



**KJTS GROUP BERHAD**

Registration No. 202201020004 (1465701-T)  
(Incorporated in Malaysia)

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

**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the First Quarter Ended 31 March 2024<sup>(1)</sup>**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Quarter	Preceding Year Corresponding Quarter <sup>(3)</sup>	Current Year-to-date	Preceding Year Corresponding Year-to-date <sup>(3)</sup>
		31.03.2024	31.03.2023	31.03.2024	31.03.2023
		Unaudited	Unaudited	Unaudited	Unaudited
		RM'000	RM'000	RM'000	RM'000
Revenue		36,198	N/A	36,198	N/A
Cost of sales		(27,105)	N/A	(27,105)	N/A
<b>Gross profit ("GP")</b>		<b>9,093</b>	<b>N/A</b>	<b>9,093</b>	<b>N/A</b>
Other income		613	N/A	613	N/A
Administrative expenses <sup>(2)</sup>		(9,761)	N/A	(9,761)	N/A
Net gain of impairment on financial assets and contract assets		13	N/A	13	N/A
Finance costs		(76)	N/A	(76)	N/A
Share of results of associates		(34)	N/A	(34)	N/A
<b>Loss before tax ("LBT")</b>	B12	<b>(152)</b>	<b>N/A</b>	<b>(152)</b>	<b>N/A</b>
Tax expenses		(618)	N/A	(618)	N/A
<b>Loss after tax ("LAT")</b>		<b>(770)</b>	<b>N/A</b>	<b>(770)</b>	<b>N/A</b>
Other comprehensive loss for the financial period		(78)	N/A	(78)	N/A
<b>Total comprehensive loss for the financial period</b>		<b>(848)</b>	<b>N/A</b>	<b>(848)</b>	<b>N/A</b>
<b>(Loss)/Profit for the financial period attributable to:</b>					
- Owners of the Company		(838)	N/A	(838)	N/A
- Non-controlling interests		68	N/A	68	N/A
		<b>(770)</b>	<b>N/A</b>	<b>(770)</b>	<b>N/A</b>
<b>Total comprehensive (loss)/income for the financial period attributable to:</b>					
- Owners of the Company		(880)	N/A	(880)	N/A
- Non-controlling interests		32	N/A	32	N/A
		<b>(848)</b>	<b>N/A</b>	<b>(848)</b>	<b>N/A</b>
<b>Loss per share ("LPS")</b>					
- Basic (sen) <sup>(3)</sup>	B11	(0.12)	N/A	(0.12)	N/A
- Diluted (sen) <sup>(3)</sup>	B11	(0.12)	N/A	(0.12)	N/A

**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

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**Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the First Quarter Ended 31 March 2024 (cont'd)<sup>(1)</sup>**

**NOTES:**

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements of KJTS and its subsidiaries (the “**Group**”) for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) Administrative expenses included non-recurring listing expenses of RM4.26 million for the current financial quarter ended 31 March 2024. For illustration purposes only, the Group’s financial performance after adjusting for the non-recurring listing expenses is disclosed in Note B2 in this interim financial report.
- (3) Basic/Diluted loss per share is calculated based on the LAT attributable to owners of the Company divided by 688,000,000 ordinary shares issued as disclosed in Note B11. The diluted LPS is equivalent to the basic LPS as the Company does not have any convertible options as at the end of the current financial quarter and financial year-to-date.
- (4) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”). As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.
- (5) N/A denotes not applicable.

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**Unaudited Condensed Consolidated Statement of Financial Position as at 31 March 2024<sup>(1)</sup>**

	As at 31.03.2024	As at 31.12.2023
	Unaudited	Audited
Note	RM'000	RM'000
<b>Non-current assets</b>		
Property, plant, and equipment	1,274	1,337
Right-of-use assets	2,115	913
Investment properties	848	850
Investment in associates	827	823
Concession receivables	10,131	10,506
Goodwill on consolidation	1,808	1,808
Other receivables	56	59
Tax recoverable	121	125
<b>Total non-current assets</b>	<b>17,180</b>	<b>16,421</b>
<b>Current assets</b>		
Concession receivables	1,836	2,293
Other investments	2	2
Inventories	107	98
Trade receivables	23,169	22,219
Other receivables	7,437	10,657
Contract assets	14,195	9,783
Amount due from associates	6,818	4,650
Tax recoverable	659	738
Fixed deposit with a licensed bank	2,304	2,288
Cash and bank balances	65,752	11,624
	122,279	64,352
<b>Total assets</b>	<b>139,459</b>	<b>80,773</b>
<b>Equity</b>		
Share capital	99,120	41,828
Other reserve	76	76
Foreign currency translation reserve	538	580
Retained earnings	41,886	42,724
Merger reserve	(34,938)	(34,938)
Equity attributable to owners of the Company	106,682	50,270
Non-controlling interests	(246)	(278)
<b>Total equity</b>	<b>106,436</b>	<b>49,992</b>

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**Unaudited Condensed Consolidated Statement of Financial Position as at 31 March 2024 (cont'd)<sup>(1)</sup>**

		As at 31.03.2024	As at 31.12.2023
		Unaudited	Audited
	Note	RM'000	RM'000
<b>Non-current liabilities</b>			
Bank borrowings	B8	2,588	2,892
Lease liabilities		1,266	374
Employee benefit obligations		98	95
Deferred tax liabilities		17	17
		<u>3,969</u>	<u>3,378</u>
<b>Current liabilities</b>			
Trade payables		10,460	10,434
Other payables		16,634	14,515
Contract liabilities		463	1,050
Bank borrowings	B8	883	884
Lease liabilities		601	520
Tax payable		13	-
		<u>29,054</u>	<u>27,403</u>
<b>Total liabilities</b>		<b>33,023</b>	<b>30,781</b>
<b>Total equity and liabilities</b>		<b>139,459</b>	<b>80,773</b>
Net assets per ordinary share attributable to owners of the Company (RM) <sup>(2)</sup>		0.15	0.07

**NOTES:**

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per ordinary share is calculated based on the Company's ordinary shares in issue as at 31 March 2024 of 688,000,000 shares (31 December 2023: 688,000,000 shares).

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# KJTS GROUP BERHAD

Registration No. 202201020004 (1465701-T)  
(Incorporated in Malaysia)



## Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024

### Unaudited Condensed Consolidated Statement of Changes in Equity for the First Quarter Ended 31 March 2024<sup>(1)(2)</sup>

	Attributable to Owners of the Company				Retained Earnings RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
	Non-Distributable			Distributable				
	Share Capital RM'000	Foreign Currency Translation Reserve RM'000	Other Reserve RM'000	Merger Reserve RM'000				
<b>At 31 December 2023 (Audited)/ 1 January 2024</b>	41,828	580	76	(34,938)	42,724	50,270	(278)	49,992
(Loss)/Profit for the financial period	-	-	-	-	(838)	(838)	68	(770)
Other comprehensive loss for the financial period	-	(42)	-	-	-	(42)	(36)	(78)
<b>Total comprehensive (loss)/income for the financial period</b>	-	(42)	-	-	(838)	(880)	32	(848)
<b>Transactions with owners:</b>								
Issuance of shares pursuant to initial public offering	58,867	-	-	-	-	58,867	-	58,867
Share issuance expenses	(1,575)	-	-	-	-	(1,575)	-	(1,575)
	57,292	-	-	-	-	57,292	-	57,292
<b>At 31 March 2024 (Unaudited)</b>	<b>99,120</b>	<b>538</b>	<b>76</b>	<b>(34,938)</b>	<b>41,886</b>	<b>106,682</b>	<b>(246)</b>	<b>106,436</b>

#### NOTES:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.

**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**Unaudited Condensed Consolidated Statements of Cash Flows for the First Quarter Ended 31 March 2024<sup>(1)(2)</sup>**

	<b>Current Year-to-date 31.03.2024</b>	<b>Preceding Year Corresponding Year-to-date 31.03.2023</b>
	<b>Unaudited</b>	<b>Unaudited</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>OPERATING ACTIVITIES</b>		
Loss before tax	(152)	N/A
Adjustments for: -		
Depreciation of property, plant and equipment	174	N/A
Depreciation of right-of-use assets	174	N/A
Depreciation of investment properties	2	N/A
Gain on disposal of property, plant and equipment	(216)	N/A
Reversal of impairment losses on trade receivables	(13)	N/A
Interest income	(64)	N/A
Provision of employee benefits	6	N/A
Finance costs	76	N/A
Share of results of associates	34	N/A
Unrealised loss on foreign exchange	9	N/A
Operating profit before changes in working capital	30	N/A
<b>Changes in working capital:</b>		
Inventories	(9)	N/A
Concession receivables	832	N/A
Receivables	709	N/A
Payables	2,136	N/A
Amount due from associates	(3,034)	N/A
Foreign exchange reserve	(87)	N/A
Contract liabilities	(4,998)	N/A
	(4,451)	N/A
<b>Cash used in operations</b>	<b>(4,421)</b>	<b>N/A</b>
Interest paid	(76)	N/A
Interest received	41	N/A
Income tax paid	(526)	N/A
	(561)	N/A
<b>Net cash used in operating activities</b>	<b>(4,982)</b>	<b>N/A</b>

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**Unaudited Condensed Consolidated Statements of Cash Flows for the First Quarter Ended 31 March 2024  
(cont'd)<sup>(1)(2)</sup>**

	<b>Current Year-to-date 31.03.2024</b>	<b>Preceding Year Corresponding Year-to-date 31.03.2023</b>
	<b>Unaudited</b>	<b>Unaudited</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(111)	N/A
Purchase of right-of-use assets	(236)	N/A
Proceeds of disposal of property, plant and equipment	216	N/A
Additional investment in financial assets measured at fair value through profit or loss	*	N/A
Additional investment in an associate	(30)	N/A
Net changes in amount due from associates	888	N/A
<b>Net cash from investing activities</b>	<b>727</b>	<b>N/A</b>
<b>FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares	58,867	N/A
Increased in fixed deposit pledged to a licensed bank	(16)	N/A
Payment of lease liabilities	(163)	N/A
Repayment of term loans	(305)	N/A
<b>Net cash from financing activities</b>	<b>58,383</b>	<b>N/A</b>
<b>Net increase in cash and cash equivalents</b>	<b>54,128</b>	<b>N/A</b>
Cash and cash equivalents at the beginning of the financial period	11,624	N/A
<b>Cash and cash equivalents at the end of the financial period<sup>(3)</sup></b>	<b>65,752</b>	<b>N/A</b>

**NOTES:**

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024****Unaudited Condensed Consolidated Statements of Cash Flows for the First Quarter Ended 31 March 2024  
(cont'd)<sup>(1)(2)</sup>****NOTES: (CONT'D)**

(3) Cash and cash equivalents at the end of the financial period consist of:

	<b>As at 31.03.2024</b>	<b>As at 31.03.2023</b>
	<b>Unaudited</b>	<b>Unaudited</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	65,752	N/A
Fixed deposit with a licensed bank	2,304	N/A
	68,056	N/A
Less: Fixed deposit pledged to a licensed bank	(2,304)	N/A
	<u>65,752</u>	<u>N/A</u>

(4) N/A denotes not applicable.

\* Less than RM1,000

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024****PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING****A1. BASIS OF PREPARATION**

The interim financial report of KJTS and its subsidiaries (the “Group”) are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board, Rule 9.22, and Appendix 9B of the Listing Requirements.

This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.

This interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

**A2. SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2023 except for the adoption of the following new MFRSs and Amendments to MFRSs that become effective for the financial year beginning on 1 January 2024:

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

The new and amended standards that are issued, but not yet effective and have not been adopted by the Group are as follows:

		<b>Effective Date</b>
Amendments to MFRS 121	Lack of Exchangeability	1 January 2025
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

The Group intends to adopt these new and amended standards, if applicable, when they become effective.

The initial application of the abovementioned new and amended standards, where applicable, is not expected to have any material impact on the financial statements of the Group.

**A3. MATERIAL CHANGES IN ACCOUNTING ESTIMATES**

There were no material changes in accounting estimates during the current financial quarter and financial year-to-date under review.

**A4. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audited financial statements of the Group for the preceding financial year ended 31 December 2023 were issued without any qualifications.

**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)**

**A5. SEASONAL OR CYCLICAL FACTORS**

The Group's performance has not been materially affected by any seasonal and cyclical factors during the current financial quarter and financial year-to-date under review.

**A6. ITEMS OR INCIDENCES OF AN UNUSUAL NATURE**

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

**A7. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD**

There were no material events subsequent to the end of the current financial quarter under review that have not been reflected in this interim financial report.

**A8. DEBT AND EQUITY SECURITIES**

In conjunction with the Company's listing on the ACE Market of Bursa Securities ("**Listing**"), the Company had undertaken an initial public offering ("**IPO**") comprising public issue of 218,027,200 new ordinary shares in the Company in the following manner:

- (i) 168,627,200 IPO Shares to institutional and selected investors, at the institutional price of RM0.27 per IPO Share; and
- (ii) 49,400,000 IPO Shares to the Malaysian public, the eligible directors, eligible key senior management, eligible employees and persons who have contributed to the success of the Group, at the retail price of RM0.27 per IPO Share.

Thereafter, the Company's enlarged issued share capital comprising 688,000,000 shares was listed on the ACE Market of Bursa Securities on 26 January 2024.

In conjunction with the Listing, the Company has established a long-term incentive plan ("**LTIP**") of up to 10.00% of the total number of issued shares of the Company, comprising executives' share option scheme ("**ESOS**") and executives' share grant scheme (ESGS), to be granted to the eligible persons of the Group who are eligible executive directors and eligible executives who meet the criteria of eligibility for participation in the LTIP in accordance with the By-Laws ("**Eligible Persons**"). The LTIP has taken effect on 23 January 2024. The LTIP shall be in force for a period of 5 years from 23 January 2024.

On 26 January 2024, a total of 13,756,000 ESOS options have been offered to the Eligible Persons.

Save as disclosed above, there was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial quarter under review.

**A9. DIVIDEND PAID**

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

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)**

**A10. SEGMENTAL INFORMATION**

The Group is principally involved in the following businesses:

<b>Operating segments</b>	<b>Nature</b>
(a) Cooling Energy	(a) Cooling energy management services which mainly involves the supply of chilled water for space cooling as well as providing operations and maintenance services for cooling energy systems.  (b) Engineering, procurement, construction and commissioning (EPCC) of cooling energy system which mainly involves the construction of new, upgrading and / or retrofitting of cooling energy systems.
(b) Facilities Management	Facilities management services are mainly related to the repair and maintenance of machinery and equipment.
(c) Cleaning Services	Cleaning services to maintain the cleanliness, tidiness and hygiene of buildings and outdoor areas.
(d) Investment	Investment holding.

**(a) Revenue by business activities**

The table below sets out the breakdown of the Group's revenue by business activities for the financial quarter under review:

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Current Quarter 31.03.2024 Unaudited RM'000</b>	<b>Preceding Year Corresponding Quarter <sup>(1)</sup> 31.03.2023 Unaudited RM'000</b>	<b>Current Year-to-date 31.03.2024 Unaudited RM'000</b>	<b>Preceding Year Corresponding Year-to-date <sup>(1)</sup> 31.03.2023 Unaudited RM'000</b>
Cooling Energy	19,068	N/A	19,068	N/A
Facilities Management	4,095	N/A	4,095	N/A
Cleaning Services	13,035	N/A	13,035	N/A
	36,198	N/A	36,198	N/A

The Cooling Energy and Cleaning Services segments within our building support services were the major revenue contributor during the financial quarter under review.

**NOTES:**

(1) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.

(2) N/A denotes not applicable.

**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)**

**A10. SEGMENTAL INFORMATION (CONT'D)**

**(b) Revenue by geographical market of customers**

The table below sets out the breakdown of the Group’s revenue by geographical market of customers for the financial quarter under review:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter 31.03.2024 Unaudited RM'000	Preceding Year Corresponding Quarter <sup>(1)</sup> 31.03.2023 Unaudited RM'000	Current Year-to-date 31.03.2024 Unaudited RM'000	Preceding Year Corresponding Year-to-date <sup>(1)</sup> 31.03.2023 Unaudited RM'000
Malaysia	29,163	N/A	29,163	N/A
Overseas:				
- Singapore	6,157	N/A	6,157	N/A
- Thailand	878	N/A	878	N/A
	36,198	N/A	36,198	N/A

**NOTES:**

(1) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.

(2) N/A denotes not applicable.

**A11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There was no valuation of property, plant, and equipment in the current financial quarter under review.

**A12. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no material changes in the composition of the Group for the current financial quarter under review.

**A13. CAPITAL COMMITMENTS**

There were no material capital commitments as at 31 March 2024.

**A14. CONTINGENT ASSETS OR CONTINGENT LIABILITIES**

There were no contingent assets and contingent liabilities as at the date of this interim financial report.

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART A – EXPLANATORY NOTES ON COMPLIANCE WITH MFRS 134: INTERIM FINANCIAL REPORTING (CONT'D)**

**A15. SIGNIFICANT RELATED PARTY TRANSACTIONS**

Save as disclosed below, there were no significant related party transactions during the current financial quarter and financial year-to-date:

	Current Quarter 31.03.2024	Preceding Year Corresponding Quarter <sup>(1)</sup> 31.03.2023	Current Year-to-date 31.03.2024	Preceding Year Corresponding Year-to-date <sup>(1)</sup> 31.03.2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
<b>Transactions with associates:</b>				
<b>Income</b>				
Sales	4,133	N/A	4,133	N/A
Management fee received/ receivable	6	N/A	6	N/A
Interest received/receivable	23	N/A	23	N/A
<b>Expenses</b>				
Purchases	423	N/A	423	N/A
Interest paid/payable	*	N/A	*	N/A
<b>Transactions with related parties:</b>				
<b>Expenses</b>				
Sales	7	N/A	7	N/A
Purchases	29	N/A	29	N/A
Administrative expenses paid/payable	5	N/A	5	N/A
Interest paid/payable	14	N/A	14	N/A
Rental paid/payable	10	N/A	10	N/A

**NOTES:**

(1) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.

\* Less than RM1,000

**A16. FAIR VALUE OF FINANCIAL LIABILITIES**

There were no gains or losses arising from fair value changes in the Group's financial liabilities for the current financial quarter under review.

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS**

**B1. REVIEW OF PERFORMANCE**

	QUARTER ENDED		Changes (Amount/%)	YEAR-TO-DATE ENDED		Changes (Amount/%)
	31.03.2024	31.03.2023 <sup>(1)</sup>		31.03.2024	31.03.2023 <sup>(1)</sup>	
	Unaudited	Unaudited		Unaudited	Unaudited	
	RM'000	RM'000		RM'000	RM'000	
Revenue	36,198	N/A	N/A	36,198	N/A	N/A
Gross profit	9,093	N/A	N/A	9,093	N/A	N/A
Loss before tax (“LBT”)	(152)	N/A	N/A	(152)	N/A	N/A
Loss after tax (“LAT”)	(770)	N/A	N/A	(770)	N/A	N/A
<b>Loss attributable to owners of the Company</b>	<b>(838)</b>	<b>N/A</b>	<b>N/A</b>	<b>(838)</b>	<b>N/A</b>	<b>N/A</b>

The Group recorded revenue of RM36.20 million for the current financial quarter ended 31 March 2024. The Group’s revenue was mainly attributable to the Cooling Energy segment and Cleaning Services segment within building support services for the current financial quarter under review. The Cooling Energy segment and Cleaning Services segment recorded revenue of RM19.07 million (52.68% of the Group’s revenue) and RM13.04 million (36.02% of the Group’s revenue) respectively for the current financial quarter under review.

Malaysia was our largest overall market and recorded revenue of RM29.19 million (80.63% of the Group’s revenue) for the current financial quarter under review. Singapore was our largest foreign market and recorded revenue of RM6.16 million (17.02% of the Group’s revenue) for the current financial quarter under review.

The Group registered a LBT of RM0.15 million for the current financial quarter after deducting administrative expenses of RM9.76 million for the current financial quarter. The administrative expenses mainly consist of listing expenses, staff costs, rental, IT expenses and depreciation of property, plant and equipment.

**NOTES:**

- (1) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.
- (2) N/A denotes not applicable.

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B2. VARIANCE OF RESULTS AGAINST PRECEDING QUARTER**

	<b>INDIVIDUAL QUARTER</b>			<b>Variance</b>	<b>%</b>
	<b>Current</b>	<b>Preceding</b>			
	<b>Quarter</b>	<b>Quarter</b>			
	<b>31.03.2024</b>	<b>31.12.2023</b>			
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>		
Revenue	36,198	31,491	4,707	14.95	
(LBT)/Profit before Tax (“PBT”) <sup>(1)</sup>	(152)	2,284	(2,436)	(106.65)	

The Group recorded a revenue of RM36.20 million for the current financial quarter ended 31 March 2024 which is 14.95% higher than the revenue recorded in the preceding financial quarter ended 31 December 2023 of RM31.50 million. The increase in the revenue was mainly contributed by the Cooling Energy segment.

The Group’s PBT decreased by RM2.44 million or 106.65% from RM2.28 million in the preceding quarter ended 31 December 2023 to LBT of RM0.15 million for the current financial quarter ended 31 March 2024. The decrease of the Group’s PBT was mainly due to the non-recurring listing expenses of RM4.26 million included in administrative expenses. This was partially offset by an increase in gross profit by RM1.95 million or 27.27% in the current financial quarter ended 31 March 2024 mainly attributed to the higher revenue recorded as explained above and reduced costs relating to manpower in Cleaning Services and Facilities Management segments.

**NOTES:**

- (1) Administrative expenses included non-recurring listing expenses of RM4.26 million for the current financial quarter ended 31 March 2024. For illustration purposes only, the Group’s financial performance after adjusting for the non-recurring listing expenses is as follows:

	<b>INDIVIDUAL QUARTER</b>			<b>Variance</b>	<b>%</b>
	<b>Current</b>	<b>Preceding</b>			
	<b>Quarter</b>	<b>Quarter</b>			
	<b>31.03.2024</b>	<b>31.12.2023</b>			
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>		
(LBT)/PBT	(152)	2,284	(2,436)	(106.65)	
Add: Listing expenses	4,257	-	4,257	-	
Adjusted PBT <sup>(2)</sup>	4,105	2,284	1,821	79.73	
(LAT)/Profit after Tax (“PAT”)	(770)	1,872	(2,642)	(141.13)	
Add: Listing expenses	4,257	-	4,257	-	
Adjusted PAT <sup>(2)</sup>	3,487	1,872	1,615	86.27	

- (2) If there were no non-recurring listing expenses, the Group’s adjusted PBT and PAT would increase by RM1.82 million or 79.73% from RM2.28 million to RM4.11 million and RM1.62 million or 86.27% from RM1.87 million to RM3.49 million for the current financial quarter ended 31 March 2024 compared to preceding quarter ended 31 December 2023 respectively.



**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

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**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)****B3. PROSPECTS AND OUTLOOK FOR THE CURRENT FINANCIAL YEAR**

Malaysia's economy is projected to grow between 4% and 5% in 2024, supported by resilient domestic demand, stable inflation, and robust fiscal management. Key drivers include strong consumer spending, a positive turnaround in exports, and sustained investment in key sectors such as manufacturing and services. In the first quarter of 2024, Malaysia's economy registered a higher growth rate of 4.2%<sup>(1)</sup>, driven by strong domestic expenditure and increased export activity, creating a conducive growth environment for KJTS Group.

In line with the details provided in the Prospectus dated 5 January 2024, the operating landscape for KJTS Group continues to be dynamic and evolving. The construction sectors, particularly those involving electrical installation, plumbing, heating, and air-conditioning, have shown notable growth trends. Between 2020 and 2022, these segments achieved Compound Annual Growth Rates (CAGRs) of 20.6% and 19.1% respectively<sup>(2)</sup>. This upward momentum was sustained through the first quarter of 2024, with the value of work done in the construction sector increasing by 14.2% year-on-year, totalling RM36.8 billion<sup>(2)</sup>. This growth was driven primarily by the private sector and significant contributions from civil engineering projects<sup>(2)</sup>. These statistics highlight a demand within our industry, positioning KJTS Group to strategically seize these opportunities. Following our recent listing, KJTS Group is well-prepared to leverage this market, fostering both expansion and innovation within our sector.

Our commitment to growth remains unwavering, anchored in our core competencies and the strengths of our Cooling Energy Segment business. This entails providing cooling energy management services and executing Engineering, Procurement, Construction, and Commissioning (“**EPCC**”) of cooling energy systems to enhance our presence in Malaysia. Moreover, strategic expansion plans are underway to strengthen our footprint in key operating regions, including Malaysia, Singapore, and Thailand.

Energy efficiency has become an important focus area for Malaysia, especially in light of rising energy costs and the global push towards sustainability. The Malaysian Government's launch of the National Energy Transition Roadmap (NETR) aims to address climate change and establish a resilient, sustainable energy infrastructure. Energy Efficiency (EE) is a key lever within the NETR, recognized as a crucial tool for optimizing resources and providing a cost-effective, sustainable solution to reduce energy consumption.

KJTS Group is committed to supporting these national goals by integrating Environmental, Social, and Governance (ESG) principles into our operations. Our focus on environmental sustainability involves implementing measures to reduce energy consumption and carbon emissions effectively. For instance, our cooling energy system projects that involved the upgrading and/or retrofit of existing cooling energy systems followed by providing cooling energy management services have collectively saved approximately 52,441 megawatt hours (MWh) of electricity and avoided around approximately 32,619 tonnes of carbon dioxide (CO<sub>2</sub>) emissions since January 2017 until November 2023.

KJTS Group remains dedicated to fostering growth, driving innovation, and maintaining our position in the building support services sector.

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B3. PROSPECTS AND OUTLOOK FOR THE CURRENT FINANCIAL PERIOD (CONT'D)**

The Group's business and growth strategies encompass:

- (i) Expanding our cooling energy management services in Malaysia by allocating additional funds to finance EPCC projects for suitable clientele; and
- (ii) Scaling up our EPCC business for cooling energy systems on an independent basis, enhancing our market presence and competitiveness.

**NOTES:**

- (1) Source: Economic and Financial Developments in Malaysia in the First Quarter of 2024, Bank Negara Malaysia
- (2) Source: Department of Statistics, Malaysia (DOSM)

**B4. PROFIT FORECAST OR PROFIT GUARANTEE**

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

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B5. TAX EXPENSES**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter 31.03.2024 Unaudited RM'000	Preceding Year Corresponding Quarter <sup>(2)</sup> 31.03.2023 Unaudited RM'000	Current Year-to-date 31.03.2024 Unaudited RM'000	Preceding Year Corresponding Year-to-date <sup>(2)</sup> 31.03.2023 Unaudited RM'000
<b>Tax expenses recognised in profit or loss</b>				
Current tax expense <sup>(1)</sup>	618	N/A	618	N/A
Under provision in prior years	-	N/A	-	N/A
	618	N/A	618	N/A
<b>Deferred tax</b>				
Relating to origination and reversal of temporary differences	-	N/A	-	N/A
Under provision in prior years	-	N/A	-	N/A
	-	N/A	-	N/A
Tax expenses for the financial period	618	N/A	618	N/A
Effective tax rate (%)	(406.6)	N/A	(406.6)	N/A
Statutory tax rate (%)	24.0	N/A	24.0	N/A

The effective tax rate was lower than the statutory tax rate mainly due to the tax effects of the utilisation of unused tax losses.

**NOTES:**

- (1) Income tax is recognised based on management's best estimate.
- (2) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.
- (3) N/A denotes not applicable.

**B6. STATUS OF CORPORATE PROPOSALS**

There were no corporate proposals announced but not implemented as at the date of this interim financial report.

**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B7. UTILISATION OF PROCEEDS FROM IPO**

The Company was listed on the ACE Market of Bursa Securities on 26 January 2024 (“**Listing**”). As part of the Listing exercise, the Company has undertaken a Public Issue of 218,027,200 new ordinary shares at an issue price of RM0.27 per share, raising gross proceeds of RM58.87 million (“**IPO Proceeds**”).

The status of the utilisation of the IPO Proceeds as of 31 March 2024 is as follows:

Details of utilisation of proceeds	<b>Proposed Utilisation</b>	<b>Actual Utilisation</b>	<b>Balance</b>	<b>Estimated timeframe for the utilisation upon Listing<sup>(1)</sup></b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
Business expansion:				
- Expansion of cooling energy segment	40,417	-	40,417	Within 36 months
- Expansion of offices in Malaysia, Thailand, and Singapore	4,500	-	4,500	Within 12 months
Working capital	8,118	545	7,573	Within 12 months
Defraying the listing expenses	5,832	5,832	-	Within 1 month
	<b>58,867</b>	<b>6,377</b>	<b>52,490</b>	

**NOTE:**

(1) From the date of listing of the Company on the ACE Market of Bursa Securities. The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus dated 5 January 2024.

**B8. BORROWINGS**

**As at 31-March-2024 (Unaudited)**

	<b>Current</b>		<b>Non- Current</b>		<b>Total borrowings</b>	
	<b>Foreign Currency</b>	<b>RM Equivalent</b>	<b>Foreign Currency</b>	<b>RM Equivalent</b>	<b>Foreign Currency</b>	<b>RM Equivalent</b>
	<b>000</b>	<b>RM'000</b>	<b>000</b>	<b>RM'000</b>	<b>000</b>	<b>RM'000</b>
<b>Secured</b>						
<b>Denominated in RM</b>						
- Lease liabilities <sup>(1)</sup>	-	281	-	1,191	-	1,472
- Term loans	-	460	-	433	-	893
<b>Denominated in THB<sup>(2)</sup></b>						
- Term loans	3,261	423	16,600	2,155	19,861	2,578

**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B8. BORROWINGS (CONT'D)**

	As at 31-Dec-2023 (Audited)					
	Current		Non- Current		Total borrowings	
	Foreign Currency	RM Equivalent	Foreign Currency	RM Equivalent	Foreign Currency	RM Equivalent
	000	RM'000	000	RM'000	000	RM'000
<b>Secured</b>						
<b>Denominated in RM</b>						
- Lease liabilities <sup>(1)</sup>	-	96	-	300	-	396
- Term loans	-	452	-	551	-	1,003
<b>Denominated in THB <sup>(2)</sup></b>						
- Term loans	3,221	432	17,430	2,341	20,651	2,773

These borrowings are secured and denominated in both Ringgit Malaysia and Thai Bath (“**THB**”).

**NOTES:**

- (1) Excluding lease liabilities arising from the rental of land and buildings.
- (2) Exchange rate (THB: MYR) at THB: MYR 0.129782 as at 29 March 2024 and THB: MYR 0.134309 as at 29 December 2023 (Source of reference: Bank Negara Malaysia website).

**B9. MATERIAL LITIGATION**

There was no material litigation involving the Group as at the date of this interim financial report.

**B10. DIVIDEND PROPOSED**

On 26 April 2024, the Board of Directors of the Company has proposed a first and final single-tier dividend of 0.236 sen per ordinary share in respect of the financial year ended 31 December 2023, totaling RM1,623,680. This dividend is proposed to be paid on 28 June 2024, subject to the approval of the members at the second Annual General Meeting to be held on 7 June 2024. This distribution is in line with the Group’s established dividend policy and reflects its strong financial performance and commitment to shareholder value.

The entitlement date for the dividend is 11 June 2024.

A depositor shall qualify for entitlement to the dividend only in respect of:-

- (a) Shares transferred into the depositor’s securities account on or before 4.30 p.m. on 11 June 2024 in respect of transfers; and
- (b) Shares bought on Bursa Securities on a cum entitlement basis according to the Rules of the Bursa Securities.

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B11. LOSS PER SHARE (“LPS”)**

The basic and diluted LPS are computed as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter 31.03.2024	Preceding Year Corresponding Quarter <sup>(3)</sup> 31.03.2023	Current Year-to-date 31.03.2024	Preceding Year Corresponding Year-to-date <sup>(3)</sup> 31.03.2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Loss attributable to the owners of the Company	(838)	N/A	(838)	N/A
Number of ordinary shares ('000)	688,000	N/A	688,000	N/A
Basic LPS (sen) <sup>(1)</sup>	(0.12)	N/A	(0.12)	N/A
Diluted LPS (sen) <sup>(2)</sup>	(0.12)	N/A	(0.12)	N/A

**NOTES:**

- (1) Basic LPS is calculated based on the Company's issued share capital of 688,000,000 shares.
- (2) The diluted LPS is equivalent to the basic LPS as the Company does not have any convertible options as at the end of the current financial quarter and year-to-date.
- (3) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.
- (4) N/A denotes not applicable.

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**B12. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME**

Loss before tax is arrived after charging/(crediting):

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter 31.03.2024 Unaudited RM'000	Preceding Year Corresponding Quarter <sup>(1)</sup> 31.03.2023 Unaudited RM'000	Current Year-to- date 31.03.2024 Unaudited RM'000	Preceding Year Corresponding Year-to-date <sup>(1)</sup> 31.03.2023 Unaudited RM'000
Auditors' remuneration	75	N/A	75	N/A
Depreciation of:				
- property, plant, and equipment	174	N/A	174	N/A
- right-of-use assets	174	N/A	174	N/A
- investment properties	2	N/A	2	N/A
Gain on disposal of property, plant and equipment	(216)	N/A	(216)	N/A
Interest income	(64)	N/A	(64)	N/A
Interest expenses	76	N/A	76	N/A
Provision for employee benefits	6	N/A	6	N/A
Reversal of impairment losses on trade receivables	(13)	N/A	(13)	N/A
Lease expenses relating to low value assets	380	N/A	380	N/A
Realised gain on foreign exchange	*	N/A	*	N/A
Unrealised loss on foreign exchange	9	N/A	9	N/A
Non-Executive Directors' remuneration - Fees	57	N/A	57	N/A

\* Less than RM1,000

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**Unaudited Interim Financial Report for the First Quarter Ended 31 March 2024**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)**

**NOTES:**

- (1) This is the interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements. As the Company was only listed on the ACE Market of Bursa Securities on 26 January 2024, there are no comparative figures for the preceding quarter and year-to-date available, as no interim financial report was prepared for the comparative financial period concerned.
- (2) N/A denotes not applicable.

Other disclosure items pursuant to Note 16, Appendix 9B of the Listing Requirements are not applicable.

**B13. DERIVATIVES**

The Group did not enter into any derivatives during the current financial quarter and financial year-to-date.

**B14. AUTHORISATION FOR ISSUE**

The interim financial report was authorised for issue by the Board of Directors of the Company in accordance with a resolution passed by the Board of Directors on 28 May 2024.

**BY ORDER OF THE BOARD  
KJTS GROUP BERHAD**