

SSF HOME

SSF HOME GROUP BERHAD
(formerly known as SSF Home Living Sdn Bhd)
Registration No: 201501016707 (1142041-X)

INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED
31 JULY 2023

SSF HOME

SSF HOME GROUP BERHAD
(formerly known as SSF Home Living Sdn Bhd)

(Registration No. 201501016707 (1142041-X))
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 31 July 2023 Unaudited RM'000	Preceding Year Corresponding Quarter ⁽²⁾ 31 July 2022 Unaudited RM'000	Current Period- to-date 31 July 2023 Unaudited RM'000	Preceding Year Corresponding Period-to- date ⁽²⁾ 31 July 2022 Unaudited RM'000
Revenue	39,305	N/A	39,305	N/A
Cost of sales	(17,857)	N/A	(17,857)	N/A
Gross profit	21,448	N/A	21,448	N/A
Other income	263	N/A	263	N/A
General and administrative expenses	(16,393)	N/A	(16,393)	N/A
Selling and distribution expenses	(1,532)	N/A	(1,532)	N/A
Profit from operations	3,786	N/A	3,786	N/A
Finance costs	(123)	N/A	(123)	N/A
Profit before tax	3,663	N/A	3,663	N/A
Tax expense	(1,017)	N/A	(1,017)	N/A
Profit after tax/ total comprehensive income	2,646	N/A	2,646	N/A
Profit after tax/ total comprehensive income attributable to:				
Owners of the Group	2,646	N/A	2,646	N/A
Basic earnings per share (sen)⁽³⁾	0.44	N/A	0.44	N/A
Diluted earnings per share (sen)⁽⁴⁾	0.44	N/A	0.44	N/A

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)⁽¹⁾**Notes:**

- ⁽¹⁾ *The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of SSF Home Group Berhad ("**SHG**" or the "**Company**") and its subsidiaries ("**SHG Group**" or the "**Group**") dated 8 September 2023 and the accompanying explanatory notes attached to this interim financial report.*
- ⁽²⁾ *No comparative figures for the preceding financial year's corresponding quarter and period-to-date are available as the Company will only be listed on the ACE Market of Bursa Malaysia Securities Berhad ("**Bursa Securities**") on 12 October 2023. The interim financial report announced in compliance with the ACE Market Listing Requirements of Bursa Securities ("**Listing Requirements**").*
- ⁽³⁾ *Basic earnings per share ("**EPS**") is calculated based on the Company's enlarged share capital of 600,000,000 shares before the Initial Public Offering ("**IPO**") of the Company.*
- ⁽⁴⁾ *The diluted EPS of the Group for the current financial quarter and financial period to date ended 31 July 2023 is equivalent to the basic EPS as the Group does not have any convertible options at the end of the reporting period.*

N/A - Not applicable.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION⁽¹⁾

	As at 31 July 2023	As at 30 April 2023
	Unaudited	Audited
	RM'000	RM'000
Non-current assets		
Property, plant and equipment	22,179	22,632
Right-of-use assets	12,075	13,945
Intangible assets	18	18
Other investment	214	214
Deferred tax assets	2,822	2,726
Total non-current assets	37,308	39,535
Current assets		
Inventories	56,347	59,835
Trade receivables	589	1,978
Other receivables	10,756	10,344
Tax recoverable	1,051	280
Short term investments	18,633	12,531
Fixed deposits with licensed banks	10,409	9,853
Cash and bank balances	12,968	14,526
Total current assets	110,753	109,347
Total assets	148,061	148,882
Equity and liabilities		
Equity		
Share capital	74,219	74,219
Reorganisation deficit	(70,036)	(70,036)
Retained earnings	111,445	108,799
Total equity	115,628	112,982
Liabilities		
Non-current liabilities		
Provision for restoration costs	735	735
Lease liabilities	4,914	6,401
Total non-current liabilities	5,649	7,136

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)⁽¹⁾

	As at 31 July 2023	As at 30 April 2023
	Unaudited	Audited
	RM'000	RM'000
Current liabilities		
Trade payables	4,514	1,924
Other payables	5,940	4,527
Provision for restoration costs	348	348
Contract liabilities	3,083	3,379
Lease liabilities	6,942	7,060
Bank borrowings	5,530	11,526
Tax payable	427	-
Total current liabilities	26,784	28,764
Total liabilities	32,433	35,900
Total equity and liabilities	148,061	148,882
Net asset per share (in RM)⁽²⁾	0.19	0.19

Notes:

⁽¹⁾ *The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 8 September 2023 and the accompanying explanatory notes attached to this interim financial report.*

⁽²⁾ *In the calculation of net assets per ordinary share is calculated based on the Company's enlarged number of ordinary shares as at 31 July 2023 of 600,000,000 ordinary shares (30 April 2023: 600,000,000 shares).*

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY⁽¹⁾⁽²⁾

Unaudited	Share capital RM'000	Distributable Retained earnings RM'000	Reorganisation deficit RM'000	Total Equity RM'000
At 1 May 2023	74,219	108,799	(70,036)	112,982
Profit net of tax, representing total comprehensive income for the financial period	-	2,646	-	2,646
At 31 July 2023	74,219	111,445	(70,036)	115,628

Notes:

- ⁽¹⁾ *The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Accountant's Report as disclosed in the Prospectus of the Company dated 8 September 2023 and the accompanying explanatory notes attached to this interim financial report.*
- ⁽²⁾ *No comparative figures for the preceding financial year's corresponding period-to-date is available as this is the first interim financial report announced in compliance with the Listing Requirements.*

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS⁽¹⁾

	CUMULATIVE QUARTER	
	Current Period-to-date 31 July 2023 RM'000	Preceding Year Corresponding Period-to-date ⁽²⁾ 31 July 2022 RM'000
Cash Flows From Operating Activities		
Profit before tax	3,663	N/A
Adjustments for:		
Depreciation of property, plant and equipment	944	N/A
Depreciation of right-of-use assets	1,870	N/A
Gain on unrealised foreign exchange	(18)	N/A
Interest expense	123	N/A
Interest income	(139)	N/A
Investment income	(100)	N/A
Write off of inventories	219	N/A
Write off of property, plant and equipment	4	N/A
Operating profit before changes in working capital	6,566	N/A
Changes in working capital:		
Contract liabilities	(296)	N/A
Inventories	3,269	N/A
Receivables	977	N/A
Payables	4,021	N/A
Cash generated from operations	14,537	N/A
Income tax paid	(1,457)	N/A
Interest received	139	N/A
Net cash from operating activities	13,219	N/A
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(495)	N/A
Investment income received	100	N/A
Net cash used in investing activities	(395)	N/A
Cash Flows From Financing Activities		
Interest paid	(123)	N/A
Payment for principal portion of lease liabilities	(1,605)	N/A
Repayment of bank borrowings, net	(5,996)	N/A
Net cash used in financing activities	(7,724)	N/A

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)⁽¹⁾

	CUMULATIVE QUARTER	
	Current Period-to-date 31 July 2023 RM'000	Preceding Year Corresponding Period-to-date⁽²⁾ 31 July 2022 RM'000
Net increase in cash and cash equivalents	5,100	N/A
Cash and cash equivalents at beginning of the financial period	36,910	N/A
Cash and cash equivalents at end of the financial period⁽³⁾	42,010	N/A

Notes:

- ⁽¹⁾ *The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Accountant's Report as disclosed in the Prospectus of the Company dated 8 September 2023 and the accompanying explanatory notes attached to this condensed interim financial report.*
- ⁽²⁾ *No comparative figures for the preceding financial year's corresponding period-to-date is available as this is the first interim financial report announced in compliance with the Listing Requirements.*
- ⁽³⁾ *Cash and cash equivalents at the end of the financial period comprised:*

	Current Period-to-date 31 July 2023 RM'000	Preceding Year Corresponding Period-to-date⁽²⁾ 31 July 2022 RM'000
Short term investments	18,633	N/A
Fixed deposits with licensed banks	10,409	N/A
Cash and bank balances	12,968	N/A
	42,010	N/A

Note:

N/A - Not applicable.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS 134"), UNAUDITED INTERIM FINANCIAL REPORT

A1. Basis of Preparation

The condensed interim financial report of the Group is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRSs") 134 – *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB"), International Financial Reporting Standards ("IFRSs"), requirements of the Companies Act, 2016 in Malaysia, Rule 9.22 and Appendix 9B of the Listing Requirements.

This is the first interim financial statements on the Company's unaudited condensed consolidated financial result for the first quarter ended 31 July 2023 announced by the Company in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding financial year's corresponding period.

The condensed consolidated interim financial statements should be read in conjunction with the Accountant's Report as disclosed in the Prospectus of the Company dated 8 September 2023 and the accompanying notes attached to this condensed interim financial report.

A2. Significant Accounting Policies

The significant accounting policies adopted in the preparation of this Condensed Report are consistent with those adopted as disclosed in the Accountants' Report in the Prospectus of the Company dated 8 September 2023, except for the adoption of the following new MFRS and Amendments to MFRSs.

Adoption of new MFRS and amendments to MFRSs

The adoption of the following new MFRS and amendments to MFRSs that are mandatory effective for an accounting period beginning on or after 1 January 2023:

MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 — Comparative Information
Amendments to MFRS 101 and MFRS Practice Statement 2	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
Amendments to MFRS 112	International Tax Reform – Pillar Two Model Rules

The adoption of the above new MFRS and amendments to MFRSs do not have any material impact on condensed consolidated financial statements.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS 134"), UNAUDITED INTERIM FINANCIAL REPORT (CONT'D)

A2. Significant Accounting Policies (Cont'd)

Standards issued but not yet effective

At the date of authorisation for issue of this condensed consolidated interim financial statements, the amendments to MFRSs, which were in issue but not yet effective and have not been early adopted by the Group are as follows:

Effective for annual financial periods beginning on or after 1 January 2024

Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements

Effective for annual financial periods beginning on or after 1 January 2025

Amendments to MFRS 121	Lack of Exchangeability
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Effective date to be announced

Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
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The Group will adopt the above amendments to MFRSs when they become effective in the respective financial periods. These amendments to MFRSs are not expected to have any effect to the financial statements of the Group upon their initial applications.

A3. Audited Report of Preceding Annual Financial Statements

The audited consolidated financial statements for the financial year ended 30 April 2023 was not subject to any qualification.

A4. Seasonal or Cyclical Factors

The Group's business is exposed to seasonal effects of the retail industry. The Group's sales are generally higher during festive seasons such as Chinese New Year, Hari Raya Aidilfitri and Christmas.

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

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature in size or incidence during the current financial quarter under review.

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NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS 134"), UNAUDITED INTERIM FINANCIAL REPORT (CONT'D)

A6. Material Changes in Estimates

There were no material changes in the estimates of amounts reported that have material effect on the results for the current financial quarter under review.

A7. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial quarter under review.

A8. Dividend Paid

There was no dividend paid during the current financial quarter under review.

A9. Segmental Information

The Group's revenue is principally generated from the retail of home furnishing products. The Group's principal market is Malaysia as all of its revenue are generated locally.

A10. Material Events Subsequent to The End of The Quarter

In conjunction with the Company's listing on the ACE Market of Bursa Securities, the Company issued its prospectus for its IPO on 8 September 2023, entailing the following:

Public issue

The Public Issue of 200,000,000 new ordinary shares in SHG ("**Issue Shares**"), representing approximately 25.0% of the enlarged share capital comprising:

(i) Malaysian Public via balloting

40,000,000 Issue Shares, representing approximately 5.0% of the enlarged share capital, are reserved for application by the Malaysian Public, to be allocated via balloting process as follows:

- 20,000,000 Shares made available to public investors; and
- 20,000,000 Shares made available to Bumiputera public investors.

(ii) Eligible Directors, employees and persons who have contributed to the success of SHG

40,000,000 Issue Shares, representing approximately 5.0% of the enlarged share capital, will be made available to eligible Directors, employees and persons who have contributed to the success of SHG under the Pink Form Allocations.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS 134"), UNAUDITED INTERIM FINANCIAL REPORT (CONT'D)

A10. Material Events Subsequent to The End of The Quarter (Cont'd)

(iii) Private Placement to Bumiputera investors approved by Ministry of Investment, Trade and Industry ("MITI")

100,000,000 Issue Shares, representing approximately 12.5% of the enlarged share capital, to be allocated and allotted by way of private placement will be made available to Bumiputera investors approved by MITI.

(iv) Private placement to selected investors

20,000,000 Issue Shares, representing approximately 2.5% of the enlarged share capital to be allocated and allotted by way of private placement will be made available to selected investors.

Offer for sale

The offer for sale of 24,000,000 existing shares, representing approximately 3.0% of the enlarged share capital of SHG to be allocated and allotted by way of private placement will be made available to selected investors.

The Issue Shares and offer for sale of existing shares will be issued at an IPO price of RM0.25 per share.

Listing

Upon completion of the IPO, the Company's entire enlarged issued share capital comprising 800,000,000 shares will be listed on the ACE Market of Bursa Securities on 12 October 2023.

Save as disclosed above, there were no other material events subsequent to the end of the current financial quarter under review that have not been reflected in this interim financial report.

A11. Changes in The Composition of The Group

On 18 July 2023, the Company had completed the subdivision of the Company's issued share capital of RM74,219,000 comprising 74,219,000 shares into RM74,219,000 comprising 600,000,000 shares. Save for the above, there were no other material changes in the composition of the Group for the current financial quarter under review.

A12. Contingent Liabilities and Contingent Assets

There were no other material contingent liabilities and contingent assets of the Group as at the end of the current financial quarter under review.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)**A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS 134"), UNAUDITED INTERIM FINANCIAL REPORT (CONT'D)****A13. Significant Related Party Transactions**

Significant transactions between the Group and related party are as follows:

	Current Period Quarter 31 July 2023	Current Period-to-date 31 July 2023
	RM'000	RM'000
Rental of retail outlets paid to related parties	219	219

A14. Capital Commitments

Other than as disclosed below, there are no other material capital commitments as at the end of the current financial quarter under review.

	As at 31 July 2023	As at 30 April 2023
	Unaudited	Audited
	RM'000	RM'000
Approved and contracted for		
- Purchase of property, plant and equipment	1,100	1,202

A15. Valuation of Property, Plant and Equipment

The Group has not carried out any valuation on its property, plant and equipment in the current financial quarter under review.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**B1. Review of Performance**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 31 July 2023 RM'000	Preceding Year Corresponding Quarter ⁽¹⁾ 31 July 2022 RM'000	Current Period- to-date 31 July 2023 RM'000	Preceding Year Corresponding Period-to- date ⁽¹⁾ 31 July 2022 RM'000
Revenue	39,305	N/A	39,305	N/A
Profit after tax	2,646	N/A	2,646	N/A

Notes:

⁽¹⁾ No comparative figures for the preceding financial year's corresponding quarter and period-to-date are available as this is the first interim financial report announced in compliance with the Listing Requirements.

N/A – Not applicable.

B2. Comparison with the Immediate Preceding Quarter's Result

No comparative figures for the immediate preceding quarter are available as this is the first interim financial report announced in compliance with the Listing Requirements.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B3. Group's Prospects**

Moving forward, the Group intends to strengthen its presence via its expansion plans to open more retail outlets to various towns and cities in Malaysia, in particular the Northern and Southern regions. The Group intends to establish 18 new retail outlets within 36 months from its Listing. The expansion into new areas will enable the Group to build awareness and increase the visibility and presence of its brand. Additionally, in order to further strengthen and expand its market share with new customers, the Group will continuously launch additional rewards and promotional activities for its existing and new members.

The Group's SSFHOMe mobile application will be upgraded to include improved user interface with web view access, new payment module to enable purchases to be made over the mobile application and integration to the Group's new enterprise-wide resource planning system. The Group expects that the addition of payment module and improved user interface will enable them to expand their reach and provide customers with an increased channel to purchase the Group's products.

The Malaysian home furnishing retail industry declined by 9.7% to RM36.94 billion in 2020 before rebounding to RM39.77 billion in 2021. The industry was valued at RM46.93 billion in 2022 and is anticipated to continue its resilient growth trend during the forecast period from 2023 to 2027. In the medium to long-term, a recovery from the expected economic slowdown coupled with higher proliferation of smart technology for home furnishing and better prospects in the local property market is expected to encourage continued growth of the industry. The home furnishing retail industry is projected to grow from RM50.25 billion in 2023 to RM73.17 billion in 2027, representing a compound annual growth rate of 9.3% during the forecast period (Source: Independent Market Research Report by Protégé Associates Sdn Bhd dated 18 August 2023).

Based on the above, the Group remains confident in the future prospects of the Group.

B4. Variance of Profit Forecast

The Group did not issue any profit forecast for the current financial quarter.

B5. Income Tax Expense

	Current Period Quarter 31 July 2023	Current Period-to-date 31 July 2023
	RM'000	RM'000
Current tax	1,112	1,112
Deferred tax	(95)	(95)
Total	<u>1,017</u>	<u>1,017</u>
Effective tax rate (%)	27.76	27.76

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B5. Income Tax Expense (Cont'd)

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the fiscal year. Tax expense is recognised based on management's best estimate.

The effective tax rate for current period-to-date was higher than the statutory tax rate mainly due to certain expenses being disallowed for tax purposes.

B6. Profit before tax

Profit from operations is derived after charging/(crediting) the following:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 31 July 2023 RM'000	Preceding Year Corresponding Quarter ⁽¹⁾ 31 July 2022 RM'000	Current Period- to-date 31 July 2023 RM'000	Preceding Year Corresponding Period-to-date ⁽¹⁾ 31 July 2022 RM'000
Depreciation of property, plant and equipment	944	N/A	944	N/A
Depreciation of right-of-use assets	1,870	N/A	1,870	N/A
Interest expense:				
- Banker's acceptance	11	N/A	11	N/A
- Lease liabilities	112	N/A	112	N/A
Interest income:				
- Fixed deposits from licensed banks	(66)	N/A	(66)	N/A
- Short-term placement	(73)	N/A	(73)	N/A
Investment income	(100)	N/A	(100)	N/A
Unrealised gain on foreign exchange	(18)	N/A	(18)	N/A
Write off of inventories	219	N/A	219	N/A
Write off of property, plant and equipment	4	N/A	4	N/A

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**Notes:**

⁽¹⁾ No comparative figures for the preceding financial year's corresponding quarter and period-to-date are available as this is the first interim financial report announced in compliance with the Listing Requirements.

N/A – Not applicable

B7. Utilisation of Proceeds Raised from the IPO

The gross proceeds raised from the IPO of RM50.00 million are intended to be utilised in the following manner:

Utilisation of proceeds⁽¹⁾	Proposed utilisation RM'000	Actual utilisation⁽²⁾ RM'000	Estimated timeframe for utilisation
Set-up new retail outlets			
• Capital expenditure	14,220	N/A	Within 36 months
• Start-up costs	20,970	N/A	Within 36 months
Repayment of bank borrowings	5,000	N/A	Within 3 months
Marketing activities	1,500	N/A	Within 24 months
General working capital	4,010	N/A	Within 12 months
Estimated listing expenses	4,300	N/A	Immediately
	50,000	N/A	

Notes:

⁽¹⁾ The utilisation of proceeds as disclosed above should be read in conjunction with the Company's Prospectus dated 8 September 2023.

⁽²⁾ As at the date of this condensed interim financial report, the listing exercise of the Company is pending completion. Hence, no proceeds are being utilised by the Group.

N/A – Not applicable.

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SSF HOME

SSF HOME GROUP BERHAD
(formerly known as SSF Home Living Sdn Bhd)

(Registration No. 201501016707 (1142041-X))
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B8. Group Borrowings and Debt Securities**

The Group's borrowings as at 31 July 2023 are as follows:

	As At 31 July 2023	As At 30 April 2023
	Unaudited	Audited
	RM'000	RM'000
Current		
<u>Secured and guaranteed</u>		
Bankers' acceptance	5,530	11,526
Lease liabilities (under hire purchase arrangement)	60	76
Total borrowings	5,590	11,602

B9. Material Litigation

The Group is not engaged in any material litigation either as plaintiff or defendant, and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

B10. Dividend Proposed

No dividend has been declared or proposed during the current financial quarter under review and for the financial period to date.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B11. Earnings Per Share ("EPS")**

The basic and diluted EPS for the current financial quarter and period to date are as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Period Quarter 31 July 2023 RM'000	Preceding Year Corresponding Quarter⁽¹⁾ 31 July 2022 RM'000	Current Period-to-date 31 July 2023 RM'000	Preceding Year Corresponding Period-to-date⁽¹⁾ 31 July 2022 RM'000
Profit attributable to Owners of the Company	2,646	N/A	2,646	N/A
Weighted average number of the ordinary shares in issue (Units)	600,000	N/A	600,000	N/A
Basic EPS ⁽²⁾ (sen)	0.44	N/A	0.44	N/A
Diluted EPS ⁽³⁾ (sen)	0.44	N/A	0.44	N/A

Notes:

⁽¹⁾ No comparative figures for the preceding financial year's corresponding quarter and period-to-date are available as this is the first interim financial report announced in compliance with the Listing Requirements.

⁽²⁾ Basic EPS is calculated based on the Company's enlarged share capital of 600,000,000 shares before the IPO of the Company.

⁽³⁾ The diluted EPS of the Group for the current financial quarter and financial period to date ended 31 July 2023 is equivalent to the basic EPS as the Group does not have any convertible options at the end of the reporting period.

N/A - Not applicable.

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INTERIM FINANCIAL REPORT FOR THE FIRST (1ST) QUARTER ENDED 31 JULY 2023

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B12. Status of Corporate Proposals

On 8 September 2023, the Company issued its Prospectus in conjunction with the Listing of the Company on the ACE Market of Bursa Securities, comprising the public issue of 200,000,000 new ordinary shares and offer for sale of 24,000,000 existing shares in the Company. The Listing is pending completion as the Company is expected to be listed on the ACE Market of Bursa Securities on 12 October 2023.

Save as disclosed above, there were no other corporate proposals pending completion as at the date of this interim financial report.

B13. Authorisation for Issue

The interim financial report was authorised for issue by the Board of Directors on 4 October 2023.

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