



**MAGNUM BERHAD (197501002449)**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024**

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	3 months ended		9 months ended	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
Revenue	516,020	520,470	1,702,354	1,603,579
Cost of sales	(437,846)	(454,833)	(1,460,844)	(1,373,729)
Gross profit	78,174	65,637	241,510	229,850
Other income	13,566	5,876	21,316	9,412
Administrative expenses	(10,648)	(9,769)	(32,189)	(32,255)
Other expenses	(18,263)	(10,766)	(48,959)	(44,513)
<b>Operating profit</b>	<b>62,829</b>	<b>50,978</b>	<b>181,678</b>	<b>162,494</b>
Finance costs	(9,807)	(11,130)	(28,919)	(33,221)
<b>Profit before tax</b>	<b>53,022</b>	<b>39,848</b>	<b>152,759</b>	<b>129,273</b>
Income tax expense	(23,284)	(9,714)	(50,734)	(39,032)
<b>Profit for the financial period</b>	<b>29,738</b>	<b>30,134</b>	<b>102,025</b>	<b>90,241</b>
<b>Other comprehensive income</b>				
Foreign currency translation	55	(1)	44	(22)
Change in fair value of financial assets at fair-value-through-other comprehensive income	(16)	(7)	(50)	21
	39	(8)	(6)	(1)
<b>Total comprehensive income for the financial period</b>	<b>29,777</b>	<b>30,126</b>	<b>102,019</b>	<b>90,240</b>
<b>Profit for the financial period attributable to:</b>				
Owners of the Company	29,300	29,797	100,727	89,214
Non-controlling interests	438	337	1,298	1,027
	<b>29,738</b>	<b>30,134</b>	<b>102,025</b>	<b>90,241</b>
<b>Total comprehensive income for the financial period attributable to:</b>				
Owners of the Company	29,339	29,789	100,721	89,213
Non-controlling interests	438	337	1,298	1,027
	<b>29,777</b>	<b>30,126</b>	<b>102,019</b>	<b>90,240</b>
<b>Earnings per share attributable to owners of the Company (sen per share) :</b>				
Basic	2.04	2.07	7.01	6.21

These condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

	(UNAUDITED) AS AT 30.9.2024 RM'000	(AUDITED) AS AT 31.12.2023 RM'000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	69,285	64,917
Right-of-use assets	13,449	14,364
Investment properties	507	512
Investment securities	388,247	395,493
Intangible assets	2,738,260	2,738,272
Deferred tax assets	1,663	1,663
	<u>3,211,411</u>	<u>3,215,221</u>
<b>Current assets</b>		
Inventories	840	861
Investment securities	21,091	23,095
Receivables	79,414	94,232
Tax recoverable	3,271	4,770
Deposits, cash and bank balances	182,480	174,232
	<u>287,096</u>	<u>297,190</u>
<b>Total Assets</b>	<u><b>3,498,507</b></u>	<u><b>3,512,411</b></u>
<b>Equity and liabilities</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	2,154,357	2,154,357
Treasury Shares	(1,163)	(1,163)
Reserves	306,082	284,362
<b>Shareholders' equity</b>	<u>2,459,276</u>	<u>2,437,556</u>
<b>Non-controlling interests</b>	<u>21,956</u>	<u>21,415</u>
<b>Total equity</b>	<u>2,481,232</u>	<u>2,458,971</u>
<b>Non-current liabilities</b>		
Borrowings	549,149	623,891
Lease liabilities	2,554	3,379
Deferred tax liabilities	2,581	2,581
	<u>554,284</u>	<u>629,851</u>
<b>Current liabilities</b>		
Borrowings	189,827	153,006
Lease liabilities	1,705	1,638
Payables	265,027	267,421
Tax payable	6,432	1,524
	<u>462,991</u>	<u>423,589</u>
<b>Total liabilities</b>	<u>1,017,275</u>	<u>1,053,440</u>
<b>Total equity and liabilities</b>	<u><b>3,498,507</b></u>	<u><b>3,512,411</b></u>
<b>Net assets per share attributable to owners of the Company (RM)</b>	<u><b>1.71</b></u>	<u><b>1.70</b></u>

These condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

	----- Attributable to Owners of the Company -----					NON- CONTROLLING INTERESTS RM'000	TOTAL EQUITY RM'000
	---- Non-distributable ----						
	SHARE CAPITAL RM'000	OTHER RESERVES RM'000	TREASURY SHARES RM'000	RETAINED PROFITS RM'000			
<b>At 1 January 2024</b>	2,154,357	(567,462)	(1,163)	851,824	21,415		2,458,971
Total comprehensive income for the financial period	-	(6)	-	100,727	1,298		102,019
Dividends paid	-	-	-	(79,045)	-		(79,045)
Acquisition of additional shares in a subsidiary from non-controlling interests	-	-	-	-	(757)		(757)
Realization of fair value loss upon maturity of Malaysian Government Securities		44					44
<b>At 30 September 2024</b>	<b>2,154,357</b>	<b>(567,424)</b>	<b>(1,163)</b>	<b>873,506</b>	<b>21,956</b>		<b>2,481,232</b>
<b>At 1 January 2023</b>	2,154,357	(567,479)	(1,163)	805,596	20,266		2,411,577
Total comprehensive income for the financial period	-	(1)	-	89,214	1,027		90,240
Dividends paid	-	-	-	(64,673)	(73)		(64,746)
<b>At 30 September 2023</b>	<b>2,154,357</b>	<b>(567,480)</b>	<b>(1,163)</b>	<b>830,137</b>	<b>21,220</b>		<b>2,437,071</b>

These condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

## CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2024

	9 months ended	
	30.9.2024 RM'000	30.9.2023 RM'000
<b>OPERATING ACTIVITIES</b>		
Profit before tax	152,759	129,273
Adjustments for:		
Non-cash items	7,020	3,595
Non-operating items	11,476	28,223
Operating cash flows before working capital changes	<u>171,255</u>	<u>161,091</u>
Changes in working capital:		
Inventories	21	99
Receivables	28,878	1,762
Payables	5,225	15,795
Cash flows generated from operations	<u>205,379</u>	<u>178,747</u>
Finance cost paid	(730)	(370)
Income tax refund	1,768	2,111
Income tax paid	(46,095)	(40,818)
<b>Net cash flows generated from operating activities</b>	<u>160,322</u>	<u>139,670</u>
<b>INVESTING ACTIVITIES</b>		
Proceeds from disposal of :		
- property, plant and equipment	95	209
- investment securities	10,392	2,040
Purchase of :		
- property, plant and equipment	(9,988)	(9,213)
- investment securities	(2,817)	(1,995)
- additional shares in a subsidiary	(757)	-
Movement in cash deposits pledged	(34)	(86)
Movement in cash deposits with licensed banks	(71)	-
Interest received	4,992	4,919
<b>Net cash flows generated from/(used in) investing activities</b>	<u>1,812</u>	<u>(4,126)</u>
<b>FINANCING ACTIVITIES</b>		
Dividends paid to shareholders	(79,045)	(64,673)
Dividends paid to non-controlling interests	-	(73)
Prepayment of lease liabilities	(1,451)	(1,298)
Repayment of medium term notes	(37,500)	(50,000)
Interest paid	(35,995)	(40,847)
Transaction cost paid	-	(662)
<b>Net cash flows used in financing activities</b>	<u>(153,991)</u>	<u>(157,553)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	8,143	(22,009)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	159,628	174,877
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<u>167,771</u>	<u>152,868</u>
Cash and cash equivalents consist of :		
Deposits, cash and bank balances	182,480	169,434
Cash deposits pledged	(11,768)	(16,566)
Cash deposits with licensed banks with maturity period of more than 3 months	(2,941)	-
	<u>167,771</u>	<u>152,868</u>

These condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

## A EXPLANATORY NOTES PURSUANT TO MFRS 134

### A1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in compliance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 : Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9 paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The unaudited interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023. 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 financial year ended 31 December 2023.

### A2 Significant Accounting Policies

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent annual financial statement for the year ended 31 December 2023, except for the adoption of the following amendments to MFRSs during the current financial period :

#### Effective for financial periods beginning on or after 1 January 2024

Amendments to MFRS 101	Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements

The adoption of the above does not have a material impact on the financial statements of the Group in the period of initial application.

At the date of authorisation of this unaudited interim financial statements, the following amendments to MFRSs have been issued by the MASB but are not yet effective and have not been adopted by the Group :

#### Effective for financial periods beginning on or after 1 January 2025

Amendments to MFRS 121	The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability
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#### Effective for financial periods beginning on or after 1 January 2026

Amendments to MFRS 9 and MFRS 7	Classification and Measurement of Financial Instruments Disclosures
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#### Effective for financial periods beginning on or after 1 January 2027

MFRS 19	Subsidiaries without Public Accountability Disclosure
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#### Amendments to MFRSs effective for a date yet to be confirmed

Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
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The Directors expect that the adoption of the above standards will have no material impact on the financial statements of the Group upon their initial application.

### A3 Seasonal or Cyclical Factors

The business operations of the Group are generally dependent on the state of the overall economic environment.

### A4 Unusual Items Affecting Interim Financial Report

There was no unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter ended 30 September 2024.

### A5 Accounting Estimates

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current financial period.

### A6 Changes in Debt and Equity Securities

There were no changes in debt and equity securities in the current financial period.

**A EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A7 Dividends Paid**

During the financial period ended 30 September 2024, the Company has paid the following dividends:

- (i) a fourth interim dividend of 2.0 sen per share in respect of financial year ended 31 December 2023, amounting to RM28.743 million on 22 March 2024;
- (ii) a first interim dividend of 1.5 sen per share in respect of financial year ending 31 December 2024, amounting to RM21.558 million on 25 June 2024; and
- (iii) a second interim dividend of 2.0 sen per share in respect of financial year ending 31 December 2024, amounting to RM28.744 million on 20 September 2024.

**A8 Segmental Information**

	9 months ended	
	30.9.2024 RM'000	30.9.2023 RM'000
<b>Segmental Revenue</b>		
Gaming	1,702,273	1,603,377
Investment holdings & others	47,105	45,925
	1,749,378	1,649,302
Eliminations	(47,024)	(45,723)
Total	1,702,354	1,603,579
<b>Segmental Results</b>		
Gaming	142,715	127,928
Investment holdings & others	57,068	47,068
	199,783	174,996
Eliminations	(47,024)	(45,723)
Profit Before Tax	152,759	129,273

**A9 Material Subsequent Events**

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

**A10 Changes in Composition of the Group**

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

**A11 Fair Value Hierarchy**

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value :

- Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; or
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

As at the reporting date, the Group held the following financial assets that are measured at fair value:

		Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>30 September 2024</b>					
Current	FVTPL	11,060	-	-	11,060
Current	FVOCI	10,031	-	-	10,031
Non-current	FVOCI	2,818	-	385,429	388,247
		23,909	-	385,429	409,338
<b>31 December 2023</b>					
Current	FVTPL	20,077	-	-	20,077
Current	FVOCI	3,018	-	-	3,018
Non-current	FVOCI	10,064	-	385,429	395,493
		33,159	-	385,429	418,588

**A12 Contingent Liabilities**

There were no changes in contingent liabilities or contingent assets since the last audited reporting date as at 31 December 2023.

**B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES****B1 Review of Performance of the Group****Quarter ended 30 September 2024 versus the same quarter in 2023**

	3 months ended		Changes	
	30.9.2024 RM'000	30.9.2023 RM'000	RM'000	%
Revenue				
- Gaming	516,000	520,309	(4,309)	(0.8%)
- Investment holdings and others	20	161	(141)	(87.6%)
	516,020	520,470	(4,450)	-0.9%
Profit before tax				
- Gaming	45,805	34,027	11,778	34.6%
- Investment holdings and others	7,217	5,821	1,396	24.0%
	53,022	39,848	13,174	33.1%

**Overview**

The Group registered a total revenue of RM516.0 million for the current quarter, which was RM4.5 million or 0.9% lower than that in the previous year's corresponding quarter. Despite lower revenue, the current quarter's profit before tax at RM53.0 million was higher by RM13.2 million when compared to RM39.8 million recorded in the previous year's corresponding quarter. The higher pre-tax profit was mainly attributable to Gaming Division.

**Gaming**

The Group recorded a lower gaming revenue of RM516.0 million which was RM4.3 million lower than RM520.3 million in the previous year's corresponding quarter. The lower revenue achieved was due to 2 lesser draws in the current quarter (2024 : 40 draws; 2023 : 42 draws).

Despite a lower gaming revenue in the current quarter, the Gaming division recorded a pre-tax profit of RM45.8 million, which was RM11.8 million higher when compared to RM34.0 million recorded in last year's corresponding quarter. The higher pre-tax profit was mainly due to lower prizes payout and reduction in interest expense as a result of lower amount of MTN outstanding.

**Investment Holdings and Others**

Investment Holdings and Others division recorded a pre-tax profit of RM7.2 million, compared to RM5.8 million pre-tax profit in the previous year's corresponding quarter. The higher pre-tax profit in the current quarter was due to higher interest income, offsetted by higher fair value loss on investments.

**9 months ended 30 September 2024 versus the same period in 2023**

	9 months ended		Changes	
	30.9.2024 RM'000	30.9.2023 RM'000	RM'000	%
Revenue				
- Gaming	1,702,273	1,603,377	98,896	6.2%
- Investment holdings and others	81	202	(121)	(59.9%)
	1,702,354	1,603,579	98,775	6.2%
Profit before tax				
- Gaming	142,715	127,928	14,787	11.6%
- Investment holdings and others	10,044	1,345	8,699	646.8%
	152,759	129,273	23,486	18.2%

**Overview**

The Group registered a total revenue of RM1.702 billion for the current nine months period, which was RM98.8 million higher than the previous year's corresponding period of RM1.603 billion. Accordingly, the Group recorded a higher profit before tax of RM152.8 million, which was RM23.5 million higher when compared to RM129.3 million achieved in the previous year's corresponding period.

**Gaming**

Despite the same number of draws in the current period as compared to last year's corresponding period (2024 : 123 draws; 2023 : 123 draws), the Group recorded a significant higher revenue of RM1.702 billion in the current period, an increase of RM98.9 million when compared to RM1.603 billion recorded in last year's corresponding period due mainly to higher 4D Classic and 4D Jackpot sales.

The Group recorded a gaming pre-tax profit of RM142.7 million in current nine months period against RM127.9 million in the last year's corresponding period. The increase of RM14.8 million was mainly due to higher gaming revenue and reduction in interest expense as a result of lower amount of MTN outstanding, but reduced by higher prize payout in the current nine months period.

**Investment Holdings and Others**

Investment Holdings and Others division recorded a pre-tax profit of RM10.0 million in the current nine months period compared to pre-tax profit of RM1.3 million in the previous year's corresponding period. The higher pre-tax profit was mainly due to higher interest income and gain on disposal of quoted investments, offsetted by fair value loss on investments recognised in the current nine months under review.

**B2 Material change in Profit Before Tax for the current quarter compared with the immediate preceding quarter****Quarter ended 30 September 2024 versus 30 June 2024**

	3 months ended		Changes	
	30.9.2024 RM'000	30.6.2024 RM'000	RM'000	%
Revenue				
- Gaming	516,000	601,890	(85,890)	(14.3%)
- Investment holdings and others	20	48	(28)	(58.3%)
	516,020	601,938	(85,918)	(14.3%)
Profit/(Loss) before tax				
- Gaming	45,805	62,427	(16,622)	(26.6%)
- Investment holdings and others	7,217	(729)	7,946	1090.0%
	53,022	61,698	(8,676)	(14.1%)

**Overview**

The Group reported a revenue of RM516.0 million, which was RM85.9 million lower when compared to the immediate preceding quarter of RM601.9 million. The lower revenue was mainly due to the Gaming division. In line with lower revenue, the Group recorded a lower pre-tax profit of RM53.0 million for the current quarter as compared to RM61.7 million in the immediate preceding quarter. The lower pre-tax profit in the current quarter was mainly due to the Gaming division, mitigated by the Investment Holdings and Others division.

**Gaming**

The Group recorded a lower gaming revenue by RM85.9 million in the current quarter, due to a strong Jackpot run in the immediate preceding quarter that had contributed to a significant increase in gaming revenue. In addition, there was one less draw in the current quarter (Q3 : 40 draws; Q2: 41 draws).

In line with lower gaming revenue, the Gaming division's pre-tax profit for the current quarter at RM45.8 million was lower by RM16.6 million when compared to RM62.4 million pre-tax profit achieved in the immediate preceding quarter, mitigated by lower prizes payout in the current quarter.

**Investment Holdings and Others**

Investment Holdings and Others division recorded a pre-tax profit of RM7.2 million in the current quarter compared to pre-tax loss of RM0.7 million in the immediate preceding quarter, which was mainly due to higher interest income, offsetted by higher fair value loss on investments in the current quarter.

**B3 Prospects**

With all 4 products attaining positive growth in the past 9 months, the Group continues to achieve commendable results. Barring unforeseen circumstances and premised on the continued growth trend of all our 4 products coupled with the Group's cost optimisation exercise, the Board is optimistic that the performance of the gaming business shall remain positive for the rest of the year.

**B4 Statement of the Board of Directors' opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced**

Not applicable.

**B5 Profit Forecast and Profit Guarantee**

There was no profit forecast or profit guarantee issued by the Company.

**B6 Income Tax Expense**

	3 months ended		9 months ended	
	30.9.2024 RM'000	30.9.2023 RM'000	30.9.2024 RM'000	30.9.2023 RM'000
Current income tax	22,868	9,034	50,318	38,352
Under provision in prior year	416	680	416	680
<b>Total income tax expense</b>	<b>23,284</b>	<b>9,714</b>	<b>50,734</b>	<b>39,032</b>

The effective tax rate of the Group for the current and the previous corresponding quarter was higher than the statutory tax rate mainly due to non-deductibility of certain expenses.

**B7 Corporate Proposals**

There is no corporate proposal announced but not completed as at the date of this announcement.



**B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES**

**B8 Borrowings**

The Group's borrowings as at 30 September 2024 are as follows:

	<b>Secured RM'000</b>
<b>Long term</b>	
Medium term notes	549,149
<b>Short term</b>	
Medium term notes	189,827
<b>Total</b>	<u><b>738,976</b></u>

The borrowings are denominated in Ringgit Malaysia.

**B9 Material Litigation**

There is no pending material litigation as at the date of this announcement.

**B10 Dividends**

The Board of Directors is pleased to declare a third interim dividend of 1.5 sen per share (2023 : 1.0 sen) for the current financial period, bringing the total dividend declared to date for the financial year ending 31 December 2024 to 5.0 sen per share (2023 : 4.0 sen).

The third interim dividend will be paid on 18 December 2024 to shareholders registered on the Register of Depositors at the close of business on 6 December 2024.

**B11 Basic Earnings Per Share**

Basic earnings per share ("EPS") is calculated by dividing the profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>30.9.2024</b>	<b>30.9.2023</b>	<b>30.9.2024</b>	<b>30.9.2023</b>
Profit for the financial period attributable to owners of the Company (RM'000)	29,300	29,797	100,727	89,214
Weighted average number of ordinary shares in issue ('000)	1,437,179	1,437,179	1,437,179	1,437,179
<b>Basic EPS (sen)</b>	<u>2.04</u>	<u>2.07</u>	<u>7.01</u>	<u>6.21</u>

**B12 Auditor's Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 31 December 2023 was not qualified.

**B13 Profit before tax**

	<b>3 months ended 30.9.2024 RM'000</b>	<b>9 months ended 30.9.2024 RM'000</b>
<b>The profit before taxation for the financial period is arrived at after charging/(crediting):</b>		
Amortisation of intangible assets	5	12
Changes in fair value of investment securities	6,257	3,481
Depreciation of property, plant and equipment	1,810	5,505
Depreciation of investment properties	2	5
Depreciation of right-of-use assets	479	1,419
Fair value loss upon maturity of FVOCI	44	44
Gain on disposal of investment securities	-	(1,856)
Gain on disposal of property, plant and equipment	(23)	(59)
Gain on modification of lease liability	(1)	(1)
Interest expense	9,807	28,919
Interest income	(16,238)	(19,052)
Property, plant and equipment written off	<u>(6)</u>	<u>79</u>

**B NOTES REQUIRED UNDER THE LISTING REQUIREMENTS OF BURSA SECURITIES**

**B14 Derivatives**

Not applicable.

**B15 Fair value changes of financial liabilities**

The carrying amounts of the Group's financial liabilities at amortised cost are reasonable approximations of fair values.

**By Order Of The Board**

**Company Secretary**  
**21 November 2024**