

®



SIK CHEONG BERHAD

*(Registration No. 202301023959 (1517882-K))
(Incorporated in Malaysia under the Companies Act 2016)*

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2024

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR-TO-DATE	PRECEDING YEAR CORRESPONDING YEAR-TO-DATE
	30.06.2024 RM	30.06.2023 ⁽²⁾ RM	30.06.2024 RM	30.06.2023 ⁽²⁾ RM
Revenue	20,066,798	N/A	20,066,798	N/A
Cost of sales	(17,049,224)	N/A	(17,049,224)	N/A
Gross profit	3,017,574	N/A	3,017,574	N/A
Other income	91,423	N/A	91,423	N/A
Selling and distribution costs	(127,992)	N/A	(127,992)	N/A
Administrative expenses	(1,608,235)	N/A	(1,608,235)	N/A
Profit from operations	1,372,770	N/A	1,372,770	N/A
Finance costs	(1,453)	N/A	(1,453)	N/A
Profit before tax	1,371,317	N/A	1,371,317	N/A
Income tax expense	(330,782)	N/A	(330,782)	N/A
Profit after tax / Total comprehensive income for the financial period	1,040,535	N/A	1,040,535	N/A
Profit after tax / Total comprehensive income attributable to:				
- Owners of the Company	1,040,535	N/A	1,040,535	N/A
Earnings per share (sen)				
Basic ⁽³⁾	0.52	N/A	0.52	N/A
Diluted ⁽⁴⁾	0.52	N/A	0.52	N/A

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))

(Incorporated in Malaysia)

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

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated 1 July 2024 ("**Accountants' Report**") as disclosed in the prospectus of Sik Cheong Berhad ("**Sik Cheong**" or the "**Company**") dated 19 July 2024 ("**Prospectus**") and the accompanying explanatory notes attached in the interim financial report.
 - (2) This is the first interim financial report for the first quarter ended 30 June 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 there is no interim financial report prepared for the comparative financial period concerned.
 - (3) Computed based on profit after tax attributable to owners of the Company divided by the Company's enlarged issued share capital of 200,000,000 ordinary shares ("**Shares**") after the restructuring exercise as disclosed in the Prospectus but before the completion of the Initial Public Offering of the Company ("**IPO**") for its listing on the ACE Market of Bursa Securities ("**Listing**").
 - (4) The diluted earnings per share of the Company is equivalent to the basic earnings per share as the Company does not have any convertible options at the end of the financial period.
- N/A Not applicable

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION ⁽¹⁾

	UNAUDITED AS AT 30.06.2024 RM	AUDITED AS AT 31.03.2024 ⁽¹⁾ RM
ASSETS		
Non-current Assets		
Property, plant, and equipment	14,361,392	14,329,599
Right-of-use-assets	118,218	132,372
Investment properties	202,250	203,000
	14,681,860	14,664,971
Current Assets		
Inventories	1,995,012	1,206,112
Trade receivables	5,877,733	6,055,411
Other receivables	3,019,201	2,954,709
Tax recoverable	28,885	101,207
Fixed deposits with licensed bank	40,687	40,687
Cash and cash equivalents	3,817,161	6,800,060
	14,778,679	17,158,186
TOTAL ASSETS	29,460,539	31,823,157
EQUITY AND LIABILITIES		
EQUITY INVESTED		
Share capital	19,960,090	420,100
Merger reserve	(19,539,990)	-
Retained earnings	26,913,364	25,872,829
TOTAL EQUITY	27,333,464	26,292,929
LIABILITIES		
Non-current liabilities		
Lease liabilities	65,017	79,490
Deferred tax liabilities	243,551	243,551
	308,568	323,041
Current Liabilities		
Trade payables	871,355	784,735
Other payables	599,171	4,055,451
Lease liabilities	56,945	56,319
Provision for taxation	291,036	310,682
	1,818,507	5,207,187
TOTAL LIABILITIES	2,127,075	5,530,228
TOTAL EQUITY AND LIABILITIES	29,460,539	31,823,157
Net assets per share (RM)	0.14 ⁽²⁾	N/A ⁽³⁾

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION ⁽¹⁾

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 Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached in the interim financial report.
- (2) Computed based on net assets attributable to owners of the Company divided by the Company's enlarged issued share capital of 200,000,000 Shares after the restructuring exercise as disclosed in the Prospectus but before the completion of the IPO for its Listing.
- (3) Not applicable in view that the restructuring exercise as disclosed in the Prospectus was only completed subsequent to 31 March 2024.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))

(Incorporated in Malaysia)

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

	SHARE CAPITAL RM	MERGER RESERVE RM	RETAINED EARNINGS RM	TOTAL RM
Balance as at 1 April 2024	420,100	-	25,872,829	26,292,929
Profit for the financial period representing total comprehensive income for the financial period	-	-	1,040,535	1,040,535
	<u>420,100</u>	<u>-</u>	<u>26,913,364</u>	<u>27,333,464</u>
Transactions with owners:				
- Issuance of shares for acquisition of subsidiaries	19,960,090	(19,960,090)	-	-
- Merger reserve	(420,100)	420,100	-	-
Balance as at 30 June 2024	<u>19,960,090</u>	<u>(19,539,990)</u>	<u>26,913,364</u>	<u>27,333,464</u>

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached in the interim financial report.
- (2) This is the first interim financial report for the first quarter ended 30 June 2024 being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and period as there is no interim financial report prepared for the comparative period concerned.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾

	CURRENT YEAR- TO-DATE 30.06.2024 RM	PRECEDING YEAR- TO-DATE 30.06.2023 ⁽²⁾ RM
CASH FLOWS USED IN OPERATING ACTIVITIES		
Profit before tax	1,371,317	N/A
Adjustments for:		
Amortisation of right-of-use assets	14,154	N/A
Bad debts written off	3,662	N/A
Depreciation of property, plant and equipment	231,333	N/A
Depreciation of investment properties	750	N/A
Interest expense	1,453	N/A
Interest income	(22,953)	N/A
Operating profit before changes in working capital	1,599,716	N/A
Changes in working capital:		
Inventories	(788,900)	N/A
Trade receivables	174,016	N/A
Other receivables	(64,492)	N/A
Trade payables	86,619	N/A
Other payables	(3,454,137)	N/A
Net cash used in operations	(2,447,178)	N/A
Interest paid	(1,453)	N/A
Income tax refunded	92,585	N/A
Income tax paid	(372,834)	N/A
Net cash used in operating activities	(2,728,880)	N/A
CASH FLOWS USED IN INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(263,126)	N/A
Interest received	22,953	N/A
CASH FLOWS USED IN FINANCING ACTIVITIES		
Repayment of lease liabilities	(13,846)	N/A
Net cash used in financing activities	(13,846)	N/A
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,982,899)	N/A
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	6,840,747	N/A
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	3,857,848	N/A

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 Accountants' Report as disclosed in the Prospectus and the accompanying explanatory notes attached in the interim financial report.
- (2) This is the first interim financial report for the first quarter ended 30 June 2024 being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and period as there is no interim financial report prepared for the comparative period concerned.

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

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

A1 Basis of preparation

The interim financial statements of Sik Cheong and its subsidiaries (the “**Group**”) are unaudited and have been prepared in accordance with the requirements of the MFRS 134 Interim Financial Reporting, Rule 9.22 and Appendix 9B of the Listing Requirements.

This is the first interim financial report on the Group’s unaudited condensed consolidated interim financial statements for the first quarter ended 30 June 2024 being announced by the Group in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year corresponding quarter and period.

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

A2 Significant Accounting Policies

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the preparation of the Accountants’ Report as disclosed in the Prospectus, except for the adoption of the following amendments to MFRS:

- Amendments to MFRS 16 Leases - Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101 Presentation of Financial Statements - Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101 Presentation of Financial Statements - Non-current Liabilities with Covenants
- Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosure - Supplier Finance Arrangements

The adoption of the above amendments to MFRS did not have any significant impact on the financial statements of the Group.

The Group has not adopted the following Standards and Amendments to MFRS that are issued but not yet effective:

- Effective for annual periods beginning on or after 1 January 2025:
 - Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability
- Effective for annual periods beginning on or after 1 January 2026:
 - Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures - Amendments to the Classification and Measurement of Financial Instruments
- Effective for annual periods beginning on or after 1 January 2027:
 - MFRS 18 - Presentation and Disclosure in Financial Statements
 - MFRS 19 - Subsidiaries without Public Accountability: Disclosures

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any material effect on the financial statements of the Group upon their initial application.

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

A EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (CONT'D)

A3 Auditors' report on preceding annual financial statements

The Company was incorporated on 23 June 2023 as a private company limited by shares and was subsequently converted into a public company on 20 December 2023. The audited financial statements of the Group for the financial year ended 31 March 2024 were not subject to any qualification.

A4 Seasonality

The Group does not experience any seasonality in its business as the demand for refined, bleached and deodorised ("RBD") palm olein oil products is not subject to major seasonal fluctuations.

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

There were no items or events that arose, which affected the assets, liabilities, equity, net income or cash flows of the Group, that are unusual by reason of their nature, size or incidence for the financial quarter under review.

A6 Material changes in estimates

There were no material changes in estimates which have a material effect on the results for the financial quarter under review.

A7 Debt and equity securities

Save as disclosed in Note A11 below, there were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial quarter under review.

A8 Dividend paid

The Company did not pay any dividend for the financial quarter under review and year-to-date.

A9 Segmental information

The principal activities of the Group are in a single industry segment of repackaging, marketing and distribution of RBD palm olein oil products, all of which are originated in Malaysia. The other segments are investment holding and trading of third-party products which is not of a sufficient size to be reported separately.

A10 Valuation of property, plant and equipment, and investment properties

There was no valuation of property, plant and equipment, and investment properties undertaken during the financial quarter under review.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

A EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (CONT'D)

A11 Significant events subsequent to the end of the interim financial period

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

In conjunction with the Listing, the Company issued the Prospectus for IPO comprising:

- (i) Public issue of 66,000,000 new Shares in Sik Cheong (“**Issue Shares**”) at an issue price of RM0.27 per Share in the following manner:
 - (a) 13,300,000 Issue Shares made available for application by the Malaysian public;
 - (b) 4,000,000 Issue Shares made available for application by the eligible directors, employees and persons who have contributed to the success of Sik Cheong Group; and
 - (c) 48,700,000 Issue Shares made available by way of private placement to selected investors; and
- (ii) Offer for sale of 20,000,000 existing Shares (“**Offer Shares**”) at RM0.27 per Share by way of private placement to selected investors.

Upon completion of the IPO, the Company is expected to be admitted to the Official List of Bursa Securities and the Company’s entire enlarged issued share capital of 266,000,000 Shares shall be listed and quoted on the ACE Market of Bursa Securities on 13 August 2024.

A12 Changes in the composition of the Group

Save as disclosed below, there were no other changes in the composition of the Group during the financial quarter under review:

On 6 December 2023, the Company has entered into 2 conditional share sale agreements (“**SSAs**”) to acquire the entire equity interests in Sik Cheong Edible Oil Sdn Bhd (“**SCEO**”) and Sin Cheong Sales and Marketing Sdn Bhd (“**SCSM**”).

The SSAs were executed for:

- (i) the acquisition by the Company of the entire equity interests in SCEO for a purchase consideration of RM19,449,982 which was satisfied via the issuance of 194,889,600 new Shares at an issue price of RM0.0998 per share; and
- (ii) the acquisition by the Company of the entire equity interests in SCSM for a purchase consideration of RM510,008 which was satisfied via the issuance of 5,110,300 new Shares at an issue price of RM0.0998 per share.

The above acquisitions were completed on 20 May 2024 to facilitate the Listing.

A13 Fair value of financial instruments

There were no gain or loss arising from fair value changes of financial assets and liabilities for the financial quarter under review.

A14 Capital commitments

The Group has no capital commitments for the capital expenditures of property, plant and equipment as at 30 June 2024.

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

A EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (CONT'D)

A15 Contingent assets and contingent liabilities

There were no contingent assets or contingent liabilities as at the end of the financial quarter under review.

A16 Significant related party transactions

The Group does not have any significant related party transactions during the financial quarter under review.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS

B1 Review of performance

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR-TO-DATE	PRECEDING YEAR CORRESPONDING YEAR-TO-DATE
	30.06.2024 Unaudited RM	30.06.2023 Unaudited RM	30.06.2024 Unaudited RM	30.06.2023 Unaudited RM
Revenue	20,066,798	N/A	20,066,798	N/A
Gross Profit	3,017,574	N/A	3,017,574	N/A
Profit before tax	1,371,317	N/A	1,371,317	N/A
Profit after tax	1,040,535	N/A	1,040,535	N/A

This is the first interim financial report for the first quarter ended 30 June 2024 being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and period as there is no interim financial report prepared for the comparative period concerned.

The Group recorded revenue of RM20.07 million for the financial quarter ended 30 June 2024 derived from RBD palm olein oil products and trading of third-party products which generated sales of approximately RM20.02 million or 99.75% and RM0.05 million or 0.25% of the total revenue, respectively.

The Group registered a profit before tax (“PBT”) and PBT margin of RM1.37 million and 6.83% respectively in financial quarter under review.

The Group registered a profit after tax (“PAT”) and PAT margin of RM1.04 million and 5.18% respectively in financial quarter under review.

B2 Variation of results against preceding quarter

This is the first interim financial report for the first quarter ended 30 June 2024 being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and period as there is no interim financial report prepared for the comparative period concerned.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

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

B3 Prospects

The Board of Directors ("**Board**") believes that the Group's prospects in the RBD palm olein oil repackaging industry in Malaysia is favourable, taking into account the growth of the RBD palm olein oil repackaging industry in Malaysia.

According to the independent market research report by Providence Strategic Partners Sdn Bhd as disclosed in the Prospectus, the RBD palm olein oil repackaging industry in Malaysia is projected to grow at a compound annual growth rate of 20.9% between 2024 and 2026. This will be supported by the following demand drivers:

- (i) continuous demand for RBD palm olein oil products and its downstream products from consumers which will be driven by population growth, government subsidy programmes and initiatives and lower price and ease of accessibility; and
- (ii) growth in demand from hotel, restaurant and catering operators.

Collectively, these demand drivers are anticipated to bode well for the growth potential of the RBD palm olein oil repackaging industry in Malaysia.

Further, the Board is optimistic of the future growth of the Group in light of the following business strategies and plans:

- (i) expand the range of products to include high oleic soybean oil in the second quarter of 2026 after the rebuilding of a new packaging facility at No.9, Jalan 6/14, Kampung Tasek Tambahan, 68000 Ampang, Selangor. According to the independent market research report by Providence Strategic Partners Sdn Bhd as disclosed in the Prospectus, the soybean oil market in Malaysia is projected to grow at a compound annual growth rate of 4.7% in terms of sales volume and a compound annual growth rate of 3.8% in terms of sales value between 2024 and 2026. The growth in demand for soybean oil is expected to continue to be driven by its relatively lower price as compared to other edible oils, i.e. olive oil, sunflower oil and rapeseed oil, which will render it an affordable option for households, hotel, restaurant and catering operators, and food manufacturers; its availability as it is one of the most produced oil globally and third most produced vegetable oil in Malaysia apart from palm olein oil and palm kernel oil; as well as the growing population and food and beverage industry in Malaysia; and
- (ii) grow its geographical reach to other states in Malaysia, particularly Perak, Negeri Sembilan, Melaka and Pahang due to the proximity of these states to Kuala Lumpur and Selangor. This strategy will allow the Group to tap into new growth opportunities beyond the current geographical market which are mainly in Kuala Lumpur and Selangor, and capture a larger customer base for the Group's products.

B4 Profit forecast

The Group did not issue any profit forecast or guarantee during financial quarter under review.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))

(Incorporated in Malaysia)

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

B5 Taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR- TO- DATE	PRECEDING YEAR CORRESPONDING YEAR- TO- DATE
	30.06.2024 Unaudited RM	30.06.2023 Unaudited RM	30.06.2024 Unaudited RM	30.06.2023 Unaudited RM
In respect of the current period: Income tax expense	330,782	N/A	330,782	N/A
Total	330,782	N/A	330,782	N/A
Effective tax rate (%)	24.1%	N/A	24.1%	N/A

This is the first interim financial report for the first quarter ended 30 June 2024 being announced in compliance with the Listing Requirements. There are no comparative figures for the preceding year corresponding quarter and period as there is no interim financial report prepared for the comparative period concerned.

B6 Status of corporate proposals

Save for the IPO as disclosed in Note A11 above, there were no other corporate proposals announced by the Company but not completed as at the date of this interim financial report.

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

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

B7 Utilisation of proceeds

The total gross proceeds of approximately RM17.82 million to be raised from the IPO will be used by the Group in the following manner:

Details of utilisation of proceeds	Gross proceeds		Estimated timeframe for utilisation from the Listing
	RM'000	%	
Expansion of the packaging facility	7,180	40.29	Within 18 months
Purchase of new delivery trucks	890	5.00	Within 12 months
Working capital	5,950	33.39	Within 12 months
Estimated listing expenses	3,800	21.32	Within 3 months
Total	17,820	100.00	

The utilisation of the proceeds as disclosed above should be read in conjunction with the Prospectus. As at the date of this interim financial report, the IPO has not been completed as the Company is expected to be listed on the ACE Market of Bursa Securities on 13 August 2024. Hence, the proceeds have not been raised and utilised by the Group.

B8 Group's borrowings and debt securities

The Group does not have any local nor foreign borrowings as at 30 June 2024.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

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

B9 Material litigations

As at the date of this report, the Group is not engaged in any material litigation.

B10 Proposed dividend

There was no dividend that has been declared or recommended for payment by the Board during the financial period under review.

B11 Basic and diluted earnings per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER 30.06.2024	PRECEDING YEAR CORRESPONDING QUARTER 30.06.2023	CURRENT YEAR TO-DATE 30.06.2024	PRECEDING YEAR CORRESPONDING YEAR-TO-DATE 30.06.2023
Net profit for the period attributable to ordinary equity holders of the company (RM)	<u>1,040,535</u>	<u>N/A</u>	<u>1,040,535</u>	<u>N/A</u>
Weighted average number of shares in issue	<u>200,000,000</u>	<u>N/A</u>	<u>200,000,000</u>	<u>N/A</u>
Basic and diluted earnings per share (sen)	<u>0.52</u>	<u>N/A</u>	<u>0.52</u>	<u>N/A</u>

B12 Derivative financial instruments

There were no outstanding derivative financial instruments for the financial quarter under review.

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))

(Incorporated in Malaysia)

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

B13 Notes to the statement of profit or loss and other comprehensive income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR-TO-DATE	PRECEDING YEAR CORRESPONDING YEAR-TO-DATE
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	Unaudited	Unaudited	Unaudited	Unaudited
	RM	RM	RM	RM
The following amounts have been included in arriving at profit before tax:				
Amortisation of right-of-use assets	14,154	N/A	14,154	N/A
Depreciation on property, plant and equipment	231,333	N/A	231,333	N/A
Depreciation on investment properties	750	N/A	750	N/A
Bad debts written off	3,662	N/A	3,662	N/A
Finance costs	1,453	N/A	1,453	N/A
Rental expenses relating to short term lease	1,200	N/A	1,200	N/A
and after crediting:				
Interest income	22,953	N/A	22,953	N/A
Rental income	60,240	N/A	60,240	N/A
Government subsidy	1,259,761	N/A	1,259,761	N/A

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

B14 Fair value of financial liabilities

There was no gain or loss arising from fair value changes of financial liabilities for the financial quarter under review as the Group did not have any financial liabilities measured at fair value.

SIK CHEONG BERHAD

(Registration No: 202301023959 (1517882-K))
(Incorporated in Malaysia)

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

B15 Authorisation for issue

The interim financial report was authorised for issue by the Board in accordance with a resolution passed by the Board on 7 August 2024.

**BY ORDER OF THE BOARD OF SIK CHEONG BERHAD
7 AUGUST 2024**