

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

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

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED COMBINED STATEMENT OF COMPREHENSIVE INCOME FOR  
FIRST QUARTER ENDED 31 MARCH 2024<sup>(1)</sup>**

|   | Note | Individual quarter   |   | Cumulative quarter   |   |
|---|------|--|---|--|---|
|   |      | Unaudited<br>Current year<br>quarter ended<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding year<br>quarter ended<br>31.03.2023 <sup>(2)</sup><br>RM'000 | Unaudited<br>Current<br>year-to-date<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding<br>year-to-date<br>31.03.2023 <sup>(2)</sup><br>RM'000 |
| Revenue   | A9   | 7,060  | N/A   | 7,060  | N/A   |
| Other operating income  |      | 105  | N/A   | 105  | N/A   |
| Changes in inventories  |      | (19)   | N/A   | (19)   | N/A   |
| Staff costs   |      | (3,193)  | N/A   | (3,193)  | N/A   |
| Depreciation  |      | (347)  | N/A   | (347)  | N/A   |
| Other operating expenses  |      | (1,693)  | N/A   | (1,693)  | N/A   |
| <b>Profit from operations</b>                                   |      | <b>1,913</b>   | <b>N/A</b>  | <b>1,913</b>   | <b>N/A</b>  |
| Finance costs   |      | (32)   | N/A   | (32)   | N/A   |
| Finance income  |      | 109  | N/A   | 109  | N/A   |
| Net finance income  |      | 77   | N/A   | 77   | N/A   |
| <b>Profit before tax</b>  |      | <b>1,990</b>   | <b>N/A</b>  | <b>1,990</b>   | <b>N/A</b>  |
| Income tax expense  | B5   | (225)  | N/A   | (225)  | N/A   |
| <b>Net profit / Total comprehensive income for the period</b>   |      | <b>1,765</b>   | <b>N/A</b>  | <b>1,765</b>   | <b>N/A</b>  |
| <b>Net profit / Total comprehensive income attributable to:</b> |      |  |   |  |   |
| Owners of the Company   |      | 1,765  | N/A   | 1,765  | N/A   |
| Non-controlling interest  |      | -  | N/A   | -  | N/A   |
|   |      | <b>1,765</b>   | <b>N/A</b>  | <b>1,765</b>   | <b>N/A</b>  |
| Basic and diluted earnings per share (sen) <sup>(3)</sup>       | B12  | 0.44   | N/A   | 0.44   | N/A   |

## **KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

### **Notes:**

- (1) *The basis of preparation of the Unaudited Condensed Combined Statement Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountant's Report as disclosed in the prospectus of the Company dated 28 June 2024 issued in relation to the initial public offering ("IPO") ("**Prospectus**") and the accompanying explanatory notes attached to this interim financial report.*
- (2) *This is the first interim financial report for the first quarter ended 31 March 2024 being announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**") ("**Listing Requirements**"). There are no comparative figures for the preceding year corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.*
- (3) *Computed based on the profit attributable to owners of the Company divided by the number of ordinary shares of 400,000,000 upon completion of the acquisition of Inspidea Sdn Bhd ("**Inspidea**") but before the IPO. The diluted earnings per share of the Company is equivalent to the basic earnings per share as the Company does not have convertible securities at the end of current quarter.*

N/A - Not applicable.

**-The rest of this page is intentionally left blank-**

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED COMBINED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024<sup>(1)</sup>**

|   | Note | Unaudited as at<br>31.03.2024<br><u>RM'000</u> | Audited as at<br>31.12.2023<br><u>RM'000</u> |
|---|------|--|--|
| <b>Non current assets</b>                   |      |  |  |
| Plant and equipment                         |      | 3,086  | 3,153  |
| Right of use assets                         |      | 2,444  | 2,575  |
| Goodwill                                    |      | 63   | 63   |
| Deferred tax assets                         |      | 13   | 13   |
|   |      | <u>5,606</u>                                   | <u>5,804</u>                                 |
| <b>Current assets</b>                       |      |  |  |
| Inventories                                 |      | 6  | 7  |
| Trade receivables                           |      | 2,178  | 2,594  |
| Other receivables, deposits and prepayments |      | 824  | 902  |
| Contract assets                             |      | -  | 856  |
| Fixed deposits with licensed banks          |      | 5,175  | 7,175  |
| Cash and bank balances                      |      | 7,978  | 8,047  |
|   |      | <u>16,161</u>                                  | <u>19,581</u>                                |
| <b>Total assets</b>                         |      | <b><u>21,767</u></b>                           | <b><u>25,385</u></b>                         |
| <b>Equity</b>                               |      |  |  |
| Share capital                               |      | *  | *  |
| Invested equity                             |      | 6,611  | 6,611  |
| Retained earnings                           |      | 8,077  | 11,331                                       |
| <b>Total equity</b>                         |      | <b><u>14,688</u></b>                           | <b><u>17,942</u></b>                         |
| <b>Non current liabilities</b>              |      |  |  |
| Borrowings                                  | B8   | 290  | 290  |
| Lease liabilities                           |      | 2,126  | 2,167  |
|   |      | <u>2,416</u>                                   | <u>2,457</u>                                 |
| <b>Current liabilities</b>                  |      |  |  |
| Trade payables                              |      | 19   | 130  |
| Other payables and accruals                 |      | 2,581  | 2,303  |
| Contract liabilities                        |      | 1,028  | 755  |
| Borrowings                                  | B8   | 157  | 558  |
| Lease liabilities                           |      | 426  | 510  |
| Tax payable                                 |      | 452  | 730  |
|   |      | <u>4,663</u>                                   | <u>4,986</u>                                 |
| <b>Total liabilities</b>                    |      | <b><u>7,079</u></b>                            | <b><u>7,443</u></b>                          |
| <b>Total equity and liabilities</b>         |      | <b><u>21,767</u></b>                           | <b><u>25,385</u></b>                         |
| Net assets per share (RM) <sup>(2)</sup>    |      | 0.04   | 0.04   |

## **KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

### **Notes:**

- \* *Amount is less than RM1,000*
- (1) *The basis of preparation of the Unaudited Condensed Combined Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountant's Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.*
- (2) *Net assets per share is calculated based on the total number of 400,000,000 ordinary shares upon completion of the acquisition of Inspidea but before the IPO.*

**- The rest of this page is intentionally left blank -**

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED COMBINED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 31 MARCH 2024 <sup>(1)</sup>**

|  | Share capital<br>RM'000 | Invested equity<br>RM'000 | Retained<br>earnings<br>RM'000 | Total<br>RM'000 |
|--|-------------------------|---------------------------|--------------------------------|-----------------|
| <b>As at 1 January 2024</b>                          | *                       | 6,611                     | 11,331                         | 17,942          |
| <b>Transactions with owners:</b>                     |                         |                           |                                |                 |
| Dividends  | -                       | -                         | (5,019)                        | (5,019)         |
| Net profit/Total comprehensive income for the period | -                       | -                         | 1,765                          | 1,765           |
| <b>As at 31 March 2024 (unaudited)</b>               | <u>*</u>                | <u>6,611</u>              | <u>8,077</u>                   | <u>14,688</u>   |

**Notes:**

\* Amount is less than RM1,000

(1) The basis of preparation of the Unaudited Condensed Combined Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the Accountant's Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.

*This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.*

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED COMBINED STATEMENT OF CASH FLOWS FOR THE FIRST  
QUARTER ENDED 31 MARCH 2024 <sup>(1)</sup>**

|   | Unaudited<br>Current year-to-<br>date<br>31.03.2024<br><u>RM'000</u> | Unaudited<br>Preceding year-<br>to-date <sup>(2)</sup><br>31.03.2023<br><u>RM'000</u> |
|---|--|---|
| <b>Cash flows from operating activities</b>                   |  |   |
| Profit before tax   | 1,990  | N/A   |
| Adjustments for:  |  |   |
| Depreciation  | 347  | N/A   |
| Interest income   | (109)  | N/A   |
| Interest expense  | 32   | N/A   |
| Plant and equipment written off                               | 1  | N/A   |
| <b>Operating profit before working capital changes</b>        | <u>2,261</u>   | <u>N/A</u>  |
| Change in working capital:                                    |  |   |
| Decrease in inventories                                       | 1  | N/A   |
| Decrease in trade and other receivables                       | 494  | N/A   |
| Changes in contract assets/liabilities                        | 1,129  | N/A   |
| Increase in trade and other payables                          | 167  | N/A   |
| <b>Cash generated from operating activities</b>               | <u>4,052</u>   | <u>N/A</u>  |
| Income tax paid   | (503)  | N/A   |
| <b>Net cash from operating activities</b>                     | <u>3,549</u>   | <u>N/A</u>  |
| <b>Cash flows from/(used in) investing activities</b>         |  |   |
| Purchase of plant and equipment                               | (149)  | N/A   |
| Decrease in fixed deposit with maturity of more than 3 months | 1,000  | N/A   |
| Interest received   | 109  | N/A   |
| <b>Net cash from investing activities</b>                     | <u>960</u>   | <u>N/A</u>  |
| <b>Cash flows from/(used in) financing activities</b>         |  |   |
| Repayment of lease liabilities                                | (126)  | N/A   |
| Repayment of borrowings                                       | (51)   | N/A   |
| Interest paid   | (32)   | N/A   |
| Dividend paid   | (5,019)  | N/A   |
| <b>Net cash used in financing activities</b>                  | <u>(5,228)</u>   | <u>N/A</u>  |

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED COMBINED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 31 MARCH 2024 (CONT'D) <sup>(1)</sup>**

|   | Unaudited<br>Current year-to-<br>date<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding year-<br>to-date <sup>(2)</sup><br>31.03.2023<br>RM'000 |
|---|---|--|
| <b>Net decrease in cash and cash equivalents</b>                      | (719)   | N/A  |
| <b>Cash and cash equivalents at beginning of the financial period</b> | 12,122  | N/A  |
| <b>Cash and cash equivalents at end of the financial period</b>       | 11,403  | N/A  |
| <b>Cash and cash equivalents comprise:</b>                            |   |  |
| Cash and bank balances  | 7,978   | N/A  |
| Fixed deposit with licensed banks                                     | 5,175   | N/A  |
|   | 13,153  | N/A  |
| Less: Fixed deposits pledged with licensed banks                      | (750)   | N/A  |
| Less: Fixed deposits with initial maturity of more than 3 months      | (1,000)   | N/A  |
|   | 11,403  | N/A  |

**Notes:**

- (1) *The basis of preparation of the Unaudited Condensed Combined Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Accountant's Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.*
- (2) *This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and year-to-date available as no interim financial report was prepared for the comparative financial period concerned.*

N/A - Not applicable



## KUCINGKO BERHAD

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

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

#### A1. Basis of preparation

The condensed combined interim financial statements of Kucingko Berhad (“**Kucingko**” or the **Company**) and its subsidiaries (“**Group**”) are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting, IAS 34: Interim Financial Reporting and Rule 9.22 and Appendix 9B of Listing Requirements.

This is the first interim financial report for the financial period ended 31 March 2024 announced by the Company in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding year corresponding period.

The interim financial report should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus and the accompanying explanatory notes attached to this interim financial report.

#### A2. Significant accounting policies

The Group has adopted the new and revised MFRS and their related interpretations that have become mandatory for the current reporting period. The adoption of these new and revised MFRS and IC Interpretations does not result in significant changes in the accounting policies of the Group.

The Group has not adopted the following new standards, amendments to published standards and IC Interpretations that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the current quarter:

#### **Amendments/improvements to MFRSs that have been issued, but yet to be effective**

|   | <u>Effective Date</u>         |
|---|-------------------------------|
| Amendments to MFRS 121: Lack of Exchangeability   | 1 January 2025                |
| 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 | Deferred until further notice |

These new standards, amendments to published standards and IC Interpretations do not result in significant changes in accounting policies of the Group upon their initial application.

***-The rest of this page is intentionally left blank-***

## **KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

### **PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134 INTERIM FINANCIAL REPORTING (CONT’D)**

#### **A3. Auditors’ report**

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

#### **A4. Seasonal or cyclical factors**

The business operations of the Group were not materially affected by seasonal or cyclical factors.

#### **A5. Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter and year-to-date ended 31 March 2024.

#### **A6. Material changes in estimates**

There were no material changes in estimates that have material effects for the current quarter and year-to-date ended 31 March 2024.

#### **A7. Debt and equity securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter and year-to-date ended 31 March 2024.

#### **A8. Dividend paid**

On 15 March 2024, the Board of Directors of Inspidea declared single tier final dividend of RM1.022 per ordinary share amounting to RM2,383,162 and RM29.79 per convertible preference share amounting to RM2,636,241 in respect of the financial year ended 31 December 2023. Such dividends were paid on 29 March 2024.

***-The rest of this page is intentionally left blank-***

## **KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

### **PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134 INTERIM FINANCIAL REPORTING (CONT’D)**

#### **A9. Segment information**

The Group is organized into business units based on the nature of business and has four reportable operating segments as follows:

| <b><u>Operating Segments</u></b>       | <b><u>Nature</u></b>  |
|--|---|
| Animation services                     | - Animation entertainment production and distribution   |
| Information Technology (“IT”) services | - Software and hardware distribution, IT and network infrastructure support and technology training |
| Food and beverage                      | - Restaurant operator   |
| Others                                 | - Investment holding and other businesses that do not fall into above segments                      |

***-The rest of this page is intentionally left blank-***

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134 INTERIM FINANCIAL REPORTING (CONT’D)****A9. Segment information (Cont’d)**

The Group’s revenue is segmented as follows:

**Revenue by business activities**

|                                      | Individual quarter                                       |   | Cumulative quarter                                 |  |
|--------------------------------------|--|---|--|--|
|                                      | Unaudited<br>Current year<br>quarter ended<br>31.03.2024 | Unaudited<br>Preceding year<br>quarter ended<br>31.03.2023 <sup>(1)</sup> | Unaudited<br>Current<br>year-to-date<br>31.03.2024 | Unaudited<br>Preceding year-<br>to-date<br>31.03.2023 <sup>(1)</sup> |
|                                      | RM'000   | RM'000  | RM'000   | RM'000   |
| <b>Revenue by business segments:</b> |  |   |  |  |
| External revenue:                    |  |   |  |  |
| <i>Animation services</i>            | 7,042  | N/A   | 7,042  | N/A  |
| <i>Food and beverage</i>             | 18   | N/A   | 18   | N/A  |
| <i>IT services</i>                   | -  | N/A   | -  | N/A  |
| <i>Others</i>                        | -  | N/A   | -  | N/A  |
| Inter-segment revenue:               |  |   |  |  |
| <i>Animation services</i>            | 670  | N/A   | 670  | N/A  |
| <i>Food and beverage</i>             | 18   | N/A   | 18   | N/A  |
| <i>IT services</i>                   | 130  | N/A   | 130  | N/A  |
| <i>Others</i>                        | -  | N/A   | -  | N/A  |
|                                      | 7,878  | N/A   | 7,878  | N/A  |
| Elimination of inter-segment sales   | (818)  | N/A   | (818)  | N/A  |
|                                      | <b>7,060</b>   | <b>N/A</b>  | <b>7,060</b>                                       | <b>N/A</b>   |

**Notes:**

- (1) This is the first interim financial report for the first quarter ended 31 March 2024 being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

N/A - Not applicable

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134 INTERIM FINANCIAL REPORTING (CONT’D)**
**A9. Segment information (Cont’d)**

The Group’s profit is segmented as follows:

|                               | Individual quarter   |   | Cumulative quarter   |  |
|-------------------------------|--|---|--|--|
|                               | Unaudited<br>Current year<br>quarter ended<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding year<br>quarter ended<br>31.03.2023 <sup>(1)</sup><br>RM'000 | Unaudited<br>Current<br>year-to-date<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding year-<br>to-date<br>31.03.2023 <sup>(1)</sup><br>RM'000 |
| <b>Segment results:</b>       |  |   |  |  |
| Animation services            | 2,057  | N/A   | 2,057  | N/A  |
| Food and beverage             | (58)   | N/A   | (58)   | N/A  |
| IT services                   | (137)  | N/A   | (137)  | N/A  |
| Others                        | 51   | N/A   | 51   | N/A  |
| <b>Profit from operations</b> | <b>1,913</b>   | N/A   | <b>1,913</b>   | N/A  |
| Finance income                | 109  | N/A   | 109  | N/A  |
| Finance cost                  | (32)   | N/A   | (32)   | N/A  |
| <b>Profit before taxation</b> | <b>1,990</b>   | N/A   | <b>1,990</b>   | N/A  |
| Income tax expenses           | (225)  | N/A   | (225)  | N/A  |
| <b>Profit after taxation</b>  | <b>1,765</b>   | N/A   | <b>1,765</b>   | N/A  |

**Notes:**

- (1) This is the first interim financial report for the first quarter ended 31 March 2024 being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

N/A - Not applicable

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
 (Registration No. 202301011068 (1504989-A))  
 (Incorporated in Malaysia)

**PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134 INTERIM FINANCIAL REPORTING (CONT’D)**
**A9. Segment information (Cont’d)**
**Revenue by geographical market**

|                      | Individual quarter                                       |   | Cumulative quarter                                 |  |
|----------------------|--|---|--|--|
|                      | Unaudited<br>Current year<br>quarter ended<br>31.03.2024 | Unaudited<br>Preceding year<br>quarter ended<br>31.03.2023 <sup>(1)</sup> | Unaudited<br>Current<br>year-to-date<br>31.03.2024 | Unaudited<br>Preceding<br>year -to-date<br>31.03.2023 <sup>(1)</sup> |
|                      | RM'000   | RM'000  | RM'000   | RM'000   |
| <b>North America</b> |  |   |  |  |
| USA                  | 2,898  | N/A   | 2,898  | N/A  |
| Canada               | 2,499  | N/A   | 2,499  | N/A  |
| <b>Europe</b>        |  |   |  |  |
| France               | 1,604  | N/A   | 1,604  | N/A  |
| <b>Asia Pacific</b>  |  |   |  |  |
| Singapore            | 41   | N/A   | 41   | N/A  |
| Malaysia             | 18   | N/A   | 18   | N/A  |
|                      | <b>7,060</b>   | <b>N/A</b>  | <b>7,060</b>                                       | <b>N/A</b>   |

**Notes:**

(1) This is the first interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements, hence there are no comparative figures for the preceding year corresponding quarter and year-to-date.

N/A - Not applicable

**-The rest of this page is intentionally left blank-**

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134 INTERIM FINANCIAL REPORTING (CONT’D)****A9. Segment information (Cont’d)**

|                             | <b>Unaudited as at<br/>31.03.2024</b> | <b>Audited as at<br/>31.12.2023</b> |
|-----------------------------|---------------------------------------|-------------------------------------|
|                             | <b>RM'000</b>                         | <b>RM'000</b>                       |
| <b>Segment assets:</b>      |                                       |                                     |
| Animation services          | 22,029                                | 25,566                              |
| Food and beverage           | 117                                   | 110                                 |
| IT services                 | 372                                   | 482                                 |
| Others                      | 114                                   | 89                                  |
|                             | <u>22,632</u>                         | <u>26,247</u>                       |
| <b>Elimination</b>          | (865)                                 | (862)                               |
|                             | <u><b>21,767</b></u>                  | <u><b>25,385</b></u>                |
|                             |                                       |                                     |
|                             | <b>Unaudited as at<br/>31.03.2024</b> | <b>Audited as at<br/>31.12.2023</b> |
|                             | <b>RM'000</b>                         | <b>RM'000</b>                       |
| <b>Segment liabilities:</b> |                                       |                                     |
| Animation services          | 7,167                                 | 7,456                               |
| Food and beverage           | 863                                   | 803                                 |
| IT services                 | 114                                   | 221                                 |
| Others                      | 116                                   | 135                                 |
|                             | <u>8,260</u>                          | <u>8,615</u>                        |
| <b>Elimination</b>          | (1,181)                               | (1,172)                             |
|                             | <u><b>7,079</b></u>                   | <u><b>7,443</b></u>                 |

## **KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

### **PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134 INTERIM FINANCIAL REPORTING (CONT’D)**

#### **A10. Material events subsequent to the end of the reporting period**

On 21 November 2023, the Company had entered into a conditional share sale agreement with shareholders of Inspidea to acquire the entire equity interest in Inspidea comprising 4,910,703 ordinary shares for a total purchase consideration of RM9,560,000. The purchase consideration is to be satisfied by the issuance of 399,999,997 new ordinary shares in Kucingko to the parties nominated by the shareholders of Inspidea at an issue price RM0.0239 each. The Acquisition was completed on 9 May 2024 subsequent to the fulfillment of conditions precedent pursuant to the share sale agreement. Consequently, Inspidea became a wholly-owned subsidiary of Kucingko.

In conjunction with the Company’s listing on the ACE Market of Bursa Securities (“**Listing**”), the Company had on 28 June 2024 issued the Prospectus for its IPO comprising the Public Issue of 100,000,000 ordinary shares in Kucingko (“**Shares**”) at an issue price of RM0.30 per Share, payable in full upon application, in the following manner:

- (a) 25,000,000 Shares available for application by the Malaysian public;
- (b) 10,000,000 Shares available for application by the eligible Directors and employees as well as persons who have contributed to the Group’s success; and
- (c) 65,000,000 Shares by way of private placement to selected institutional/selected investors.

Upon the completion of the IPO, the issued share capital of the Company will increase to RM39,560,003 (prior to deduction of listing expenses) comprising 500,000,000 ordinary shares and the Company’s entire enlarged issued share capital is expected to be listed and quoted on the ACE Market of Bursa Securities.

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 employees’ share option scheme (“**ESOS**”) and employees’ share grant scheme (“**ESGS**”), to be granted to the executive directors and employees who meet the criteria of eligibility for participation in the LTIP in accordance with the By-Laws (“**Eligible Persons**”). The implementation of LTIP shall take effect prior to the IPO. A total of 14,300,000 ESOS options will be offered to the Eligible Persons.

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

#### **A11. Changes in the Composition of the Group**

Save as disclosed in Note A10, there were no changes in the composition of the Group during the current financial quarter and financial year-to-date.

#### **A12. Contingent assets and contingent liabilities**

There were no contingent assets and contingent liabilities as at 31 March 2024.



**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
 (Registration No. 202301011068 (1504989-A))  
 (Incorporated in Malaysia)

**PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134 INTERIM FINANCIAL REPORTING (CONT’D)**
**A13. Capital commitments**

There were no capital commitments as at 31 March 2024.

**A14. Fair value of financial instruments**

There were no gain or loss arising from fair value changes of financial assets and liabilities for the current quarter and year-to-date ended 31 March 2024.

**A15. Significant related party transaction**

The significant related party transaction is as follows:

|  | Individual quarter   |   | Cumulative quarter   |   |
|--|--|---|--|---|
|  | Unaudited<br>Current year<br>quarter ended<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding year<br>quarter ended<br>31.03.2023 <sup>(1)</sup><br>RM'000 | Unaudited<br>Current<br>year-to-date<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding<br>year-to-date<br>31.03.2023 <sup>(1)</sup><br>RM'000 |
| With companies in which the directors have interest: |  |   |  |   |
| Subscription of software license                     | 227  | N/A   | 227  | N/A   |

**Notes:**

(1) This is the first interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements, hence there are no comparative figures for the preceding year corresponding quarter and year-to-date.

N/A - Not applicable

**-The rest of this page is intentionally left blank-**

## KUCINGKO BERHAD

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

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

#### B1. Review of financial performance

|                   | Unaudited<br>Current year<br>quarter ended<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding year<br>quarter ended<br>31.03.2023 <sup>(1)</sup><br>RM'000 | Changes |     |
|-------------------|--|---|---------|-----|
|                   |  |   | RM'000  | %   |
| Revenue           | 7,060  | N/A   | N/A     | N/A |
| Profit before tax | 1,990  | N/A   | N/A     | N/A |
| Profit after tax  | 1,765  | N/A   | N/A     | N/A |

#### Notes:

(1) This is the first interim financial report for the first quarter ended 31 March 2024 being announced by the Company in compliance with the Listing Requirements, hence there are no comparative figures for the preceding year corresponding quarter and year-to-date.

N/A - Not applicable

The Group recorded revenue of RM7.06 million for the current quarter ended 31 March 2024, which was mainly derived from the 2D animation production services segment, contributing approximately RM7.04 million or 99.99% of the Group's total revenue for the current quarter ended 31 March 2024.

The North America region was the Group's largest revenue contributor for the current financial quarter, contributing to approximately RM5.40 million or 76.44% of the Group's revenue in the current financial quarter. The revenue from the North America region was derived from the Group's 2D animation production services during the current financial quarter.

The Group registered a profit before tax and profit after tax of approximately RM1.99 million and RM1.77 million, respectively during the current quarter.

#### B2. Comparison with the immediate preceding quarter results

This is the first interim financial report being announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the immediate preceding quarter.

#### B3. Prospects

The business strategies and plans are to continue with the Group's existing business activities in 2D animation production and leverage from the Group's core competencies to grow the business. As set out in the Prospectus, the Group intends to focus on the following expansion plan:

- (i) **domestic expansion**, in which the Group plans to set up branch offices in Sabah and Sarawak, as well as undertake technical resources expansion and upgrading existing operational office in Selangor; and

## KUCINGKO BERHAD

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

- (ii) **foreign expansion**, in which the Group plans to set up a sales office in Los Angeles, California in USA. By having physical presence in the USA, this is intended to address potential business opportunities with prospective customers and improve customer service by attending promptly to its existing customer within North America.

The expansion of new digital distribution platform, alongside with the traditional media channels such as television broadcasting and cinema screening, will continue to provide opportunities to operators in the 2D animation production industry. The demand for 2D animation is expected to grow across to streaming services such as Netflix, Amazon Prime Video, Disney+, Max, Tencent Video, iQIYI and YouTube. Premised on the above as well as the Group's business strategies and plans, we remain optimistic of the prospects and outlook of the Group.

### B4. Profit forecast and profit guarantee

The Group did not issue any profit forecast or profit guarantee in any public document in respect of the current quarter and year-to-date ended 31 March 2024.

### B5. Income tax expense

|                                     | Individual quarter   |   | Cumulative quarter   |  |
|-------------------------------------|--|---|--|--|
|                                     | Unaudited<br>Current year<br>quarter ended<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding year<br>quarter ended<br>31.03.2023 <sup>(1)</sup><br>RM'000 | Unaudited<br>Current<br>year-to-date<br>31.03.2024<br>RM'000 | Unaudited<br>Preceding year-<br>to-date<br>31.03.2023 <sup>(1)</sup><br>RM'000 |
| Current tax                         | 225  | N/A   | 225  | N/A  |
| Deferred tax                        | -  | N/A   | -  | N/A  |
| <b>Total income tax<br/>expense</b> | <b>225</b>   | <b>N/A</b>  | <b>225</b>   | <b>N/A</b>   |
| Effective tax rate (%)              | 11.3%  | N/A   | 11.3%  | N/A  |
| Statutory tax rate (%)              | 24.0%  | N/A   | 24.0%  | N/A  |

#### Notes:

- (1) *This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.*
- (2) *The effective tax rate in the current quarter was lower than the statutory tax rate of 24.0%. This was mainly due to tax incentives on increased export services.*

N/A - Not applicable.

### B6. Status of corporate proposals

Save as disclosed in Note A10, there were no other corporate proposals pending completion as at the date of this interim financial report.

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)****B7. Utilisation of proceeds from the public issue**

The gross proceeds from the public issue amounting to RM30.00 million is intended to be utilised in the following manner:

| <b>Utilisation of proceeds<sup>(1)</sup></b> | <b>Proposed utilisation</b> | <b>Actual utilisation<sup>(2)</sup></b> | <b>Estimated timeframe for utilisation from date of the listing</b> |
|--|-----------------------------|---|---|
|  | <b>RM'000</b>               | <b>RM'000</b>                           |   |
| Capacity expansion                           | 17,767                      | N/A                                     | Within 36 months  |
| USA sales office                             | 4,377                       | N/A                                     | Within 36 months  |
| Working capital                              | 4,256                       | N/A                                     | Within 12 months  |
| Listing expenses                             | 3,600                       | N/A                                     | Immediate   |
| <b>Total</b>                                 | <b>30,000</b>               | <b>N/A</b>                              |   |

**Notes:**

- (1) *The utilisation of the proceeds as disclosed above should be read in conjunction with the Prospectus.*
- (2) *As at the end of the interim financial report, the listing exercise of the Company is pending completion. As such, no proceeds are being utilised by the Group.*

N/A – *Not applicable*

**B8. Borrowings**

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

|                            | <b>Unaudited as at</b> | <b>Audited as at</b> |
|----------------------------|------------------------|----------------------|
|                            | <b>31.03.2024</b>      | <b>31.12.2023</b>    |
|                            | <b>RM'000</b>          | <b>RM'000</b>        |
| <b>Non-current portion</b> |                        |                      |
| Term Loan                  | 290                    | 290                  |
|                            | <b>290</b>             | <b>290</b>           |
| <b>Current portion</b>     |                        |                      |
| Term loan                  | 157                    | 208                  |
| Overdraft                  | -                      | 350                  |
|                            | <b>157</b>             | <b>558</b>           |
| <b>Total borrowings</b>    | <b>447</b>             | <b>848</b>           |

All the borrowings are secured and denominated in Ringgit Malaysia.

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
 (Registration No. 202301011068 (1504989-A))  
 (Incorporated in Malaysia)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)****B9. Dividends proposed**

No dividend has been declared or recommended for payment by the Board of Directors of the Company for the current quarter under review.

**B10. Material litigation**

There were no material litigations involving the Group as at 31 March 2024.

**B11. Derivative financial instruments**

There were no derivatives financial instruments used in the current quarter and year-to-date ended 31 March 2024.

**B12. Earnings per share (“EPS”)**

The basic and diluted EPS for the current quarter and year-to-date are computed as follows:

|   | Individual quarter                         |  | Cumulative quarter                   |   |
|---|--|--|--------------------------------------|---|
|   | Unaudited<br>Current year<br>quarter ended | Unaudited<br>Preceding year<br>quarter ended | Unaudited<br>Current<br>year-to-date | Unaudited<br>Preceding year-<br>to-date |
|   | 31.03.2024                                 | 31.03.2023 <sup>(1)</sup>                    | 31.03.2024                           | 31.03.2023 <sup>(1)</sup>               |
| Profit attributable to owners of the Company (RM'000) | 1,765                                      | N/A  | 1,765                                | N/A                                     |
| Number of ordinary shares in issue ('000)             | 400,000                                    | N/A  | 400,000                              | N/A                                     |
| Basic/Diluted EPS (sen) <sup>(2)</sup>                | 0.44                                       | N/A  | 0.44                                 | N/A                                     |

**Notes:**

(1) *This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.*

(2) *Basic EPS is calculated based on the Company's total number of 400,000,000 ordinary shares as at 31 March 2024. The diluted EPS is equivalent to the basic EPS as the Company does not have any convertible options as at the end of the current quarter and year-to-date.*

N/A – Not applicable

**KUCINGKO BERHAD**

(Formerly known as Kucingo Sdn Bhd)  
(Registration No. 202301011068 (1504989-A))  
(Incorporated in Malaysia)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)****B13. Notes to the Condensed Combined Statements of Comprehensive Income**

The following items have been charged/(credited) in arriving at the profit before tax for the current quarter and the profit before tax for the financial year-to-date:

|  | Individual quarter                                       |  | Cumulative quarter                                 |   |
|--|--|--|--|---|
|  | Unaudited<br>Current year<br>quarter ended<br>31.03.2024 | Unaudited<br>Preceding year<br>quarter ended<br>( <sup>1</sup> )31.03.2023 | Unaudited<br>Current<br>year-to-date<br>31.03.2024 | Unaudited<br>Preceding year<br>-to-date<br>( <sup>1</sup> )31.03.2023 |
|  | RM'000   | RM'000   | RM'000   | RM'000  |
| <b>Profit before tax is arrived at after charging/(crediting):</b> |  |  |  |   |
| Depreciation of plant and equipment                                | 215  | N/A  | 215  | N/A   |
| Depreciation of right-of-use assets                                | 132  | N/A  | 132  | N/A   |
| Interest expenses  | 32   | N/A  | 32   | N/A   |
| Listing expenses   | 251  | N/A  | 251  | N/A   |
| Interest income  | (109)  | N/A  | (109)  | N/A   |
| Wage subsidy / Grants  | (59)   | N/A  | (59)   | N/A   |
| Realised gain on foreign exchange                                  | (38)   | N/A  | (38)   | N/A   |

**Notes:**

(1) *This is the first interim financial report announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period.*

*N/A – Not applicable*

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

**BY ORDER OF THE BOARD  
KUCINGKO BERHAD  
23 JULY 2024**