

SYNERGY HOUSE BERHAD

(Registration No: 202101025778 (1426078 - V))

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

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

	Individual Quarter 3-Month Ended		Cumulative Quarter 3-Month Ended	
	Current Year Quarter 31.03.2024 RM'000	Preceding Year Corresponding Quarter 31.03.2023 RM'000	Current Year To-Date 31.03.2024 RM'000	Preceding Year Corresponding Period 31.03.2023 RM'000
Revenue	83,677	51,582	83,677	51,582
Operating expenses	(72,359)	(47,906)	(72,359)	(47,906)
Other income	1,898	949	1,898	949
Finance costs	(956)	(1,075)	(956)	(1,075)
Profit before tax	12,260	3,551	12,260	3,551
Income tax expense	(3,247)	(932)	(3,247)	(932)
Profit after tax and total comprehensive income for the financial period	9,013	2,619	9,013	2,619
Earnings per share ⁽²⁾				
- Basic/Diluted earnings per share (sen)	1.80	0.62	1.80	0.62

Notes:

(1) *The basis of preparation of the Unaudited Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.*

(2) *Basic/Diluted earnings per share (“EPS”) is calculated based on the Company’s total number of 500,000,000 ordinary shares as at 31 March 2024 (as at 31 March 2023: 420,000,000 shares). Basic EPS and diluted EPS are the same as the Company does not have any outstanding convertible securities as at the end of the current quarter and financial period under review.*

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION ⁽¹⁾

	Unaudited as at 31.03.2024 RM'000	Audited as at 31.12.2023 RM'000
Assets		
Non-current assets		
Property, plant and equipment	35,236	33,621
Right-of-use assets	21,817	21,965
Total non-current assets	<u>57,053</u>	<u>55,586</u>
Current assets		
Inventories	55,183	48,625
Trade receivables	39,588	63,488
Other receivables, deposits and prepayments	5,485	5,754
Derivative assets	-	74
Current tax assets	1,587	218
Short-term investment	24,256	21,316
Deposits with licensed banks	9,641	11,892
Cash and bank balances	28,963	13,450
Total current assets	<u>164,703</u>	<u>164,817</u>
Total assets	<u>221,756</u>	<u>220,403</u>
Equity and liabilities		
Equity		
Share capital	67,419	67,419
Reserves	39,413	33,400
Total equity	<u>106,832</u>	<u>100,819</u>
Non-current liabilities		
Bank borrowings	25,677	26,227
Lease liabilities	316	201
Deferred tax liabilities	2,688	2,688
Total non-current liabilities	<u>28,681</u>	<u>29,116</u>
Current liabilities		
Trade payables	29,975	29,094
Other payables and accruals	10,562	19,886
Bank borrowings	38,155	37,545
Lease liabilities	686	464
Derivative liabilities	140	-
Current tax liabilities	6,725	3,479
Total current liabilities	<u>86,243</u>	<u>90,468</u>
Total liabilities	<u>114,924</u>	<u>119,584</u>
Total equity and liabilities	<u>221,756</u>	<u>220,403</u>
Net assets per share (RM)	0.21 ⁽²⁾	0.20 ⁽²⁾

Notes:

- (1) The basis of preparation of the Unaudited Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the Company's number of 500,000,000 ordinary shares as at the end of the reporting period (as at 31.12.2023: 500,000,000 shares).

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ⁽¹⁾

	<i>Non-distributable</i>		<i>Distributable</i>		Total equity RM'000
	Share capital RM'000	Reorganisation reserve RM'000	Revaluation reserve RM'000	Retained profits RM'000	
At 1 January 2023	2,610	-	7,655	36,085	46,350
Profit after tax for the financial year	-	-	-	2,619	2,619
Total comprehensive income for the financial year	-	-	-	2,619	2,619
Contributions by and distributions to owners of the Company:-					
- Issuance of ordinary shares pursuant to acquisition of subsidiaries	34,398	-	-	-	34,398
- Adjustment on the acquisition of subsidiaries	(2,610)	(31,788)	-	-	(34,398)
- Dividends	-	-	-	(700)	(700)
At 31 March 2023	34,398	(31,788)	7,655	38,004	48,269
At 1 January 2024	67,419	(31,788)	7,655	57,533	100,819
Profit after tax for the financial period	-	-	-	9,013	9,013
Total comprehensive income for the financial period	-	-	-	9,013	9,013
Contributions by and distributions to owners of the Company:					
- Dividends	-	-	-	(3,000)	(3,000)
At 31 March 2024	67,419	(31,788)	7,655	63,546	106,832

Note:

(1) *The basis of preparation of the Unaudited Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.*

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾

	Current Year To- Date 31.03.2024 RM'000	Preceding Year Corresponding Period 31.03.2023 RM'000
Cash flows for operating activities		
Profit before tax	12,260	3,551
Adjustments for:		
Depreciation of property, plant and equipment	381	300
Depreciation of right-of-use assets	204	179
Gain on reassessment and modification of leases	-	(2)
Fair value loss on derivative	66	-
Unrealised (gain)/loss on foreign exchange	(1,689)	593
Interest expenses	956	1,058
Interest income	(264)	(31)
Operating profit before working capital changes	11,914	5,648
Changes in working capital:		
Inventories	(6,558)	(5,173)
Trade and other receivables	26,890	(2,825)
Trade and other payables	(3,326)	3,140
Cash from operations	28,920	790
Interest received	264	31
Tax paid	(1,369)	(1,066)
Tax refunded	-	-
Net cash from/(for) operating activities	27,815	(245)
Cash flows for investing activities		
Reversal/(Addition) to right-of use assets	224	(32)
Net decrease/(increase) in fixed deposit pledged	2,274	(3,111)
Purchase of property, plant and equipment	(1,966)	(999)
Net cash from/(for) investing activities	532	(4,142)
Cash flows from financing activities		
Dividends paid	(8,000)	(700)
Drawdown of borrowings (net)	498	4,964
Interest paid	(815)	(1,058)
Repayment of lease liabilities	(148)	(159)
Net cash (for)/from financing activities	(8,465)	3,047
Net increase/(decrease) in cash and cash equivalents	19,882	(1,340)
Effects of foreign exchange translation	(964)	(581)
Cash and cash equivalents at beginning of period	34,766	16,800
Cash and cash equivalents at end of period	53,684	14,879

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)

(1)

	Current Year To- Date 31.03.2024 RM'000	Preceding Year Corresponding Period 31.03.2023 RM'000
Cash and cash equivalents comprise the following:		
Short-term investment ⁽²⁾	24,256	-
Deposits with licensed banks	9,641	15,223
Cash and bank balances	28,963	13,394
	<hr/>	<hr/>
	62,860	28,617
Less:		
Deposits pledged to licensed banks	(9,176)	(13,738)
	<hr/>	<hr/>
	53,684	14,879

Notes:

- (1) *The basis of preparation of the Unaudited Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.*
- (2) *The short-term investment represents the money market funds at fair value. The money market funds represent investment in highly liquid money market instruments and deposits with financial institutions in Malaysia which are redeemable with five (5) day notice at known amounts of cash, and are subject to an insignificant risk of changes in value.*

PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

A1 Basis of Preparation

The interim financial statements of Synergy House Berhad (“**Synergy**” or the “**Company**”) and its subsidiaries (“**Group**”) are unaudited and have been prepared in accordance with MFRS 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“**MASB**”) and Chapter 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial reports should be read in conjunction with the accompanying explanatory notes attached to this interim financial report.

A2 Significant Accounting Policies

The significant accounting policies and presentations adopted for the interim financial statements are consistent with those adopted as disclosed in the Group’s annual audited financial statements for the year ended 31 December 2023.

The Group has not applied in advance the following accounting standards and/or interpretation (including the consequential amendments, if any) that have been issued by the MASB but are not yet effective for the financial year ended 31 December 2023:

**MFRSs and/or Interpretations Committee (“IC”) Interpretations
(Including the Consequential Amendments)**

Effective Date

MFRS 17	: Insurance Contracts	1 January 2023
Amendments to MFRS 10 and MFRS 128	: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 16	: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 17	: Insurance Contracts	1 January 2023
Amendment to MFRS 17	: Initial Application of MFRS 17 and MFRS 9 – Comparative Information	1 January 2023
Amendments to MFRS 101	: Classification of Liabilities as Current or Noncurrent	1 January 2024
Amendments to MFRS 101	: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 101	: Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 108	: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112	: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group.

A3 Auditors’ Report

There was no qualification on the audited financial statements of the Group and of the Company for the financial year ended 31 December 2023.

A4 Seasonal and Cyclical Factors

The business operations of the Company are not materially affected by any seasonal or cyclical factors during the current financial quarter and current financial year-to-date.

A5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

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

A6 Material Changes in Estimates

There were no material changes in estimates that have a material effect on the current financial quarter and current financial year-to-date.

A7 Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

A8 Dividends Paid

The first single-tier interim cash dividend of 1.0 sen per ordinary share amounting to RM5.0 million in respect of the financial year ended 31 December 2023 was declared on 28 December 2023 and was paid on 31 January 2024.

The second interim single tier dividend of 0.6 sen per ordinary share amounting to approximately RM3.0 million for the financial year ended 31 December 2023 was declared on 27 February 2024 and was paid on 22 March 2024.

A9 Segmental Reporting

The Group is principally engaged in the design, development and sale of ready-to-assemble (“RTA”) home furniture. RTA home furniture is a form of furniture where furniture parts are in flat-packed form for ease of storage and transportation. RTA home furniture requires customers to assemble themselves upon purchase.

Segmental assets are not presented, as all non-current assets are located in Malaysia. Segmental revenue is presented based on geographical location of the customers as follows:

	Individual Quarter 3-Month Ended		Cumulative Quarter 3-Month Ended	
	Current Year Quarter 31.03.2024 RM'000	Preceding Year Corresponding Quarter 31.03.2023 RM'000	Current Year To-Date 31.03.2024 RM'000	Preceding Year Corresponding Period 31.03.2023 RM'000
Asia (excluding Malaysia)	642	471	642	471
United Arab Emirates	8,856	5,506	8,856	5,506
United Kingdom	29,117	17,416	29,117	17,416
United States of America	41,933	25,518	41,933	25,518
Malaysia	2,246	2,671	2,246	2,671
Others	883	-	883	-
Total	83,677	51,582	83,677	51,582

A10 Capital Commitments

There were no material capital commitments in respect of property, plant and equipment as at 31 March 2024.

A11 Material Events after the End of the Reporting Period

There were no material events subsequent to the end of the current financial quarter which have not been reflected in this interim financial report as at the date of this report.

A12 Changes in the Composition of the Group

On 23 January 2024, Synergy House Furniture Sdn. Bhd. (“**SHF**”), a wholly-owned subsidiary of the Company, subscribed for additional 70,000 ordinary shares of United States Dollar (“**USD**”)1.00 each representing 100.00% of the paid-up share capital in Synergy House Furniture Inc (“**Synergy US**”) for a total cash consideration of USD70,000.00 (“**Subscription of Shares**”).

Other than the above, there were no other material changes in the composition of the Group for the current financial quarter and the financial year-to-date.

A13 Contingent Liabilities

As at 31 March 2024, a nominal amount of RM86.6 million (as at 31 December 2023: RM86.6 million) relating to corporate guarantees has been provided by the Company to banks for its subsidiaries’ loans and borrowings.

A14 Significant Related Party Transactions

	Individual Quarter 3-Month Ended		Cumulative Quarter 3-Month Ended	
	Unaudited 31.03.2024 RM'000	Unaudited 31.03.2023 RM'000	Unaudited 31.03.2024 RM'000	Unaudited 31.03.2023 RM'000
Holding company				
Dividend paid	5,920	700	5,920	700
Companies in which certain directors have substantial financial interest				
Rental expenses	26	26	26	26

PART B - ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS

B1 Review of Group's Performance

The table below illustrates the Group's performance review for current quarter and financial period against the preceding year corresponding quarter and financial period:

	Individual Quarter 3-Month Ended				Cumulative Quarter 3-Month Ended			
	31.03.2024 RM'000	31.03.2023 RM'000	Variance RM'000	%	31.03.2024 RM'000	31.03.2023 RM'000	Variance RM'000	%
Revenue								
B2B segment	40,014	27,389	12,625	46.10%	40,014	27,389	12,625	46.10%
B2C segment	43,663	24,194	19,469	80.47%	43,663	24,194	19,469	80.47%
Total	83,677	51,583	32,094	62.22%	83,677	51,583	32,094	62.22%
Profit before tax	12,260	3,551	8,709	245.25%	12,260	3,551	8,709	245.25%

The Group recorded revenue of RM83.7 million for the current financial quarter which increased by RM32.1 million or 62.22% as compared with the corresponding period last year. This was mainly attributable to the Group's marketing efforts in existing markets and successful expansion into new business platforms. The Group's revenue is derived from the business-to-business ("B2B") and the business-to-consumer ("B2C") market segments. The B2B segment recorded a revenue of RM40.0 million which is an increase of 46.10% as compared to the corresponding period last financial year of RM27.4 million due to strong sales from a major retailer in the United Kingdom ("UK") market. The B2C segment recorded a revenue of RM43.7 million which is an increase of 80.47% as compared to the corresponding period last financial year of RM24.2 million, driven by strong sales from e-commerce platforms in the United States of America ("USA") and the UK as well as the Group's expansion into Germany.

In tandem with the revenue growth in both its B2B and B2C segments, the Group generated profit before tax ("PBT") of RM12.3 million for the current financial quarter which is an increase of 245.25% as compared to RM3.6 million in the corresponding period last financial year.

For the 3-month ended 31 March 2024, the USA market was the Group's largest market, contributing to approximately 50.11% of the Group's total revenue. Revenue from the USA market was mainly derived from B2C sales during the 3-month ended 31 March 2024.

B2 Comparison with Immediate Preceding Quarter

	Individual Quarter 3-Month Ended		Variance	
	31.03.2024 RM'000	31.12.2023 RM'000	RM'000	%
Revenue				
B2B segment	40,014	46,212	(6,198)	(13.41%)
B2C segment	43,663	44,559	(896)	(2.01%)
Total	83,677	90,771	(7,094)	(7.82%)
Profit before tax	12,260	14,154	(1,894)	(13.38%)

The Group's revenue for the current financial quarter ended 31 March 2024 decreased by approximately RM7.1 million or 7.82% to approximately RM83.7 million compared to RM90.8 million in the preceding financial quarter ended 31 December 2023. The revenue decline was mainly due to lower revenue contribution from the B2C segment in USA and B2B segment in USA. Hence, for the current quarter ended 31 March 2024, the Group recorded lower revenue in both the B2B and B2C segment as compared to the preceding quarter. The B2C segment dropped by RM0.9 million or 2.01% while B2B revenue dropped by RM6.2 million or 13.41% as compared to the preceding quarter. While generally sales in the B2C segment in the first quarter of the calendar year tend to be lower due to post year end promotions while fourth quarter tends to be the strongest, the Group's B2C revenue from Q1FY2024 remains considerably strong as it only declined by 2.01% as compared to Q4FY2024. This supports the direction of the Group which is to grow the B2C business segment which has growth potentials.

B2 Comparison with Immediate Preceding Quarter (cont'd)

The Group's PBT for the current financial quarter ended 31 March 2024 decreased by approximately RM1.9 million or 13.38% from RM14.2 million in the preceding financial quarter ended 31 December 2023 to RM12.3 million. The decrease in PBT in the current financial quarter as compared to the preceding financial quarter was mainly due to the following:

- (i) decrease in sales from the B2B segment by 58.24% mainly in USA for the current financial quarter (RM7.6 million) as compared to the preceding financial quarter (RM18.2 million); and
- (ii) decrease in sales from B2C segments in USA by 7.80% for the current financial quarter (RM34.3 million) as compared to the preceding financial quarter (RM37.2 million).

The above decrease was partially offset by net foreign exchange gains of approximately RM1.6 million in the current financial quarter as compared to net foreign exchange losses of RM1.3 million in the preceding financial quarter.

B3 Prospects

The Group intends to focus on the following plans and business strategies for the growth and expansion of its business:

- (i) to continue growing the Group's B2C segment with the following strategies:
 - (a) expansion of customer reach through listing and selling products on additional third party e-commerce platforms with new market focus;
 - (b) enhancement of revenue through more advertisements and promotions;
 - (c) establishment of e-commerce fulfilment centre locally to cater for overseas B2C sales;
 - (d) purchase of inventories for third party e-commerce fulfilment centres in overseas countries and proposed new warehouse in Muar, Johor in anticipation of increasing B2C sales; and
 - (e) leverage more on technology and artificial intelligence (AI) to obtain the latest and updated information on evolving market trends as well as improving efficiency in expanding the B2C sales segment. This includes amongst others, subscription of market intelligence software to keep abreast of the latest market trends and demands for home furniture.
- (ii) to continue to expand the Group's range of home furniture through continuous design and development efforts.

The Group holds a cautiously optimistic view on the potential of the global furniture e-commerce market. The Group believes that with its strategies, it can effectively capitalize on this potential and expand its market share. The Group also views that the current strategies being implemented will positively contribute to the long-term growth and expansion of its B2C segment.

Despite the ongoing global economic challenges, the Group anticipates a lesser impact on its business, given that its home furniture products are priced affordably. Moreover, the Group is well positioned in the B2C sales segment, having established a robust presence on third-party e-commerce platforms in the United States, United Kingdom, Canada and Germany.

B4 Profit Forecast

The Group did not issue any profit forecasts or guarantees during the current financial quarter under review and the financial year to-date.

B5 Taxation

	Individual Quarter 3-Month Ended		Cumulative Quarter 3-Month Ended	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To- Date	Preceding Year Corresponding Period
	31.03.2024 RM'000	31.03.2023 RM'000	31.03.2024 RM'000	31.03.2023 RM'000
Current tax expense	3,247	932	3,247	932
Deferred tax expense	-	-	-	-
	<u>3,247</u>	<u>932</u>	<u>3,247</u>	<u>932</u>
Effective tax rate	26% ⁽¹⁾	26% ⁽¹⁾	26% ⁽¹⁾	26% ⁽¹⁾

Note:

- (1) *The Group's effective tax rate in the current financial quarter under review and preceding year corresponding quarter was higher than the statutory tax rate of 24% mainly due to interest expenses for certain term loans which are not tax-deductible.*

B6 Status of Corporate Proposals

There were no corporate proposals announced by the Company but not completed as at the date of this report.

B7 Utilisation of Proceeds

The gross proceeds from the Company's Initial Public Offering amounting to RM34.40 million is intended to be utilised in the following manner:

Details of Utilisation of Proceeds	Proposed Utilisation RM'000	Actual Utilisation RM'000	Re-allocation ⁽¹⁾ RM'000	Balance RM'000	Estimated Timeframe for Utilisation upon Listing ⁽²⁾
E-commerce fulfilment centres in Muar, Johor and overseas countries					
- Purchase of inventories	10,000	(10,000)	-	-	Within 18 months
E-commerce fulfilment centre in Muar, Johor					
- Purchase of racking system and forklifts	1,500	-	-	1,500	Within 18 months
E-commerce advertising and promotions	1,000	(1,000)	-	-	Within 18 months
Repayment of borrowings	10,000	(10,000)	-	-	Within 6 months
Working capital	7,700	(7,821)	121	-	Within 12 months
Estimated listing expenses	4,200	(4,079)	(121)	-	Within 1 month
Total	34,400	(32,900)	-	1,500	

Notes:

- (1) *The unutilised balance of RM0.12 million from the estimated listing expenses was reallocated to working capital purposes.*
- (2) *From the date of listing of the Company on the ACE Market of Bursa Malaysia Securities Berhad. The use of proceeds as disclosed above should be read in conjunction with the Company's Prospectus dated 12 May 2023.*

B8 Group Borrowings and Debt Securities

The Group's borrowings as at 31 March 2024 are as follows:

	Unaudited as at 31.03.2024 RM'000	Audited as at 31.12.2023 RM'000
Non-current		
<u>Secured</u>		
Bank borrowings	25,677	26,227
<u>Unsecured</u>		
Lease liabilities	316	201
	25,993	26,428
Current		
<u>Secured</u>		
Bank borrowings	38,155	37,545
<u>Unsecured</u>		
Lease liabilities	686	464
	38,841	38,009
Total borrowings	64,834	64,437

Included in the Group's borrowings are foreign currency denominated borrowings as follows:

	Amount denominated in foreign currency As at 31.03.2024 '000	As at 31.03.2024 RM'000	Amount denominated in foreign currency As at 31.12.2023 '000	As at 31.12.2023 RM'000
USD	80	378	381	1,757
RM	-	64,456	-	62,680
Total	80	64,834	381	64,437

B9 Derivatives

The Group's outstanding derivatives as at 31 March 2024 are as follows:

	Unaudited As at 31.03.2024			Audited As at 31.12.2023		
	Contract/ notional amount RM'000	Fair value RM'00	Fair value change amount RM'000	Contract/ notional amount RM'000	Fair value RM'00	Fair value change amount RM'000
		0			0	
Forward foreign exchange contracts						
- Less than 1 year	166,664	160,804	(140)	6,029	5,955	74

The Group uses forward foreign exchange contracts to manage some of its transaction exposure associated with foreign currency fluctuations.

B10 Material Litigation

There were no material litigations pending as at the date of this interim financial report.

B11 Earnings Per Share

The basic and diluted EPS for the current and cumulative quarter is computed as follows:

		Individual Quarter 3-Month Ended		Cumulative Quarter 3-Month Ended	
		Current Year	Preceding Year	Current Year	Preceding Year
		Quarter	Corresponding Quarter	To-Date	Corresponding Period
		31.03.2024	31.03.2023	31.03.2024	31.03.2023
Profit after tax	(RM'000)	9,013	2,619	9,013	2,619
Number of ordinary shares	('000)	500,000	420,000	500,000	420,000
Basic/Diluted EPS ⁽¹⁾	(sen)	1.80	0.62	1.80	0.62

Notes:

(1) Basic/Diluted EPS is calculated based on the Company's total number of 500,000,000 ordinary shares as at 31 March 2024 (as at 31 March 2023: 420,000,000 shares).

(2) Basic EPS and diluted EPS are the same as the Company does not have any outstanding convertible securities as at the end of the current quarter and financial period under review.

B12 Notes to the Statement of Profit and Loss and Other Comprehensive Income

Profit before tax has been arrived at after (crediting) / charging:

	Individual Quarter 3-Month Ended		Cumulative Quarter 3-Month Ended	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To-Date	Corresponding Period
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	381	300	381	300
Depreciation of right-of-use assets	204	179	204	179
Unrealised (gain)/loss on foreign exchange	(1,689)	593	(1,689)	593
Realised loss/(gain) on foreign exchange	77	(428)	77	(428)
Interest expenses	956	1,058	956	1,058
Gain on reassessment and modification of leases	-	(2)	-	(2)
Interest income	(264)	(31)	(264)	(31)

Save as disclosed above, the other disclosure items as required under paragraph 16 of Appendix 9B of the Listing Requirements are not applicable.

B13 Dividend

The Board of Directors of the Company did not declare or recommend any dividend during the current financial quarter.

BY ORDER OF THE BOARD

SYNERGY HOUSE BERHAD

28 May 2024