

**SBH MARINE HOLDINGS BERHAD
AND ITS SUBSIDIARIES**

**CONDENSED CONSOLIDATED
INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED
30 SEPTEMBER 2024**

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

| | Note | Current Quarter 3-Months Ended | | Cumulative Quarters 9-months ended | |
|--|------|-----------------------------------|------------------------------------|---------------------------------------|------------------------------------|
| | | 30.9.2024 RM'000 | 30.9.2023 ⁽²⁾ RM'000 | 30.9.2024 RM'000 | 30.9.2023 ⁽²⁾ RM'000 |
| Revenue | | 57,165 | N/A | 138,926 | N/A |
| Cost of Sales | | (50,902) | N/A | (123,050) | N/A |
| Gross profit | | 6,263 | N/A | 15,876 | N/A |
| Other income | | 630 | N/A | 2,382 | N/A |
| Selling and distribution expenses | | (1,899) | N/A | (4,900) | N/A |
| Administrative expenses | | (5,017) | N/A | (11,966) | N/A |
| Finance costs | | (13) | N/A | (68) | N/A |
| Share of profit of a joint venture, net of tax | | - | N/A | 64 | N/A |
| (Loss)/Profit before taxation | B12 | (36) | N/A | 1,388 | N/A |
| Tax expense | B6 | (707) | N/A | (902) | N/A |
| (Loss)/Profit after taxation | | (743) | N/A | 486 | N/A |
| Other comprehensive income, net of tax | | - | N/A | - | N/A |
| Total comprehensive (loss)/income | | (743) | N/A | 486 | N/A |
| Profit attributable to: | | | | | |
| Owners of the Company | | (743) | N/A | 486 | N/A |
| Non-controlling interests | | - | N/A | - | N/A |
| | | (743) | N/A | 486 | N/A |
| Total comprehensive (loss)/income attributable to: | | | | | |
| Owners of the Company | | (743) | N/A | 486 | N/A |
| Non-controlling interests | | - | N/A | - | N/A |
| | | (743) | N/A | 486 | N/A |
| (Loss)/Earnings per share attributable to Owners of the Company | | | | | |
| Basic/Diluted (sen) ⁽³⁾ | B11 | (0.08) | N/A | 0.06 | N/A |

Notes:

- (1) The basis of preparation of the unaudited consolidated statement of profit or loss and other comprehensive income is disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 as disclosed in the Annual Report of SBH Marine Holdings Berhad ("Company") and its subsidiaries ("Group") ("Annual Report") and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the interim financial report announced in compliance with the ACE Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"). There are no comparative figures for the corresponding quarter and corresponding cumulative quarters in the preceding year as the interim financial report was not prepared for the comparative financial quarter concerned.
- (3) The diluted (loss)/earnings per share of the Group for the quarter/cumulative quarters are equivalent to the basic (loss)/earnings per share as the Company does not have any convertible securities as at the end of the reporting period.

N/A - Not applicable

SBH MARINE HOLDINGS BERHAD

Registration No.: 202101034350 (1434650-U)

(Incorporated in Malaysia)

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

| | Note | Unaudited As at 30.9.2024 RM'000 | Audited As at 31.12.2023 RM'000 |
|---|------|---|--|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | | 35,046 | 8,617 |
| Right-of-use assets | | 3,301 | 1,973 |
| Goodwill | | 233 | 233 |
| Investment in a joint venture | | - | 14,652 |
| Deferred tax assets | | 7 | 7 |
| | | <hr/> | <hr/> |
| | | 38,587 | 25,482 |
| Current assets | | | |
| Inventories | | 29,735 | 34,718 |
| Biological asset | | 2,645 | - |
| Trade and other receivables | | 37,872 | 44,998 |
| Current tax assets | | 1,819 | 261 |
| Cash and bank balances | | 37,299 | 9,953 |
| | | <hr/> | <hr/> |
| | | 109,370 | 89,930 |
| | | <hr/> | <hr/> |
| TOTAL ASSETS | | 147,957 | 115,412 |
| EQUITY AND LIABILITIES | | | |
| Equity attributable to owners of the Company | | | |
| Share capital | | 103,665 | 57,698 |
| Reserves | | 25,789 | 28,032 |
| | | <hr/> | <hr/> |
| | | 129,454 | 85,730 |
| Non-controlling interests | | - | 346 |
| | | <hr/> | <hr/> |
| TOTAL EQUITY | | 129,454 | 86,076 |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Borrowings | B8 | 258 | 258 |
| Lease liabilities | B8 | 314 | 587 |
| Deferred tax liabilities | | 398 | 398 |
| | | <hr/> | <hr/> |
| | | 970 | 1,243 |
| Current liabilities | | | |
| Borrowings | B8 | 53 | 763 |
| Lease liabilities | B8 | 420 | 501 |
| Trade and other payables | | 17,037 | 24,831 |
| Current tax liabilities | | 23 | 1,998 |
| | | <hr/> | <hr/> |
| | | 17,533 | 28,093 |
| | | <hr/> | <hr/> |
| TOTAL LIABILITIES | | 18,503 | 29,336 |
| | | <hr/> | <hr/> |
| TOTAL EQUITY AND LIABILITIES | | 147,957 | 115,412 |
| Number of ordinary shares ('000) | | 888,000 | 672,473 |
| Net assets per share attributable to owners of the Company (RM) | | 0.15 | 0.13 |

Note:

- (1) The basis of preparation of the unaudited consolidated statement of financial position is disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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

| | Note | Share capital RM'000 | Merger reserve RM'000 | Retained earnings RM'000 | Total attributable to owners of the Company RM'000 | Non-controlling interests RM'000 | Total equity RM'000 |
|---|------|-------------------------|-----------------------------|--------------------------------|--|--|---------------------------|
| Balance as at 1 January 2023 | | 57,698 | (33,698) | 57,194 | 81,194 | 381 | 81,575 |
| Profit for the financial year | | - | - | 12,536 | 12,536 | (35) | 12,501 |
| Other comprehensive income, net of tax | | - | - | - | - | - | - |
| Total comprehensive income | | - | - | 12,536 | 12,536 | (35) | 12,501 |
| Transactions with owners of the Company | | | | | | | |
| Dividends paid | | - | - | (8,000) | (8,000) | - | (8,000) |
| Total transactions with owners of the Company | | - | - | (8,000) | (8,000) | - | (8,000) |
| Balance as at 31 December 2023 | | 57,698 | (33,698) | 61,730 | 85,730 | 346 | 86,076 |
| Balance as at 1 January 2024 | | 57,698 | (33,698) | 61,730 | 85,730 | 346 | 86,076 |
| Profit for the financial period | | - | - | 231 | 231 | - | 231 |
| Other comprehensive income, net of tax | | - | - | - | - | - | - |
| Total comprehensive income | | - | - | 231 | 231 | - | 231 |
| Transactions with owners of the Company | | | | | | | |
| Acquisitions of subsidiary's share from minority interest | | - | - | (254) | (254) | (346) | (600) |
| Dividend paid | | - | - | (2,220) | (2,220) | - | (2,220) |
| Issuance of ordinary shares | | 45,967 | - | - | 45,967 | - | 45,967 |
| Total transactions with owners of the Company | | 45,967 | - | (2,474) | 43,493 | (346) | 43,147 |
| Balance as at 30 September 2024 | | 103,665 | (33,698) | 59,487 | 129,454 | - | 129,454 |

Note:

- (1) The basis of preparation of the unaudited consolidated statement of financial position is disclosed in Note A1 and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report.

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

| | Cumulative Quarters | |
|---|---|--|
| | Unaudited Current Year To Date 30.9.2024 RM'000 | Audited Preceding Year To Date 30.9.2023 ⁽²⁾ RM'000 |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit before tax | 1,388 | N/A |
| Adjustments for: | | |
| Depreciation of: | | |
| - property, plant and equipment | 1,847 | N/A |
| - right-of-use assets | 639 | N/A |
| Fair value gain on biological assets | (308) | N/A |
| Fair value loss on re-measurement for existing stake of Joint Venture | 31 | N/A |
| Bargain purchase gain | (789) | N/A |
| Gain on disposal of: | | |
| - property, plant and equipment | (8) | N/A |
| Property, plant and equipment written off | 13 | N/A |
| Interest expenses | 68 | N/A |
| Interest income | (443) | N/A |
| Reversal of impairment loss on amount owing by Joint Venture | (255) | N/A |
| Share of profit of a joint venture | (64) | N/A |
| Unrealised gain on foreign exchange | - | N/A |
| | <hr/> | |
| Operating profit before changes in working capital | 2,119 | N/A |
| Changes in working capital: | | |
| Inventories | 5,295 | N/A |
| Biological assets | (626) | N/A |
| Trade and other receivables | 10,409 | N/A |
| Trade and other payable | (8,802) | N/A |
| | <hr/> | |
| Cash generated from operations | 8,395 | N/A |
| Tax paid | (4,095) | N/A |
| | <hr/> | |
| Net cash from operating activities | 4,300 | N/A |
| | <hr/> | |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest received | 443 | N/A |
| Dividend received from a joint venture | - | N/A |
| Net Cash outflow from acquisition of subsidiaries | (9,727) | N/A |
| Proceed from disposal of: | | |
| - property, plant and equipment | 14 | N/A |
| Purchase of: | | |
| - property, plant and equipment | (3,702) | N/A |
| | <hr/> | |
| Net cash used in investing activities | (12,972) | N/A |
| | <hr/> | |

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024⁽¹⁾ (CONT'D)**

| | Cumulative Quarters | |
|--|---|--|
| | Unaudited Current Year To Date 30.9.2024 RM'000 | Audited Preceding Year To Date 30.9.2023 ⁽²⁾ RM'000 |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Drawdown of onshore foreign currency loans | 3,468 | N/A |
| Dividend paid | (2,220) | N/A |
| Repayment of trade financing | (554) | N/A |
| Repayment of onshore foreign currency loans | (3,468) | N/A |
| Repayment of term loans | (157) | N/A |
| Payment of lease liabilities | (485) | N/A |
| Proceed from issuance of ordinary shares | 39,469 | N/A |
| Interest paid | (35) | N/A |
| Net cash from financing activities | 36,018 | N/A |
| Net increase in cash and cash equivalents | 27,346 | N/A |
| Effect of exchange rate changes on cash and cash equivalents | - | N/A |
| Cash and cash equivalents at beginning of financial period | 9,953 | N/A |
| Cash and cash equivalents at end of the financial period | 37,299 | N/A |

Notes:

- (1) The basis of preparation of the unaudited condensed consolidated statements of cash flow is disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2023 as disclosed in the Annual Report and the accompanying explanatory notes attached to this interim financial report
- (2) There are no comparative figures for the corresponding cumulative quarters in the preceding year as the interim financial report was not prepared for the comparative financial quarter concerned.

N/A - Not applicable

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

A1. Basis of Preparation

This interim financial report of the Group is unaudited and has been prepared in accordance with requirements of Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting and Rule 9.22 and Appendix 9B of the Listing Requirements of Bursa Securities.

As the Company was only listed on the ACE Market of Bursa Securities in April 2024, the Company has not issued any interim financial report in the preceding financial year. As such, there are no comparative figures for the preceding year's corresponding period(s).

This interim financial report should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2023 as disclosed in the Annual Report. The explanatory notes attached to this interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

A2. Summary of Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in preparation of the Group's audited financial statements for the financial year ended 31 December 2023 as disclosed in the Annual Report except for the following new MFRSs and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group.

MFRSs and/or IC Interpretations (Including the Consequential Amendments)

Amendments to MFRS 16: Lease Liability in a Sale and Leaseback

Amendments to MFRS 101: Non-current Liabilities with Covenants

Amendments to MFRS 107: Statement of Cash Flows

Amendments to MFRS 7: Supplier Finance Arrangements

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group's financial statements.

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A2. Summary of Significant Accounting Policies (Continued)

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standard Board (“MASB”):

| MFRSs (Including the Consequential Amendments) | Effective Date |
|---|-------------------------|
| Amendments to MFRS 121: Lack of Exchangeability | 1 January 2025 |
| Amendments to MFRS 18: Presentation and Disclosure in Financial Statements | 1 January 2027 |
| Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | To be announced by MASB |

The adoption of the above accounting standards (including the consequential amendments, if any) is not expected to have material impact on the financial statements of the Group upon their initial application.

A3. Auditors’ Report on preceding Annual Financial Statements

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

A4. Seasonal or Cyclical Factors

The business operations of the Group had experienced supply shortages namely aquaculture shrimps of monodon and vannamei species during the first half year. These aquaculture shrimps were sold over the festivities period namely Lunar New Year and Hari Raya Puasa whereby most of the supplier shrimp farms had sold their livestock to meet the domestic demand. Thus by the end of the first quarter and middle of 2nd quarter, they resumed stock of past larvae. These farms had commenced harvesting since the third quarter of the year and it is expected to last till fourth quarter.

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

Save for the realised loss on foreign exchange of RM1.96 million incurred during the current quarter under review, there were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter.

A6. Material Changes in Estimates

There were no material changes in estimates that have a material effect on the Group in the current financial quarter and cumulative quarters.

A7. Debt and Equity Securities

In conjunction with the Company's listing on the ACE Market of Bursa Securities which was completed on 8 April 2024, the Company's entire enlarged issue share capital of 888,000,000 shares was listed and quoted on the ACE Market of Bursa Securities.

In April 2024, the Company had issued of 180,000,000 new ordinary share at an issue price of RM0.22 per share, payable in full upon application, comprising the following:

- 45,000,000 new shares made available for application by the Malaysian Public;
- 36,000,000 new shares made available for application by eligible directors, employees and persons who have contributed to the success of the Group;
- 61,000,000 new shares by way of private placement to Bumiputera investors approved by the Ministry of Investment, Trade and Industry; and
- 38,000,000 shares by way of private placement to selected investors.

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

A8. Dividends Paid

For the financial year ended 31 December 2023, the Directors have proposed the declaration of a final dividend of 0.25 sen per ordinary share amounting to RM2,220,000 which the shareholders had approved at the 2nd Annual General Meeting of the Company held on 20 June 2024 and was subsequently paid on 25 July 2024.

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A9. Segment information

The Group's operating segments information are as follows:

| | Processing and sale of frozen seafood products RM'000 | Merchant trading of frozen processed seafood products RM'000 | Aquaculture related activities RM'000 | Distribution and trading of aquaculture related products RM'000 | Others RM'000 | Aggregate total RM'000 | Elimination RM'000 | Total RM'000 |
|--|--|---|--|--|--------------------------|---------------------------------------|-------------------------------|-------------------------|
| Current quarter ended 30 September 2024 | | | | | | | | |
| Revenue from external customers | 38,552 | 17,050 | - | 1,563 | - | 57,165 | - | 57,165 |
| Inter-segment revenue | - | - | 3,576 | 2,131 | - | 5,707 | (5,707) | - |
| Total revenue | 38,552 | 17,050 | 3,576 | 3,694 | - | 62,872 | (5,707) | 57,165 |
| Interest income | 19 | 11 | 2 | # | 319 | 351 | - | 351 |
| Finance costs | (37) | (18) | (1) | - | - | (56) | 43 | (13) |
| Net finance (costs)/income | (18) | (7) | 1 | # | 319 | 295 | 43 | 338 |
| Segment profit before income tax | (354) | (348) | (126) | 264 | 528 | (36) | - | (36) |
| Other material non-cash items: | | | | | | | | |
| Depreciation of property, plant and equipment | (138) | (43) | (461) | (6) | - | (648) | - | (648) |
| Depreciation of right-of-use assets | (143) | (40) | (31) | - | - | (214) | - | (214) |

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A9. Segment information (Continued)

The Group's operating segments information are as follows:

| | Processing and sale of frozen seafood products RM'000 | Merchant trading of frozen processed seafood products RM'000 | Aquaculture related activities RM'000 | Distribution and trading of aquaculture related products RM'000 | Others RM'000 | Aggregate total RM'000 | Elimination RM'000 | Total RM'000 |
|--|---|--|--|---|------------------|------------------------------|-----------------------|-----------------|
| Cumulative quarters ended 30 September 2024 | | | | | | | | |
| Revenue from external customers | 87,948 | 47,542 | - | 3,436 | - | 138,926 | - | 138,926 |
| Inter-segment revenue | - | - | 10,405 | 5,304 | - | 15,709 | (15,709) | - |
| Total revenue | 87,948 | 47,542 | 10,405 | 8,740 | - | 154,635 | (15,709) | 138,926 |
| Interest income | 35 | 20 | 8 | # | 380 | 443 | - | 443 |
| Finance costs | (73) | (35) | (3) | - | - | (111) | 43 | (68) |
| Net finance (costs)/income | (38) | (15) | 5 | # | 380 | 332 | 43 | 375 |
| Segment profit before income tax | 849 | 438 | (141) | 571 | (329) | 1,388 | - | 1,388 |
| Other material non-cash items: | | | | | | | | |
| Depreciation of property, plant and equipment | (384) | (151) | (1,294) | (18) | - | (1,847) | - | (1,847) |
| Depreciation of right-of-use assets | (401) | (144) | (94) | - | - | (639) | - | (639) |
| Share of profit of a joint venture | - | - | 64 | - | - | 64 | - | 64 |

- Represents an amount less than RM1,000

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A10. Valuation of Property, Plant and Equipment

There was no valuation of equipment in the current financial quarter under review.

A11. Material Events Subsequent To The End of The Current Financial Quarter

There were no material events subsequent to the end of 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. Contingent Assets and Contingent Liabilities

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

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A14. Material Capital Commitments

| | 30.9.2024 |
|---|------------------|
| | RM'000 |
| Contracted but not provided for: | |
| Purchase of property, plant and equipment | 642 |

A15. Significant Related Party Transactions

The Group carried out the following transactions with a related party:

| Transacting parties | Nature of transactions | Current Quarter 3-Months Ended | | Cumulative Quarters 9-Months Ended | |
|---|--|-----------------------------------|-----------|---------------------------------------|-----------|
| | | 30.9.2024 | 30.9.2023 | 30.9.2024 | 30.9.2023 |
| | | RM'000 | RM'000 | RM'000 | RM'000 |
| SBH Marine Industries Sdn Bhd and Teoh Kim Kooi , (a former director of SBH Marine Industries Sdn Bhd and a shareholder of SBH Marine Holdings Berhad with 4.77% equity interest as at 30 June 2024) | Rental of shop house for purpose of workers' accommodation | 7.8 | 7.8 | 23.4 | 23.4 |

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES**B1. Review of Performance****Results for current quarter**

In the current quarter under review, the Group recorded revenue of RM57.16 million, which was mainly derived from the processing and sale of frozen seafood products besides merchant trading of frozen processed seafood products which accounted for RM38.55 million and RM17.05 million, representing 67.44% and 29.83% of the Group's total revenue respectively.

The Group recorded a loss before taxation for the current financial quarter of RM0.04 million. This loss was mainly attributed to a realised foreign exchange loss of RM1.96 million and a decrease in gross profit margin which were affected by the strengthening of Ringgit Malaysia against US Dollar in the current financial quarter. However, the Group recorded a profit before taxation of RM1.38 million in the cumulative quarters ended 30 September 2024.

There are no comparative figures for the preceding year's corresponding quarter as no interim financial report has been prepared by the Company prior to its listing on the ACE Market of Bursa Securities on 8 April 2024.

B2. Comparison with the Immediate Preceding Quarter's Results

For the quarter under review, the Group recorded a higher revenue of RM57.16 million as compared to the revenue of the preceding quarter Q2 FY2024 of RM41.24 million. An increase of RM15.92 million (38.60%) was mainly due to an increase in revenue contribution from the processing of the frozen seafood products segment which was primarily driven by increasing export sales to our customers located in European and Asian regions. The Gross Profit of the Group had also increased from RM5.35 million to RM6.26 million in current financial quarter under review.

However, the Group reported a loss before taxation of RM0.74 million, compared to a profit before tax of RM0.29 million registered in the preceding quarter Q2 FY2024. This loss was mainly attributed to a realised foreign exchange loss of RM1.96 million and a decrease in gross profit margin which were affected by the strengthening of Ringgit Malaysia against US Dollar in the current financial quarter.

B3. Prospects

The current financial year ending 31 December 2024 is anticipated to remain challenging due to the potential risks of global incontestability arising from geopolitical uncertainty in Europe and Middle East.

Despite these challenges ahead, the Group remain confident in the execution of our strategic plans with prudent financial management. We will continue to focus on development of our aquaculture shrimp farming to further improve our in-house supply of shrimps.

Our Selinsing farm development is ongoing and by end of September 2024, we completed 42 ponds in which 38 ponds are scheduled for stocking of post larvae by November and another 4 ponds is pending the installation of farm culture facilities. This will contribute to slight increase in shrimp output for our aquaculture division in the current financial year.

Barring any unforeseen circumstances, the Board of Directors expects the Group performance of the financial year ended 31 December 2024 to be satisfactory.

B4. Profit Forecast or Profit Guarantee

The Group has not issued any profit forecast or profit guarantee in any public document.

B5. Status of Corporate Proposals

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

B6. Income Tax Expense

| | Current Quarter 3-Months Ended | | Cumulative Quarters 9-Months Ended | |
|-----------------------------|-----------------------------------|--------------------------|---------------------------------------|--------------------------|
| | 30.9.2024 | 30.9.2023 ⁽¹⁾ | 30.9.2024 | 30.9.2023 ⁽¹⁾ |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Income tax expense | | | | |
| - Current year | 125 | N/A | 320 | N/A |
| - Prior year(s) | 582 | N/A | 582 | N/A |
| | | | | |
| Overall tax expenses | 707 | N/A | 902 | N/A |
| | | | | |
| Effective tax rate (%) | N/A | N/A | 65% | N/A |
| | | | | |

Notes:

- (1) There are no comparative figures of the preceding year's corresponding quarter as no interim financial report has been prepared by the Company prior to its listing on the ACE market of Bursa Securities on 8 April 2024.

N/A – Not applicable

The Group's effective tax rate for the cumulative quarters under review is higher than the statutory tax rate of 24% mainly due to under provision of taxation in the prior year of assessment which is recognised in the current financial quarter amounting to RM0.58 million.

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B7. Utilisation of Proceeds from the IPO

In conjunction with the IPO, the gross proceeds raised from the public issue is RM39.6 million and is intended to be utilised in the following manner:

| Utilisation of Proceeds | Proposed Utilisation | Percentage of Utilisation | Actual Utilisation | Unutilised Amount | Estimated Timeframe for Utilisation from Date of Listing |
|--|----------------------|---------------------------|--------------------|-------------------|--|
| | RM'000 | % | RM'000 | RM'000 | |
| Development of Selinsing Farm | 16,000 | 40.40 | 1,536 | 14,464 | Within 36 months |
| Construction of a new seafood processing plant | 6,500 | 16.42 | - | 6,500 | Within 24 months |
| Purchase of machineries/equipment and motor vehicles | 6,100 | 15.40 | 178 | 5,922 | Within 24 months |
| Working capital requirements | 7,000 | 17.68 | 5,102 | 1,898 | Within 12 months |
| Estimated listing expenses | 4,000 | 10.10 | 4,000 | - | Immediate |
| Total | 39,600 | 100.00 | 10,816 | 28,784 | |

The utilisation of the proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 18 March 2024.

B8. Group Borrowings and Debt Securities

| | 30.9.2024 | 31.12.2023 |
|---------------------|--------------|--------------|
| | RM'000 | RM'000 |
| Non-current | | |
| Term Loans | 258 | 258 |
| Lease liabilities | 314 | 573 |
| | 572 | 831 |
| Current | | |
| Banker's acceptance | - | 554 |
| Term Loans | 53 | 209 |
| Lease liabilities | 420 | 515 |
| | 473 | 1,278 |
| Total | 1,045 | 2,109 |

All the Group's borrowings were denominated in Ringgit Malaysia.

B9. Material Litigation

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

B10. Dividend Proposed or Declared

No dividend was declared during the current financial quarter review.

B11. (Loss)/Earnings Per Share

The basic loss/earnings per share (“LPS”/“EPS”) are calculated by dividing the net (loss)/profit for the period/periods attributable to the owners of the Company by the weighted average number of ordinary shares in issue during the period:

| | Current Quarter 3-Months Ended | | Cumulative Quarters 9-Months Ended | |
|--|-----------------------------------|--------------------------|---------------------------------------|--------------------------|
| | 30.9.2024 | 30.9.2023 ⁽¹⁾ | 30.9.2024 | 30.9.2023 ⁽¹⁾ |
| (Loss)/Profit attributable to owners of the Company (RM'000) | (743) | N/A | 486 | N/A |
| Weighted average number of ordinary shares in issue ('000) | 888,000 | N/A | 784,325 | N/A |
| Basic/Diluted LPS/EPS (sen) ⁽²⁾ | (0.08) | N/A | 0.06 | N/A |

Notes:

- (1) There are no comparative figures of the preceding year's corresponding quarter as no interim financial report has been prepared by the Company prior to its listing on the ACE market of Bursa Securities on 8 April 2024.
- (2) Basic/Diluted LPS/EPS is calculated based on weighted average number of ordinary shares amounting to 888,000,000 and 784,324,745 for current financial quarter and 9-month cumulative quarters ended 30 September 2024 under review respectively. The diluted LPS/EPS is equivalent to the basic LPS/EPS as the Company does not have any convertible Securities as at the end of the current quarter under review.

N/A – Not applicable

SBH MARINE HOLDINGS BERHAD

Registration No.: 202101034350 (1434650-U)

(Incorporated in Malaysia)

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

| | Current Quarter 3-Months Ended | | Cumulative Quarters 9-Months Ended | |
|---|-----------------------------------|--------------------------|---------------------------------------|--------------------------|
| | 30.9.2024 | 30.9.2023 ⁽¹⁾ | 30.9.2024 | 30.9.2023 ⁽¹⁾ |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Profit before taxation is arrived at after charging/ (crediting): | | | | |
| Depreciation on property, plant and equipment | 648 | N/A | 1,874 | N/A |
| Depreciation of right-of-use assets | 214 | N/A | 639 | N/A |
| Fair value gain on biological assets | - | N/A | (308) | N/A |
| Finance income | (351) | N/A | (443) | N/A |
| Finance costs | 13 | N/A | 68 | N/A |
| Gain on disposal of: - property, plant and equipment | (4) | N/A | (8) | N/A |
| Property, plant and equipment written off | 9 | N/A | 13 | N/A |
| Realised loss on foreign exchange | 1,959 | N/A | 1,386 | N/A |

Notes:

- (1) There are no comparative figures of the preceding year's corresponding quarter as no interim financial report has been prepared by the Company prior to its listing on the ACE market of Bursa Securities on 8 April 2024.

N/A – Not applicable

B13. Approval of Interim Financial Report

The interim financial report as set out above was authorised for issuance by the Board of Directors on 13 November 2024.