PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of Preparation & Significant Accounting Policies

This Quarterly Report is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad ("Bursa Malaysia") Listing Requirements. In addition, the financial statements comply with IFRS as issued by IASB. The report should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2024 which was prepared in accordance with the MFRS.

The explanatory notes attached to the unaudited interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the preceding financial year ended 30 June 2024.

The significant accounting policies and methods adopted for this unaudited interim financial report are consistent with those adopted for the audited financial statements for the financial year ended 30 June 2024, except for the following new amendments to the MFRS ("standards") effective for financial year beginning after 1 July 2024 which the Group has adopted since the commencement of the current financial year on 1 July 2024:

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

The adoption of these amendments to standards did not have any impact on the Group's financial statements for the current period.

The Group also early adopted MFRS 18, 'Presentation and Disclosure in Financial Statements' (in replacement of MFRS 101, 'Presentation of Financial Statements') with effect from 1 July 2024, which entails improved classifications and disclosures to the financial statements.

The Group has not adopted the following new standards and amendments to standards that have been issued but not yet effective for the current financial year.

<u>Effective for financial year beginning after 1 July 2025</u>

- Amendments to MFRS 121, 'The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability'

<u>Effective for financial year beginning after 1 July 2026</u>

- Amendments to MFRS 9, 'Financial Instruments' and MFRS 7, 'Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments'
- Amendments that are part of Annual Improvements Volume 11:
  - Amendments to MFRS 1, 'First-time Adoption of Malaysian Financial Reporting Standards'
  - Amendments to MFRS 7, 'Financial Instruments: Disclosures'
  - Amendments to MFRS 9, 'Financial Instruments'
  - Amendments to MFRS 10, 'Consolidated Financial Statements'
  - Amendments to MFRS 107, 'Statement of Cash Flows'

<u>Effective for financial year beginning after 1 July 2027</u>

- MFRS 19 'Subsidiaries without Public Accountability: Disclosures'

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 **Basis of Preparation & Significant Accounting Policies** (continued)

Effective for financial year beginning on after a date yet to be confirmed

- Amendments to MFRS 10 'Consolidated Financial Statements' and MFRS 128 'Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture'

These amendments to published standards will be adopted when effective.

A2 **Audit Qualification**

The audit report of the Group in respect of the annual financial statements for the financial year ended 30 June 2024 was not subject to any audit qualification.

A3 **Seasonality or Cyclicality of Operations**

The business operations of the Group are generally neither cyclical nor seasonal except for decreased activities during the Ramadan and Chinese New Year festive months.

A4 **Unusual Items Affecting Assets, Liabilities, Net Income or Cash Flows**

During the current period, the Ringgit appreciated significantly against the USD (up 13%) and the SGD (up 7.4%). The Group is exposed to foreign currency exchange (FX) risks from its imports of raw materials in USD, and negatively correlated FX exposure from its exports in USD and SGD. To manage these exposures, the Group adopts a combination of natural hedging, fair value hedge, and unhedged strategies. Due to the sharp appreciation of the Ringgit, the Group recorded a FX loss of RM2.9 million and a corresponding savings of RM2.8 million from lower settlement costs of raw materials in Ringgit (which were reflected in inventory carrying values and the cost of sales) in the current period. Refer to Note B11 for further details.

Besides the above, there were no unusual items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence in the current financial quarter.

A5 **Material Changes in Estimates**

There were no material changes in estimates that would have a material effect on the financial results of the Group for the current financial quarter ended 30 September 2024.

A6 **Debts and Equity Securities**

There were no issuances, cancellations, repurchases, or resale of the Company's equity securities during the current financial quarter ended 30 September 2024.

The Group has a policy to maintain its Gearing Ratio (measured as interest-bearing debts over shareholders' equity adjusted for the exclusion of intangibles) at below 1.5 times, consistent with its bank covenants.

	30/09/2024	30/06/2024
Total interest-bearing debts (RM'million)	146.1	173.9
Adjusted shareholders' equity (RM'million)	602.1	605.5
Absolute Gearing Ratio	0.24	0.29

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A6 **Debts and Equity Securities** (continued)

Of the total interest-bearing debts as at 30 September 2024, around RM107.5 million was represented by the respective debenture at its Steel Tube and Cold Rolled Coil subsidiaries, whilst RM27.9 million was represented by unsecured interest-bearing supplier's credit at the respective operating subsidiaries (see Note B10). Debts of RM10.4 million was secured against a fixed charge on a property and other specific assets to which the financing relates. A small portion, amounting to RM0.3 million, was related to the factoring facility utilized by a Food Trading subsidiary. Lease liability classification pursuant to MFRS 16 were excluded from the ratio computation as these were contractually non-interest bearing.

A7 **Dividends Paid**

During the current financial quarter, no dividend was paid by the Company.

A8 **Segmental Reporting**

The Group's 'year-to-date' segmental information, categorized by business nature, is as follows:

	Steel Tube RM'000	Cold Rolled Coil RM'000	Investment Holding RM'000	Others RM'000	Total RM'000
Revenue					
Total revenue	65,736	138,230	3,641	2,092	209,699
Inter segment	-	(5,579)	(3,641)	(441)	(9,661)
External revenue	65,736	132,651	-	1,651	200,038
Profit/(Loss) before tax	1,051	366	(4,242)	(1,101)	(3,926)
Segment assets	268,205	418,063	86,114	8,876	781,258

Reconciliation of segment assets to total assets is as follows:

	RM'000
Segment assets	781,258
Deferred tax assets	1,330
Derivative financial assets	451
Current tax receivables	2,281
Total assets	785,320

A8 **Segmental Reporting** (continued)

Although the Group's businesses are mostly carried out entirely in Malaysia for the domestic market, its Steel Tube and Cold Rolled Coil segments also serve foreign markets where feasible. The Group's year-to-date sales by geographic segments are as follows:

	Year-to-Date Revenue			
	Steel Tube RM'000	Cold Rolled Coil RM'000	Others RM'000	Total RM'000
Geographic Areas				
Malaysia	55,797	103,233	1,588	160,618
ASEAN *	8,491	-	18	8,509
Non-ASEAN	1,448	29,418	45	30,911
Total external revenue	65,736	132,651	1,651	200,038

*ASEAN: Association of South East Asian Nations

A9 **Valuation of Property, Plant and Equipment (PPE) and Rights-of-Use (ROU) Assets**

The valuation on PPE has been brought forward from the audited financial statements for the preceding financial year ended 30 June 2024 and adjusted for the current financial year's depreciation and impairment provisions where appropriate to reflect the current period's ending net carrying value.

A10 **Fair Value Measurement**

Except for the financial instruments disclosed below which are fair valued, the carrying value of short-term maturity financial instruments like deposits, cash and bank balances, receivables, short-term borrowings and payables approximate their fair values.

Financial instruments subjected to fair valuation were categorised into the following fair value hierarchy and were represented in the table below as at 30 September 2024:

Level 1: Based on unadjusted quoted prices in active markets for identical assets and liabilities
Level 2: Based on observable inputs not included within Level 1
Level 3: Based on unobservable inputs

Recurring fair value measurement	Fair Value RM'000		
	Level 1	Level 2	Level 3
Investment in Quoted Shares	4,833.0	-	-
Investment Funds	-	303.7	-
Forward Foreign Currency Exchange Contracts			
as Assets (Hedge Accounted)	-	451.0	-
as Liabilities (Hedge Accounted)	-	(1,872.2)	-
Total	4,833.0	(1,117.5)	-

The Investment in Quoted Shares is fair valued by way of marking-to-market using the quoted closing price on Bursa Malaysia.

The fair value of Investment Funds is determined based on independent fund valuations.

The Forward Foreign Currency Exchange Contracts are fair valued by way of marking-to-market using the market (forward) rates published or quoted by counterparty financial institutions.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134

A11 **Significant Events and Transactions**

There were no significant events and transactions for the current financial quarter affecting the Group's financial position and performance of its entities.

A12 **Subsequent Material Events**

There were no known material subsequent events up-till the date of this report which may affect the Group's financial position and performance of its entities.

A13 **Changes in the Composition of the Group**

There were no changes to the composition of the Group during the current financial quarter.

A14 **Contingent Liabilities or Contingent Assets**

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

A15 **Capital Commitments**

At the end of the current reporting quarter, the Group's Cold Rolled Coil and Steel Tube subsidiaries have an outstanding capital commitment balance of around RM1.2 million and RM1.4 million respectively for plant and equipment. These capital commitments will be payable over established milestones in the current financial year.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2024

PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B1 **Review of the Performance of the Company and Its Principal Subsidiaries**

	Individual Period (1st quarter)		Changes		Cumulative Period		Changes	
	Current Year Quarter 30/09/2024	Preceding Year Corresponding Quarter 30/09/2023			Current Year To-date 30/09/2024	Preceding Year Corresponding Period 30/09/2023		
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	200,038	164,153	35,885	22%	200,038	164,153	35,885	22%
Operating (Loss)/Profit	(971)	3,018	(3,989)	-132%	(971)	3,018	(3,989)	-132%
(Loss)/Profit Before Interest and Tax	(1,549)	3,699	(5,248)	-142%	(1,549)	3,699	(5,248)	-142%
(Loss)/Profit Before Tax	(3,926)	1,941	(5,867)	-302%	(3,926)	1,941	(5,867)	-302%
(Loss)/Profit After Tax	(3,319)	789	(4,108)	-521%	(3,319)	789	(4,108)	-521%
(Loss)/Profit Attributable to Ordinary Equity Holders of the Parent	(2,736)	482	(3,218)	-668%	(2,736)	482	(3,218)	-668%

The Group's revenue for the first financial quarter ended 30 September 2024, increased by 22% to RM200.0 million, compared to RM164.2 million in the corresponding quarter of the previous year. This growth was primarily driven by a 64% increase in sales volumes from the Cold Rolled Coil (CRC) segment, attributed to its export sales volume, which had yet to take-off in the comparative period. However, the Steel Tube segment experienced an 11% decline in sales volume due to a softer domestic market compared to a year ago. Steel prices continued to trend downward during the quarter, resulting in lower average unit selling prices for both segments, down 7% and 6% respectively, compared to the prior year.

The Group's outbound delivery costs reflected these shifts, with a nearly 40% reduction for the Steel Tube segment but a 108% increase for the CRC segment. The increase in CRC segment was due to improved sales volumes and lower imported raw material input costs on goods sold, benefiting from its realised natural FX hedges (see Notes A4 and B11). However, the export sales also resulted in an opposing net FX loss (realised and unrealised) during the current period. Consequently, the Group posted an operating loss of RM1.0 million for the quarter. The performance gap widened further after accounting for higher financing costs in the current period.

The Group recorded a pre-tax loss of RM3.9 million, compared to a post-tax profit of RM1.9 million in the corresponding quarter of the prior year. After-tax results showed a loss of RM3.3 million, compared to a post-tax profit of RM0.8 million in the comparative period.

EBITDA for the quarter declined to RM3.3 million, down from RM7.3 million in the same quarter last year.

PART B – EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B2 **Material change in the profit before tax as compared to the immediate preceding quarter**

	Current Quarter 30/09/2024	Immediate Preceding Quarter 30/06/2024	Changes	
	RM'000	RM'000	RM'000	%
Revenue	200,038	241,472	(41,434)	-17%
Operating (Loss)/Profit	(971)	12,128	(13,099)	-108%
(Loss)/Profit Before Interest and Tax	(1,549)	12,120	(13,669)	-113%
(Loss)/Profit Before Tax	(3,926)	9,553	(13,479)	-141%
(Loss)/Profit After Tax	(3,319)	6,162	(9,481)	-154%
(Loss)/Profit Attributable to Ordinary Equity Holders of the Parent	(2,736)	4,051	(6,787)	-168%

The Group recorded revenue of RM200.0 million for the current financial quarter, a 17% decline from RM241.5 million in the immediate preceding quarter. This decrease was primarily due to a 16% drop in sales volume from the CRC segment, driven by lower export volumes. Meanwhile, sales volume for the Steel Tube segment remained flat from the previous quarter. The weak sales performance was further exacerbated by a continued downward trend in steel prices, which reached a four-year low in September, as buyers adopted a cautious, wait-and-see approach.

As a result, the Group's margin was under tremendous pressure, and its outbound delivery costs fell more than 50% despite relief from lower imported raw material input costs on goods-sold attributed to its realized natural FX hedges in the current period. These natural FX hedges also resulted in an opposing net-FX losses from its export sales (see Notes A4 & B11) which contributed to the Group's operating loss of RM1.0 million in the current period (compared to an operating-profit of RM12.1 million in the preceding period that was boosted by a write-back on PPE of RM1.9 million).

The Group reported a pre-tax loss of RM3.9 million for the current period, compared to a pre-tax profit of RM9.6 million in the previous period. Similarly, the Group recorded a post-tax loss of RM3.3 million, in contrast to a post-tax profit of RM6.2 million in the preceding period.

The Group also recorded a significantly lower EBITDA of RM3.3 million for the current financial quarter, compared to the immediate preceding financial quarter's EBITDA of RM16.5 million.

B3 **Prospects for the next financial year**

Looking ahead to the next financial quarter, the global economy outlook remains increasingly uncertain, driven by escalating geopolitical tensions, uncertainty over the resilience of global demand, and the risk of financial market instability. This was exemplified in early August when market volatility spiked in response to a downward revision in expectations for the Federal Reserve's policy rate path. Furthermore, the swift escalation of trade restrictions globally continues to pose considerable challenges.

Regional steel prices, which reached historic lows in September 2024, saw a rebound of over 15% in October following the announcement of a comprehensive stimulus package by China at the end of September. However, prices have declined again in November, coinciding with the U.S. election. There is a strong likelihood that the U.S. will introduce a blanket tariff of 10% to 20% on all foreign goods entering the country, along with an additional 60% tariff specifically targeting Chinese imports. These measures are expected to increase tariffs, trade restrictions, and containment pressures on China.

B3 **Prospects for the next financial year** (continued)

As a key trading partner, Malaysia and other ASEAN countries are likely to face bearish consequences as well. To manage excess production in China, Chinese steelmakers are expected to intensify their export efforts to market outside the U.S., including ASEAN, which could lead to an oversupply and place further downward pressure on global steel prices. Domestically, local steel manufacturers are anticipated to face sustained competition and margin compression from imports, compounded by weak domestic demand, elevated inventory levels and declining steel prices. Domestic steel consumption is forecasted to remain below pre-pandemic levels. The Group expects continued margin pressures in its steel division amid challenging market conditions and intensified competition from imports.

On the other hand, the food trading industry has been impacted by a slowdown, driven by weak consumer sentiment due to affordability concerns. However, the recently announced 2025 national budget includes increased cash handouts for low-income households, which are expected to support spending on essential goods. Demand for consumer staples, such as food and basic necessities, is likely to remain stable or even grow. Additionally, the planned increase in the minimum monthly wage from RM1,500 to RM1,700, effective February 2025, is expected to raise disposable income and ease inflationary pressures for consumers, potentially benefiting sales in the food trading and retail sector.

Given the challenges at both the global and domestic levels, the outlook for the remainder of the financial year remains uncertain, turbulent and demanding. Nonetheless, the Group remains committed to navigating these challenges with resilience and focus.

B4 **Variance of Actual Profit from Forecast Profit**

The Group did not issue any profit forecast or profit guarantee.

B5 **(Loss)/Profit Before Tax**

The following expenses have been (charged)/credited in arriving at (loss)/profit before tax:

	Current year quarter 30/09/2024 RM'000	Preceding year corresponding quarter 30/09/2023 RM'000	Current year to-date 30/09/2024 RM'000	Preceding year corresponding period 30/09/2023 RM'000
Depreciation and amortisation:				
- property, plant and equipment	(3,778)	(3,868)	(3,778)	(3,868)
- right-of-use assets (leasehold lands)	(449)	(440)	(449)	(440)
- right-of-use assets (rented properties)	(178)	(103)	(178)	(103)
Finance costs on:				
- borrowings	(2,290)	(1,712)	(2,290)	(1,712)
- lease liabilities	(87)	(46)	(87)	(46)
Finance income:				
- interest on deposits with licensed banks	471	531	1,851	531
Write back of impairment loss on receivables	51	9	51	9
Fair value loss on financial assets at fair value through profit or loss	(1,010)	(40)	(1,010)	(40)
FX differences gain	1,156	1,559	1,156	1,559
FX derivatives loss	(4,068)	(906)	(4,068)	(906)

PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B6 **Taxation**

Taxation comprises:

	Current year quarter 30/09/2024 RM'000	Preceding year corresponding quarter 30/09/2023 RM'000	Current year to date 30/09/2024 RM'000	Preceding year corresponding period 30/09/2023 RM'000
Current tax expense				
- Current year	(413)	(1,088)	(413)	(1,088)
Deferred tax income/(expense)				
- Current year	1,020	(64)	1,020	(64)
	607	(1,152)	607	(1,152)

B7 **Profit on Sale of Unquoted Investments and / or Properties**

The Group did not engage in any sale of unquoted investments and / or properties in the current financial quarter.

B8 **Purchase or Disposal of Quoted Securities**

There were no purchases or disposals of quoted securities in the current financial quarter.

B9 **Status of Corporate Proposals**

There were no outstanding corporate proposals as at the date of this announcement.

B10 **Group Borrowings and Debt Securities**

The Group's borrowings, denominated entirely in Ringgit Malaysia from lending institutions as at 30 September 2024 undertaken by its Steel Tube, Cold Rolled Coil and Food Trading subsidiaries were as follows:

	RM'000
Short-term borrowings	
Secured	110,475
Long-term borrowings	
Secured	7,647
Total borrowings	118,122

B10 **Group Borrowings and Debt Securities** (continued)

Cash-flow movement in-relation to 'changes in liabilities arising from financing activities' on a year-to-date basis was outlined below:

	RM'000
Total Borrowings' opening balance as at 1 July 2024	134,756
Cash Flows:	
Inflows from drawdown	101,420
Outflows on repayment	(118,054)
Closing balance as at 30 September 2024	118,122

The above bank borrowings comprised of trade-financing (short-term) and term-loans (long-term). None falls under the definition of 'supplier financing arrangement' warranting further disclosure under MFRS7. Based on the above, the Group's bank gearing ratio was around 0.20 times. Besides the said borrowings, the Group's steel subsidiaries also draw on interest-bearing trade credits from its raw-coil suppliers with an outstanding amount of RM27.9 million. Inclusive of that, the Group's absolute gearing ratio as at 30 September 2024 was around 0.24 times. The Group met all its banks' covenants for the current financial period ended 30 September 2024.

B11 **Foreign Currency Exchange ("FX") Risks and Outstanding Derivatives**

FX Risks

The Group has exposure to FX risks from payment obligations in USD on raw material imports; and from receivable-rights in USD and SGD on export sales – with the former significantly larger than the latter.

Where possible, the Group seeks to optimize natural FX hedge for settlement between its foreign currency rights and obligations sitting in separate subsidiaries– as this would result in savings from double FX transaction cost, and derivative-instruments' premium bid-ask spreads. Excess FX exposure from imports are then hedged with forward foreign currency exchange contracts (FX forwards)– depending on the length of the forward period and forward quotes.

For the current period, the Group recorded the following gains/(loss) from its natural-hedged, unhedged, and fair-value-hedged positions:

Natural Hedged

		Gain/(Loss) RM'000		
	Taken-up in	Unrealised	Realised	Total
Obligations: Purchases in USD	Inventory/COS	1,021	1,731	2,752
Rights : Cash & Receivables in USD	FX	(593)	(1,455)	(2,048)
Net impact		428	276	704

Note:

a. Rights and Obligations reside in different subsidiaries.
b. Savings/(loss) from lower/(higher) purchase cost in RM due to FX movement between contract-date and settlement-date were reflected in carrying inventory values and/or COS.

B11 **Foreign Currency Exchange ("X") Risks and Outstanding Derivatives** (continued)

Unhedged

	Taken-up in	Gain/(Loss) RM'000		
		Unrealised	Realised	Total
Rights: Cash & Receivables in SGD	FX	(304)	(502)	(806)

Note:
a. FX exposure period (i.e. from transaction-date to settlement-date) for export-sales in SGD ranges between 3 to 4 months and were mostly left unhedged due to narrow volatility, and collection timing uncertainty.

Fair-Value-Hedged

	Taken-up in	Gain/(Loss) RM'000		
		Unrealised	Realised	Total
FX Forward Contracts (Designated)	FX	(1,421)	(2,647)	(4,068)
Obligations: Purchases in USD	FX	1,385	2,643	4,028
Net impact		(36)	(4)	(40)

Outstanding Derivatives
Details on the Group's outstanding derivative FX Forward Contracts designated for fair-value hedge accounting as at 30 September 2024 were outline below:

Designated

FX Forward Contracts (USD/RM) as designated hedging Instrument					Financial obligations & rights in foreign currency as hedge items				
	Notional Value '000		Fair Value RM'000			Notional Value '000		Fair Value RM'000	
Maturity	Long USD	Short USD	Financial Asset	Financial Liability	Maturity	Long USD	Short USD	Financial Asset	Financial Liability
Less than 1 year	9,991	500	451	1,872.2	Matching	500	9,991	1,872.2	451

(i) Risk associated with the derivatives

Counter-Party Risk
The FX Forward Contracts are entered into with domestic licensed financial institutions which have extended FOREX lines to the Group. The associated Counter-Party risk is negligible.

(ii) Cash requirements of the derivatives

There is no cash movement from the Group to the counterparties when the Forward FX Contracts are incepted. Upon maturity of the FX Forward Contracts, domestic currency is exchanged for the foreign currency at the contracted rate to meet its obligations.

(iii) Policies in place for mitigating or controlling the risk associated with the derivatives

The Group uses derivative financial instruments to hedge specific risk exposures of the underlying hedge items and does not enter into derivative financial instruments for speculative purposes. The Group monitors the fluctuations in foreign currency exchange rates closely with the objective to minimise potential adverse effects on the financial performance of the Group. The Board of Directors regularly reviews the risk and approves the policy for managing the risk.

PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B12 **Off Balance Sheet Financial Instruments and Commitments**

At the Group level, off-balance-sheet financial instruments as at the date of this announcement were bank guarantees issued by its subsidiaries amounting to RM3.9 million as security for inbound supply of goods and services; and corporate guarantees issued by its listed subsidiary, Mycron Steel Berhad to lenders for borrowings extended to its steel subsidiaries amounting to RM117.1 million as at 30 September 2024.

At the Company level, off-balance-sheet financial instruments as at the date of this announcement was a corporate guarantee issued to a supplier as security for inbound supply of goods and services extended to its steel subsidiaries amounting to RM23.0 million as at 30 September 2024.

B13 **Material Litigation**

The Cold Rolled Coil (CRC) subsidiary has on 29 November 2023 obtained leave from the Kuala Lumpur High Court to commence judicial review proceedings on decisions made by the Ministry of Investment, Trade & Industry (MITI) to remove anti-dumping duties on CRC imported from South Korea and Vietnam. At the same hearing, the High Court also granted a 'Stay of Proceedings' on the said MITI's ruling pending outcome of the judicial review which has since been initiated. The Korean & Vietnam parties (not originally named as parties to the judicial proceedings) have since applied for 'intervention & redaction' on the matter. In the 'case management' hearing on 6 August 2024, the Court has fixed various dates for the Respondents, Interveners, and Applicants to file their affidavits & affidavits-in-reply, followed by written submissions & submissions-in-reply lasting until 18 April 2025. Culminating from that, the Court has fixed the Judicial Review Application to be heard on 8 May 2025.

Besides the aforementioned, the Group did not engage in any on-going material litigation either as a plaintiff or defendant, claims or arbitration which have a material effect on the financial position of the Group; and the Board was not aware of any proceedings pending or threatened against the Group or of any other facts likely to give rise to any proceedings which may materially and/or adversely affect the financial position and business of the Group.

B14 **Dividend**

The Company did not declare any dividend for the financial period ended 30 September 2024.

B15 **(Loss)/Earnings per Share**

(i) Basic (Loss)/Earnings per Ordinary Share

	Current year quarter 30/09/2024	Preceding year corresponding quarter 30/09/2023	Current year to date 30/09/2024	Preceding year corresponding period 30/09/2023
(Loss)/Earnings attributable to owners of the Company (RM'000)	(2,736)	482	(2,736)	482
Weighted average number of ordinary shares in issue ('000)	359,456	359,439	359,456	359,456
Basic (loss)/earnings per share (sen)	(0.76)	0.13	(0.76)	0.13

(ii) Diluted (Loss)/Earnings per Ordinary Share

This is not applicable to the Group.

PART B - EXPLANATORY NOTES: (AS PER BURSA MALAYSIA LISTING REQUIREMENT – PART A OF APPENDIX 9B)

These interim financial statements have been authorised for issue by the Board of Directors on the date set-forth below.

By order of the Board
KENNETH GOH KWAN WENG (BC/G/88)
Secretary
Kuala Lumpur
28 November 2024