 10 Consolidated Financial Statements</i>• <i>Amendments to MFRS 107 Statement of Cash Flows</i>	1 January 2026
<i>MFRS 18 Presentation and Disclosure in Financial Statement</i>	1 January 2027
<i>MFRS 19 Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
<i>Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Effective date yet to be confirmed

The initial application of the above standards is not expected to have any material impacts to the financial statements of the Group upon adoption.

A3. Auditors’ Report on Preceding Annual Financial Statements

There was no qualification on the Audited Financial Statements of the Group for the financial year ended 31 March 2024.

A4. Seasonal or Cyclical Factors

The Group’s operation was not significantly affected by any unusual seasonal or cyclical factors.

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*(Incorporated in Malaysia)***A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING****A5. Unusual Items Due to Their Nature, Size or Incidence**

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income, or cash flows in the interim financial period ended 30 September 2024.

A6. Material Changes in Estimates

There were no material changes in estimates of amounts reported in prior interim periods or prior financial year that have a material effect in the current financial year to date.

A7. Debt and Equity Securities

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

A8. Dividend Paid

	Cumulative quarter	
	Current Year	Preceding Year
	Year-To-Date	Year-To-Date
	<u>30.09.2024</u>	<u>30.09.2023</u>
	RM'000	RM'000
<u>In respect of the financial year ending 31 March 2025</u>		
First interim single-tier dividend of 1.0 sen per ordinary share	4,500	-
<u>In respect of the financial year ended 31 March 2024</u>		
First interim single-tier dividend of 1.0 sen per ordinary share	-	4,500
Final single-tier dividend of 1.0 sen per ordinary share	4,500	-
	<u>9,000</u>	<u>4,500</u>

The Board has declared on 15 November 2024 a second interim single-tier dividend of 1.25 sen per ordinary share for the financial year ending 31 March 2025 with the entitlement date on 29 November 2024 and payment date on 12 December 2024.

A9. Segmental Information

The management determines the business segments based on the reports reviewed and used by the management for strategic decisions making and resources allocation.

No segmental analysis by business segment is prepared as the Group operates predominantly in the electronic manufacturing services (“EMS”) focusing on design, development and manufacturing of electronic products and components for automotive manufacturers, consumers and industrial instruments.

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*(Incorporated in Malaysia)***A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)****A9. Segmental Information (Continued)**Revenue segmented by products

	Individual Quarter		Cumulative Period	
	<u>Current Year</u> Quarter 30.09.2024 RM'000	<u>Preceding Year</u> Corresponding Quarter 30.09.2023 RM'000	<u>Current Year</u> Year-To-Date 30.09.2024 RM'000	<u>Preceding Year</u> Corresponding Year-To-Date 30.09.2023 RM'000
<u>Automotive Product</u>				
Vehicle audio and video products	40,379	50,704	79,689	84,336
Vehicle accessories	11,068	12,643	21,727	22,457
<u>Non-automotive Product</u>				
Consumer Electronics	2,255	-	2,255	-
Industrial Instruments	2,620	-	2,620	-
	<u>56,322</u>	<u>63,347</u>	<u>106,291</u>	<u>106,793</u>

Revenue segmented by geographical market

	Individual Quarter		Cumulative Period	
	<u>Current Year</u> Quarter 30.09.2024 RM'000	<u>Preceding Year</u> Corresponding Quarter 30.09.2023 RM'000	<u>Current Year</u> Year-To-Date 30.09.2024 RM'000	<u>Preceding Year</u> Corresponding Year-To-Date 30.09.2023 RM'000
Malaysia	55,120	63,347	105,089	106,793
Japan	1,188	-	1,188	-
Hong Kong	14	-	14	-
	<u>56,322</u>	<u>63,347</u>	<u>106,291</u>	<u>106,793</u>

A10. Valuation of property, plant and equipment

During the acquisition of Sanshin (Malaysia) Sdn. Bhd. (“SMSB”), SMSB has land and buildings valued at a net book value of RM6.53 million. The fair value of land and building is at RM12.37 million. This market evaluation is integral to our financial reporting and ensures that asset values reflect current economic worth.

A11. Material events subsequent to the end of the reporting period

There were no other material events subsequent to the end of the current financial quarter under review.

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*(Incorporated in Malaysia)***A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)****A12. Changes in composition of the Group**

There were no material changes in the composition of the Group for the current financial quarter under review, including business combinations, acquisition or disposal of subsidiary companies and long-term investments, restructuring and discontinuing operations other than as disclosed below:-

On 1 August 2024, the Company completed the registration of share transfer for the acquisition of 100% equity interest of SMSB for a total consideration of RM13.83 million.

SMSB was incorporated in Malaysia on 15 July 1985 and the principal activities of SMSB are manufacturing and assembling of tuners, car stereos, cooler unit for machine and related electronics parts and trading as an international procurement centre.

Summary of effects of the acquisition on the statement of financial position of the Group is illustrated as follows:

The fair value of the identifiable asset and liabilities relating to acquisition:	Total fair value recognized on acquisition of SMSB RM'000
Assets	
Property, plant and equipment	14,858
Inventories	2,773
Trade and other receivables	4,770
Cash and cash equivalents	9,644
Total assets	32,045
Liabilities	
Trade and other payables	(8,764)
Current tax liabilities	(1,252)
Other non-current liabilities	(1,886)
Total Liabilities	(11,902)
Total identifiable net liabilities acquired	20,143
Gain on consolidation	(6,316)
Purchase consideration	13,827
Purchase consideration	13,827
Cash and cash equivalents acquired	(9,644)
Net cash outflow on acquisition	4,183

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A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (CONTINUED)

A13. Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets in the Group since the end of the last reporting period as at 30 September 2024.

A14. Related Party Transactions Disclosures

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

A15. Capital Commitments

	Unaudited	Audited
	As at	As at
	30.09.2024	31.03.2024
	RM'000	RM'000
Contracted but not provided for:		
Property, plant and equipment	<u>414</u>	<u>216</u>

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*(Incorporated in Malaysia)***B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. Review of Performance**

	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding Year</u>
	Quarter	Corresponding Quarter	Year-To-Date	Corresponding Year-To-Date
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Revenue	56,322	63,347	106,291	106,793
GP	9,488	9,960	18,106	17,922
Profit before interest and tax	12,404	7,332	18,665	13,484
PBT	12,610	7,555	19,003	13,866
Profit after tax	10,463	5,670	15,339	10,460
Profit attributable to owners of the Company	10,463	5,670	15,339	10,460

In the current quarter ended 30 September 2024 and financial year-to-date, the Group reported revenue of RM56.32 million and RM106.29 million respectively. The Group's revenue was mainly attributed from the vehicle audio and visual products segment which accounted for RM40.38 million, representing 71.69% of the Group's total revenue for the current quarter and RM79.69 million, representing 74.97% of the Group's total revenue for the financial year-to-date. The Group's revenue was predominantly derived from customers in Malaysia which contributed for 97.87% of the Group's total revenue for the current quarter and 98.87% of the Group's total revenue for the financial year-to-date.

The Group recognised PBT of RM12.61 million for the current quarter and RM19.00 million for the financial year-to-date after deducting expenses which were mainly attributed to administrative and other operating expenses amounting to RM3.46 million for the current quarter and RM5.88 million for the financial year-to-date. The administrative expenses and other operating expenses mainly consisted of staff costs, depreciation, professional and licence fees and amortisation of intangible assets.

The increase in PBT of 66.91% and 37.05% for the current quarter and financial year-to-date respectively was largely due to gain on consolidation of RM6.32 million during the current quarter.

B2. Comparison with Immediate Preceding Quarter's Results

	<u>Current Year</u>	<u>Current Year</u>
	Quarter	Preceding Quarter
	30.09.2024	30.06.2024
	RM'000	RM'000
Revenue	56,322	49,969
GP	9,488	8,618
PBT	12,610	6,393

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*(Incorporated in Malaysia)***B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B2. Comparison with Immediate Preceding Quarter's Results (Continued)**

The Group's revenue for the current quarter under review increased by RM6.35 million or 12.71% as compared to the preceding quarter of RM56.32 million. The increase was contributed by higher number of sales orders received from Perusahaan Otomobil Kedua Sdn Bhd ("**Perodua**") during the current quarter under review as well as the consolidation of revenue generated from the newly acquired wholly-owned subsidiary, SMSB. Majority of the revenue in the current quarter was contributed by the vehicle audio and video products at RM40.38 million (Preceding quarter: RM 39.31 million). The vehicle accessories segment also recorded a slight increase from RM10.66 million in the preceding quarter to RM11.07 million in the current quarter under review.

The Group GP margin for the current quarter recorded a slight decrease from 17.25% in the preceding quarter to 16.85% for the current quarter under review. The decline in the GP margin for the current quarter under review was attributed to the consolidation of SMSB, which currently runs at a lower GP margin. The management is currently taking actions to integrate and turnaround the business in SMSB.

The PBT margin meanwhile recorded an increase margin at 22.39% for the current quarter under review as compared to 12.79% for the preceding quarter. This was mainly attributable to the gain on consolidation of RM6.32 million.

B3. Prospects of the Group

In the second quarter of 2024, Malaysia's economy demonstrated strong economic growth, advancing at a higher rate of 5.9%. As a result, the year-to-date Malaysian gross domestic product stands at 5.1% which is slightly higher than the forecast of 4.0% to 5.0% growth in 2024 by the Ministry of Finance Malaysia. This positive performance was driven by the stronger domestic demand, higher private investment growth, recovery in net exports and rebound on tourism activities.

The Malaysia Automotive Association has revised its total vehicle sales forecast for 2024 to 765,000 units, up from the previous estimate of 740,000 units. In the first nine months of 2024 (9M 24), 594,037 vehicles were sold, a 3.86% increase as compared to the same period in 2023. This growth was primarily in the passenger vehicle segment, which saw a 6.03% rise in sales.

In the first 9 months of 2024, Perodua has sold 260,361 units which was 11.63% higher than the same period in 2023 which registered 233,227 units. As a result, Perodua market share has increased from 40.78% to 43.83% of the overall total industry volume.

The sector also saw a significant surge in electric vehicle ("**EV**") sales, more than doubling to 6,617 units in 1H24. The Malaysian government's backing of the electric vehicle sector is set to catalyze production and attract fresh investments, bolstering the industry's expansion. Notably, the freshly announced Budget 2025 plays a vital role in this progress, with plans to enhance local EV production, including Malaysia's first locally assembled EV priced under RM100,000, developed in collaboration with Perodua. Additionally, the budget outlines measures to expand EV charging infrastructure, targeting 10,000 public charging stations by the end of 2025 to support increased EV adoption. The introduction of a carbon tax by 2026 further underscores Malaysia's commitment to low-carbon technologies, potentially benefiting the automotive sector's shift towards sustainable production practices.

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*(Incorporated in Malaysia)***B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B3. Prospects of the Group (Continued)**

The completion of the acquisition of SMSB and a Joint Venture with Shenzhen Zhonghong Technology Co., Ltd. position the Company for further growth. These initiatives will diversify and expand the Group's customer base, enhance its product portfolio, and advance technologies like Advanced Driver Assistance Systems and smart cockpit solutions, particularly in the ASEAN market.

Looking ahead, the Group remains optimistic about our FYE 2025. With a resilient Malaysian economy and robust automotive demand, the Company is poised to leverage its recent acquisitions and strategic partnerships to drive growth and innovation in the automotive electronics sector. The Group aims to deliver enhanced value to its customers and stakeholders in the coming quarters.

B4. Variance of actual profits from forecast profits

The Group did not issue any profit forecast or profit guarantee in the current financial quarter under review.

B5. Taxation

	<u>Current Year</u>	<u>Preceding</u> <u>Year</u>	<u>Current Year</u>	<u>Preceding</u> <u>Year</u>
	Quarter	Corresponding Quarter	Year-To-Date	Corresponding Year-To-Date
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Income tax expense				
- Current period	2,147	1,885	3,664	3,406
Effective tax rate (%)	17.02	24.95	19.28	24.56
Statutory tax rate(%)	24.00	24.00	24.00	24.00

The Group's effective tax rate for the current financial quarter under review is lower than statutory tax rate due to the effect of non-taxable gain on consolidation which is capital in nature.

B6. Status of Corporate Proposals

Save for the disclosed below, there were no corporate proposals announced but not yet implemented as at the date of this interim financial report:-

Research Collaboration Agreement (“RCA”) entered into between Betamek Research Sdn. Bhd. (“BRSB”) and Insitute of Technology Petronas Sdn Bhd (“ITPSB”)

The Board had on 3 September 2024 announced that BRSB has been appointed to carry out research and such related obligations under an RCA with ITPSB to collaborate on the knowledge and expertise to develop products in relation to “SafeSync360: Next-Gen Infotainment with Child Guard Technology” (the “**Project**”).

As at the date of this report, there has been no change since the announcement made on 3 September 2024.

BETAMEK BERHAD

Registration No.: 202101041577 (1441877-P)

*(Incorporated in Malaysia)***B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B7. Utilisation of proceeds from IPO**

The gross proceeds of RM33.75 million from the IPO is intended to be utilised in the following manner:-

Details of utilisation of proceeds	Proposed utilisation	Percentage of proposed utilisation	Actual utilisation	Balance to be utilised	Estimated timeframe for utilisation upon listing ⁽¹⁾
	RM'000	%	RM'000	RM'000	
(i) R&D - new product development	7,000	20.7	(3,044)	3,956	Within 36 months
(ii) Expansion of R&D office space, raw material storage and ancillary facilities	6,500	19.3	(4,323)	2,177	Within 36 months
(iii) Purchase of new process equipment	3,000	8.9	(3,000)	-	Within 12 months
(iv) Working capital requirement	3,850	11.4	(3,850)	-	Within 3 months
(v) Repayment of bank borrowings	10,000	29.6	(10,000)	-	Within 3 months
(vi) Estimated listing expenses	3,400	10.1	(3,400)	-	Within 1 month
	33,750	100.0	(27,617)	6,133	

Note:-

⁽¹⁾ From the date of listing of the Company.

B8. Group borrowings and debts securities

As at 30 September 2024	Long Term RM'000	Short Term RM'000	Total Borrowings RM'000
<u>Secured</u>			
Term loan	8,883	1,317	10,200
Finance lease	195	68	263
Total	9,078	1,385	10,463

B9. Material Litigation

There was no material litigation by/against the Group as at 30 September 2024.

BETAMEK BERHAD

Registration No.: 202101041577 (1441877-P)

(Incorporated in Malaysia)

B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B10. Dividends**

The Board has declared a second interim single tier dividend of 1.25 sen per ordinary share in respect of the financial year ending 31 March 2025 with the entitlement date on 29 November 2024 and to be paid to shareholders on 12 December 2024.

The total dividends declared for the six months ended 30 September 2024 is 2.25 sen per ordinary shares (FYE24 : 1.0 sen).

B11. Earnings Per Share (“EPS”)

The basic EPS for the current quarter and financial year-to-date are computed as follows:-

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding Year</u>
	<u>Quarter</u>	<u>Corresponding</u>	<u>Year-To-Date</u>	<u>Corresponding</u>
	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>30.09.2024</u>	<u>30.09.2023</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Profit attributable to owners of the Company	10,463	5,670	15,339	10,460
Number of ordinary shares in issue ('000)	450,000	450,000	450,000	450,000
Basic EPS (sen) ⁽¹⁾	<u>2.33</u>	<u>1.26</u>	<u>3.41</u>	<u>2.32</u>

Note:-

⁽¹⁾ Basic EPS is calculated based on the Company's share capital on 450,000,000 ordinary shares that was listed on the ACE Market of Bursa Securities.

B12. Notes to Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income

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

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding</u>
	<u>Quarter</u>	<u>Corresponding</u>	<u>Year-To-Date</u>	<u>Year</u>
	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>30.09.2024</u>	<u>Corresponding</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>Year-To-Date</u>
				<u>30.09.2023</u>
				<u>RM'000</u>
After charging:				
Amortisation of intangible assets	317	317	634	634
Depreciation of property, plant and equipment	918	675	1,636	1,410
Depreciation of right-of-use asset	26	25	51	36

B. ADDITIONAL INFORMATION REQUIRED BY ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B12. Notes to Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income (Continued)

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

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>Current Year</u>	<u>Preceding Year</u>
	<u>Quarter</u>	<u>Corresponding</u>	<u>Year-To-Date</u>	<u>Year-To-Date</u>
	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>30.09.2024</u>	<u>30.09.2023</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
After charging:				
Fair value (gain)/loss on investment in quoted shares	-	(37)	-	(32)
Net (gain)/loss on disposal of property, plant and equipment	-	161	-	96
Interest expense on:				
- Term loan	1	8	8	16
- Trade financing	-	1	1	9
- Hire purchase	4	4	7	6
- Realised loss on foreign exchange	218	257	157	167
And crediting:				
Dividend income	-	(3)	-	(4)
Interest income	(211)	(236)	(354)	(413)

BY ORDER OF THE BOARD
BETAMEK BERHAD
15/11/2024