



RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

**UNAUDITED FINANCIAL STATEMENTS
FOR THE FIRST HALF YEAR ENDED
30 APRIL 2024**

**CHARACTERISTICS OF THE LEAP MARKET OF BURSA MALAYSIA SECURITIES
BERHAD (“BURSA SECURITIES”)**

THE LEAP MARKET HAS BEEN POSITIONED AS A MARKET DESIGNED TO ACCOMMODATE CORPORATIONS TO WHICH A HIGHER INVESTMENT RISK MAY BE ATTACHED THAN OTHER CORPORATIONS LISTED ON THE MAIN MARKET OR ACE MARKET OF BURSA SECURITIES. IT IS A QUALIFIED MARKET WHICH IS MEANT MAINLY FOR THE SOPHISTICATED INVESTORS ONLY. ONLY EXISTING SECURITIES HOLDERS AND SOPHISTICATED INVESTORS ARE ALLOWED TO PARTICIPATE IN CORPORATE EXERCISES UNDERTAKEN BY RAY GO SOLAR HOLDINGS BERHAD (“RGS” OR THE “COMPANY”). SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN SUCH CORPORATIONS AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME FOR THE FIRST HALF YEAR ENDED 30 APRIL
2024⁽¹⁾**

	Individual 6 months ended		Cumulative 6 months ended	
	Unaudited 30.04.2024 RM'000	Unaudited 30.04.2023 RM'000	Unaudited 30.04.2024 RM'000	Unaudited 30.04.2023 RM'000
Revenue	14,830	8,676	14,830	8,676
Cost of sales	(12,653)	(7,463)	(12,653)	(7,463)
Gross profit	2,177	1,213	2,177	1,213
Other income	56	76	56	76
Administrative expenses	(45)	(31)	(45)	(31)
Other operating expenses	(1,172)	(967)	(1,172)	(967)
Profit from operations	1,016	291	1,016	291
Finance cost	(176)	(184)	(176)	(184)
Profit before tax	840	107	840	107
Tax expense	(201)	-	(201)	-
Profit after tax	639	107	639	107
Total comprehensive income for the financial period	639	107	639	107
Profit attributable to:				
- Owners of the Company	639	107	639	107
- Non-controlling interest	-	-	-	-
	639	107	639	107
Earnings per share:				
Basic/Diluted ⁽²⁾ (sen)	0.25 ⁽³⁾	0.04 ⁽³⁾	0.25 ⁽³⁾	0.04 ⁽³⁾

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements of RGS and its subsidiary companies ("**Group**") for the financial year ended ("**FYE**") 31 October 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) The diluted earnings per share of the Company is equivalent to the basic earnings per share as the Company does not have any convertible securities at the end of the reporting period.
- (3) Computation of basic/diluted earnings per share is based on the profit attributable to owners of the Company divided by the number of ordinary shares of 255,000,000.

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

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

	Unaudited As at 30.04.2024 RM'000	Audited As at 31.10.2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	7,880	8,058
Right-of-use assets	715	715
Total non-current assets	8,595	8,773
Current assets		
Inventories	2,185	2,759
Trade receivables	2,489	1,977
Non-trade receivables, deposit and prepayments	399	350
Contract assets	5,234	4,702
Tax recoverable	450	359
Fixed deposits with licensed banks	2,025	2,017
Cash and bank balances	910	250
Total current assets	13,692	12,414
TOTAL ASSETS	22,287	21,187
Equity		
Share capital	10,325	10,325
Reserves	183	(456)
Total equity	10,508	9,869
Non-current liabilities		
Borrowings	4,697	4,821
Lease liabilities	376	465
Deferred tax liabilities	49	49
Total non-current liabilities	5,122	5,335
Current liabilities		
Trade payables	3,175	1,824
Non-trade payables, accruals, prepayment and deposits received	323	376
Contract liabilities	1,933	615
Amount due to a Director	21	22
Borrowings	844	2,986
Provision for taxation	201	-
Lease liabilities	160	160
Total current liabilities	6,657	5,983
TOTAL LIABILITIES	11,779	11,318
TOTAL EQUITY AND LIABILITIES	22,287	21,187
Net assets per share (RM) ⁽²⁾	0.04	0.04

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS
AT 30 APRIL 2024⁽¹⁾ (CONT'D)**

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 FYE 31 October 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the Company's issued share capital of 255,000,000 ordinary shares as at 30 April 2024 and as at 31 October 2023.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

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

	Share capital RM'000	Merger deficit RM'000	Retained earnings RM'000	Total equity RM'000
Balance at 1 November 2022	10,325	(934)	558	9,949
Issue of new ordinary shares	-	-	-	-
Total comprehensive loss for the financial year	-	-	(80)	(80)
Balance at 31 October 2023	<u>10,325</u>	<u>(934)</u>	<u>478</u>	<u>9,869</u>
	Share capital RM'000	Merger deficit RM'000	Retained earnings RM'000	Total equity RM'000
Balance at 1 November 2023	10,325	(934)	478	9,869
Total comprehensive profit for the financial period	-	-	639	639
Balance at 30 April 2024	<u>10,325</u>	<u>(934)</u>	<u>1,117</u>	<u>10,508</u>

Note:

- (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 FYE 31 October 2023 and the accompanying explanatory notes attached to this interim financial report.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

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

	Unaudited 6 months ended 30.04.2024 RM'000	Unaudited 6 months ended 30.04.2023 RM'000
Cash flows from/(for) operating activities		
Profit before taxation	840	107
Adjustments for:		
Depreciation of property, plant and equipment	211	152
Depreciation of right-of-use assets	-	67
Interest expenses	177	184
Interest received	(24)	(23)
Operating profit before working capital charges	1,204	487
Decrease/(Increase) in inventories	574	(536)
(Increase)/Decrease in receivables	(561)	3,613
Increase in contract assets	(532)	(4,354)
Increase in contract liabilities	1,318	120
Increase in payables	1,298	642
Cash generated from / (used in) operations	3,301	(28)
Interest received	24	23
Income tax paid	(91)	(81)
Net cash generated from/(used in) operating activities	3,234	(86)
Cash flow for investing activities		
Acquisition of property, plant and equipment	(33)	(174)
Net changes in fixed deposits pledged with licensed banks	(8)	(8)
Net cash used in investing activities	(41)	(182)

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 APRIL 2024⁽¹⁾ (CONT'D)

	Unaudited 6 months ended 30.04.2024 RM'000	Unaudited 6 months ended 30.04.2023 RM'000
Cash flows for financing activities		
Proceeds from issuance of new ordinary shares	-	-
Repayment of term loan	(124)	(148)
Repayment of lease liabilities	(88)	(54)
(Repayment to) / Advances from a Director	(1)	7
Interest paid	(177)	(184)
Net cash used in financing activities	(390)	(379)
Net increase / (decrease) in cash and cash equivalents	2,803	(647)
Cash and cash equivalents at beginning of the financial period	(2,374)	(1,744)
Cash and cash equivalents at end of the financial period	429	(2,391)

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 FYE 31 October 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) Cash and cash equivalents at end of the financial period comprised the following:

	30 April 2024 RM'000	30 April 2023 RM'000
Cash and bank balances	910	609
Less: Bank overdraft	(481)	(3,000)
Cash and cash equivalents at end of the financial period	429	(2,391)

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 30 APRIL 2024

A1. Basis of preparation

The interim financial statements of the Group have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“**MFRS**”) 134: Interim Financial Reporting and Rule 6.12 and Appendix 6A, Part A of the LEAP Market Listing Requirements.

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

A2. Significant accounting policies

The significant accounting policies and presentations adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the FYE 31 October 2023.

(a) Standards issued and effective

On 1 November 2023, the Company has adopted the following accounting standards, amendments and interpretations which are mandatory for annual financial periods beginning on or after 1 January 2023:

Description

- MFRS 17, Insurance Contracts
- Amendments to MFRS 17, Insurance Contracts
- Amendment to MFRS 17 Insurance Contracts: Initial Application of MFRS 17 and MFRS 9—Comparative Information
- Amendments to MFRS 101, Presentation of Financial Statements: Classifications of Liabilities as Current or Non-current
- Amendments to MFRS 101 Presentation of Financial Statements: Disclosures of Accounting Policies
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates
- Amendments to MFSR 112, Income Tax: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The Directors expect that the adoption of the new and amended MFRS above have no impact on the financial statements of the Company.

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 30 APRIL 2024 (CONT'D)

A2. Significant accounting policies (Cont'd)

(b) Standards issued but not yet effective

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

Description	Effective date
• Amendments to MFRS 16, <i>Leases</i> : Lease Liability in a Sale and Leaseback	1 January 2024
• Amendments to MFRS 101, <i>Presentation of Financial Statements</i> : Non-current Liabilities with Covenants	1 January 2024
• Amendments to MFRS 107, <i>Statement of Cash Flows and MFRS 7 Financial Instruments</i> : Disclosures – Supplier Finance Arrangements	1 January 2024
• Amendments to MFRS 121, <i>The Effects of Change in Foreign Exchange Rates</i> : Lack of Exchangeability	1 January 2025
• Amendments to MFRS 10, <i>Consolidated Financial Statements and MFRS 128 Investment in Associate and Joint Ventures</i> : Sales or Contribution of Assets Between an Investor and its Associate or Joint Venture	Deferred

The initial application of the abovementioned accounting standards, amendments or interpretations are not expected to have any material impact to the financial statements of the Group and of the Company.

A3. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the current financial period ended 30 April 2024.

A4. Material changes in accounting estimates

There were no material changes in accounting estimates and judgements during the current financial period ended 30 April 2024.

A5. Debt and equity securities

There were no issuances, repurchases or repayments of debt and equity securities during the current financial period ended 30 April 2024.

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 30 APRIL 2024 (CONT'D)

A6. Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial period ended 30 April 2024.

A7. Contingent assets and contingent liabilities

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

A8. Capital commitments

There were no capital commitments as at the date of this interim financial report.

A9. Significant related party transactions

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

A10. Segmental information

The Group's revenue in respect of its business segments is as follows:

(a) Revenue by business activities and products

	Individual 6 months ended				Cumulative 6 months ended			
	30.04.2024		30.04.2023		30.04.2024		30.04.2023	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Engineering, procurement, construction and commissioning ("EPCC"):								
Industrial & Commercial	13,919	93.86	7,685	88.58	13,919	93.86	7,685	88.58
Residential	751	5.06	958	11.04	751	5.06	958	11.04
	14,670	98.92	8,643	99.62	14,670	98.92	8,643	99.62
Operations and maintenance:								
Industrial & Commercial	160	1.08	33	0.38	160	1.08	33	0.38
	160	1.08	33	0.38	160	1.08	33	0.38
Total	14,830	100.00	8,676	100.00	14,830	100.00	8,676	100.00

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 30 APRIL 2024 (CONT'D)

A10. Segmental information (Cont'd)

(b) Revenue by geographical location

	Individual 6 months ended				Cumulative 6 months ended			
	30.04.2024		30.04.2023		30.04.2024		30.04.2023	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Klang Valley	2,578	17.38	5,656	65.19	2,578	17.38	5,656	65.19
Johor	6,000	40.46	2,562	29.53	6,000	40.46	2,562	29.53
Perak	2,065	13.92	307	3.54	2,065	13.92	307	3.54
Malacca	1	0.01	38	0.44	1	0.01	38	0.44
Kedah	3,620	24.41	-	-	3,620	24.41	-	-
Penang	566	3.82	113	1.30	566	3.82	113	1.30
Total	14,830	100.00	8,676	100.00	14,830	100.00	8,676	100.00

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

B. EXPLANATORY NOTES TO THE PURSUANT TO CHAPTER 9, APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of performance

First half year ended 30 April 2024 vs first half year ended 30 April 2023

The Group recorded revenue of RM14.83 million for the first half year ended 30 April 2024, representing an increase of RM6.15 million or 70.93% to the revenue recorded in the previous year corresponding period of RM8.68 million. The higher revenue is mainly attributable to increase in number of EPCC projects undertaken and completed, particularly in Johor and Kedah.

The revenue contribution from industrial & commercial segment for the first half year ended 30 April 2024 showed an increase by RM6.36 million or 82.42% to RM14.08 million, from RM7.72 million in the previous year corresponding period. This is mainly due to increased demand for solar panel installations by industrial & commercial customers, driven by environmental awareness and government incentives.

On the other hand, the revenue contribution from residential segment for the first half year ended 30 April 2024 of RM0.75 million, represented a decrease by RM0.21 million or 21.61% from RM0.96 million in the previous year corresponding period. This was mainly due to delay in commencement of some of the residential projects due to shortage in manpower.

The Group recorded profit before tax of RM0.84 million for the first half year ended 30 April 2023 as compared to profit before tax of RM0.11 million in the previous year corresponding period, representing an increase of RM0.73 million or 685.05%. The increase in profit before tax is in line with the increase in the revenue and gross profit during the current financial period under review.

B2. Prospects

The Malaysian government has implemented significant measures to promote the adoption of renewable energy, particularly solar power, in light of recent policy and tax changes. One of the key initiatives is the allocation of an additional 400MW quota under the Net Energy Metering (NEM) mechanism, which includes 100MW for residential users and 300MW for the industrial and commercial as well as the mining and agriculture sectors.

Starting 1 March 2024, the sales and service tax has been increased from 6% to 8%. This change affects around 1.29 million domestic users who consume over 600kWh of electricity. This tax hike is expected to prompt consumers to seek more cost-effective and environmentally friendly energy options, such as solar power. The financial impact of the increased tax is expected to drive more domestic users to adopt solar energy systems.

Malaysia aims to achieve 70% of its total energy mix from renewable sources and plans to reach net zero greenhouse gas emissions by 2050. The power sector targets a renewable energy capacity of 31% by 2025 and 40% by 2035, with a focus on solar energy. The substantial NEM quota for the industrial and commercial sectors underscores the strategic push towards solar photovoltaic (PV) systems, positioning solar energy as the primary renewable energy source. This emphasis on solar energy is expected to drive sector growth and support Malaysia's renewable energy targets.

Promoting solar energy adoption helps the government enhance energy security and economic resilience. Businesses that adopt solar energy can reduce energy costs and operate more sustainably. However, the solar industry faces challenges from fluctuating foreign currency exchange rates and volatile prices of solar materials. To mitigate these financial risks, the management will continue to closely monitor these factors and take the necessary steps.

As at 31 May 2024, the Group has unbilled order book of RM13.5 million, which will progressively be recognised in the upcoming financial period/year.

**B. EXPLANATORY NOTES TO THE PURSUANT TO CHAPTER 9, APPENDIX 9B OF
THE LISTING REQUIREMENTS (CONT'D)**

B2. Prospects (Cont'd)

In addition, management has implemented a multifaceted strategy to expand the Group's order book and enhance visibility for future growth opportunities. This strategy includes fostering strategic partnerships with industry leaders, investing in marketing and branding initiatives, educating customers about the benefits of solar energy, prioritizing innovation and technology advancements in solar panel technology, and engaging in sustainability and corporate social responsibility initiatives.

These efforts are aimed at attracting new clients and strengthening the Group's position in the solar energy sector. The recent successful launch and handover ceremony at Mydin Mall Bertam, in collaboration with Mydin Northern Region Malaysia, played a crucial role in gaining visibility for the Group's solar panel installation services. Such collaborations serve as a marketing tool, to increase public awareness and attract potential clients.

In view of the above, the Board is cautiously optimistic that the Group is expected to achieve satisfactory results for the upcoming financial year.

B3. Profit forecast or profit guarantee

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

RAY GO SOLAR HOLDINGS BERHAD
(Registration No.: 201901004963 (1314290-M))
(Incorporated in Malaysia)

B. OTHER INFORMATION

C1. Status of corporate proposals

There were no corporate proposals announced but pending completion as at the date of this interim financial report.

C2. Utilisation of proceeds

As at 30 April 2024, the utilisation of proceeds of RM 6.27 million from the placement of shares in conjunction with the listing of RGS on the LEAP Market of Bursa Securities is as follows:

Purposes	Proposed utilisation	Utilisation of proceeds	Re- allocation	Proceeds balances	Estimated timeframe for utilisation upon listing
	RM'000	RM'000	RM'000	RM'000	
Expansion into solar leasing program	2,000	(2,000)	-	-	Within 36 months
Operation expansion to Penang and Johor	1,000	(216)	-	784	Within 36 months
Working capital	2,425	(2,520)	95	-	Within 36 months
Estimated listing expenses	845	(750)	(95)	-	Immediate
	6,270	(5,486)	-	784	

The unutilised estimated listing expenses of RM94,983 were reallocated and utilised for working capital.

The Group is putting more focus on its existing core operation and hence, a longer time is required for the operation expansion to Penang and Johor. Accordingly, the estimated timeframe for utilisation has extended from the original 24 months to 36 months.

C3. Material litigation

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

C4. Dividend

There was no dividend declared or proposed by the Board for the current financial period ended 30 April 2024.

C5. Material events subsequent to the end of the period under review

There were no material events subsequent to the end of the current financial period.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]