

Muda Holdings Berhad (197101000036)
Condensed Consolidated Interim Financial Statements
For The Six Months Ended 30 June 2024

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Note	Current Quarter		Cumulative Quarter	
		Three Months Ended		Six Months Ended	
		30.06.2024	30.06.2023	30.06.2024	30.06.2023
		Unaudited	Unaudited	Unaudited	Unaudited
		RM'000	RM'000	RM'000	RM'000
Revenue	B 6	331,658	346,413	691,953	725,802
Cost of sales		(297,426)	(315,432)	(612,173)	(671,289)
Gross profit		<u>34,232</u>	<u>30,981</u>	<u>79,780</u>	<u>54,513</u>
Other income		4,616	3,153	12,071	10,875
Distribution expenses		(24,089)	(23,530)	(51,597)	(49,606)
Administration expenses		(17,580)	(20,239)	(38,708)	(40,597)
Net reversal/(provision) of impairment loss on financial assets		105	2	448	(653)
Other expenses		(444)	(60)	(676)	(1,556)
Finance income		368	209	810	429
Finance costs		(7,994)	(7,659)	(15,930)	(15,271)
Share of results of associates		(82)	2	(280)	44
Loss before tax	B 7	<u>(10,868)</u>	<u>(17,141)</u>	<u>(14,082)</u>	<u>(41,822)</u>
Tax income	B 8	5,274	4,002	9,318	11,542
Loss for the period		<u>(5,594)</u>	<u>(13,139)</u>	<u>(4,764)</u>	<u>(30,280)</u>
Other comprehensive income/(loss), net of tax					
Items that will not be reclassified subsequently to profit or loss					
Revaluation of property, plant and equipment		211	-	211	-
Net change in fair value of equity investment designated at fair value through other comprehensive income ("FVOCI")		-	(2,307)	-	(2,307)
Tax effect thereon		(51)	-	(51)	-
		<u>160</u>	<u>(2,307)</u>	<u>160</u>	<u>(2,307)</u>
Item that may be reclassified subsequently to profit or loss					
Foreign currency translation differences for foreign operations		(313)	4,342	203	5,948
		<u>(313)</u>	<u>4,342</u>	<u>203</u>	<u>5,948</u>
Other comprehensive income/(loss) for the period, net of tax		<u>(153)</u>	<u>2,035</u>	<u>363</u>	<u>3,641</u>
Total comprehensive loss for the period		<u>(5,747)</u>	<u>(11,104)</u>	<u>(4,401)</u>	<u>(26,639)</u>

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Note	Current Quarter		Cumulative Quarter		
	Three Months Ended		Six Months Ended		
	30.06.2024	30.06.2023	30.06.2024	30.06.2023	
	Unaudited	Unaudited	Unaudited	Unaudited	
	RM'000	RM'000	RM'000	RM'000	
Loss attributable to:					
Owners of the Company	(5,128)	(12,686)	(4,172)	(30,198)	
Non-controlling interests	(466)	(453)	(592)	(82)	
Loss for the period	<u>(5,594)</u>	<u>(13,139)</u>	<u>(4,764)</u>	<u>(30,280)</u>	
Total comprehensive loss attributable to:					
Owners of the Company	(5,090)	(11,069)	(3,809)	(27,450)	
Non-controlling interests	(657)	(35)	(592)	811	
Total comprehensive loss for the period	<u>(5,747)</u>	<u>(11,104)</u>	<u>(4,401)</u>	<u>(26,639)</u>	
Loss per share attributable to owners of the Company:					
Basic and diluted (Sen)	B15	<u>(1.68)</u>	<u>(4.16)</u>	<u>(1.37)</u>	<u>(9.90)</u>

This Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Group's audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

Muda Holdings Berhad (197101000036)
Condensed Consolidated Interim Financial Statements
For The Six Months Ended 30 June 2024

Condensed Consolidated Statement of Financial Position

	Note	30-06-2024 Unaudited RM'000	31-12-2023 Audited RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		1,363,147	1,397,000
Right-of-use assets		53,789	53,397
Capital work-in-progress		97,152	80,202
Investment properties		7,430	8,980
Investment in associates		1,343	1,622
Intangible assets		16,637	16,637
Deferred tax assets		1,421	714
		<u>1,540,919</u>	<u>1,558,552</u>
Current Assets			
Inventories		361,611	336,930
Trade receivables		221,663	238,026
Other receivables		53,314	35,145
Amount due from associates		1,417	1,422
Tax recoverable		11,570	11,043
Financial assets at fair value through profit or loss ("FVPL")		5,826	5,495
Derivative financial assets		3	4
Cash and bank balances, deposits and short term placements		132,804	169,569
Asset held for sale		19,320	-
		<u>807,528</u>	<u>797,634</u>
TOTAL ASSETS		<u><u>2,348,447</u></u>	<u><u>2,356,186</u></u>
EQUITY AND LIABILITIES			
Equity			
Share capital		159,471	159,471
Reserves		441,406	442,757
Retained earnings		650,340	652,798
Equity attributable to owners of the Company		<u>1,251,217</u>	<u>1,255,026</u>
Non-controlling Interests		<u>44,539</u>	<u>45,131</u>
Total Equity		<u><u>1,295,756</u></u>	<u><u>1,300,157</u></u>

Muda Holdings Berhad (197101000036)
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For The Six Months Ended 30 June 2024

Condensed Consolidated Statement of Financial Position

	Note	30-06-2024 Unaudited RM'000	31-12-2023 Audited RM'000
Non-Current Liabilities			
Borrowings	B11	128,739	142,129
Provision for retirement benefit		62,225	62,428
Government grants		15,276	16,229
Deferred tax liabilities		85,580	95,404
		<u>291,820</u>	<u>316,190</u>
Current Liabilities			
Trade payables		45,455	56,725
Other payables		93,502	109,444
Borrowings	B11	618,900	570,206
Tax payable		1,109	1,559
Government grants		1,905	1,905
		<u>760,871</u>	<u>739,839</u>
Total Liabilities		<u>1,052,691</u>	<u>1,056,029</u>
TOTAL EQUITY AND LIABILITIES		<u>2,348,447</u>	<u>2,356,186</u>
Net assets per share attributable to owners of the Company (RM)		4.10	4.11

This Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

Muda Holdings Berhad (197101000036)
Condensed Consolidated Interim Financial Statements
For The Six Months Ended 30 June 2024

Condensed Consolidated Statement of Changes in Equity

	← Attributable to Owners of the Company →					Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Exchange Fluctuation Reserve RM'000	Fair Value Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000			
At 1 January 2024	159,471	32,773	-	409,984	652,798	1,255,026	45,131	1,300,157
Loss for the period	-	-	-	-	(4,172)	(4,172)	(592)	(4,764)
Realisation of revaluation reserve upon depreciation of revalued assets	-	-	-	(1,714)	1,714	-	-	-
Other comprehensive income	-	203	-	160	363	363	-	363
Total comprehensive loss for the period	-	203	-	(1,554)	(2,458)	(3,809)	(592)	(4,401)
At 30 June 2024	159,471	32,976	-	408,430	650,340	1,251,217	44,539	1,295,756

This Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

Muda Holdings Berhad (197101000036)
Condensed Consolidated Interim Financial Statements
For The Six Months Ended 30 June 2024

Condensed Consolidated Statement of Changes in Equity

	← Attributable to Owners of the Company →					Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	← Non-Distributable		→ Distributable					
	Share Capital RM'000	Exchange Fluctuation Reserve RM'000	Fair Value Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000			
At 1 January 2023	159,471	26,885	5,230	414,039	688,134	1,293,759	43,278	1,337,037
(Loss)/Profit for the period	-	-	-	-	(30,198)	(30,198)	(82)	(30,280)
Realisation of revaluation reserve upon depreciation of revalued assets	-	-	-	(1,956)	1,956	-	-	-
Other comprehensive income	-	4,362	(1,614)	-	-	2,748	893	3,641
Total comprehensive (loss)/income for the period	-	4,362	(1,614)	(1,956)	(28,242)	(27,450)	811	(26,639)
At 30 June 2023	159,471	31,247	3,616	412,083	659,892	1,266,309	44,089	1,310,398

This Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

Muda Holdings Berhad (197101000036)
Condensed Consolidated Interim Financial Statements
For The Six Months Ended 30 June 2024

Condensed Consolidated Statement of Cash Flows

	Six Months Ended	
	30-06-2024	30-06-2023
	Unaudited	Unaudited
	RM'000	RM'000
OPERATING ACTIVITIES		
Loss before tax	(14,082)	(41,822)
Adjustments For :-		
Non-cash and non-operating items	<u>51,843</u>	<u>54,013</u>
Operating profit before working capital changes	37,761	12,191
Changes in working capital:-		
Net changes in inventories	(25,114)	31,050
Net change in receivables	(805)	(675)
Net change in payable	(27,303)	(18,943)
Bill payable	<u>56,884</u>	<u>30,840</u>
Cash generated from operations	<u>41,423</u>	<u>54,463</u>
Retirement benefits paid	(3,356)	(2,687)
Net tax paid	(2,253)	1,400
Interest received	810	429
Interest paid	<u>(7,591)</u>	<u>(6,918)</u>
Net cash from operating activities	<u>29,033</u>	<u>46,687</u>
INVESTING ACTIVITIES		
Capital work-in-progress incurred	(23,404)	(32,547)
Purchase of property, plant and equipment	(6,306)	(10,586)
Proceeds from disposal of property, plant and equipment	2,026	154
Dividend income	715	-
Receipts of government grants	-	13,215
Net cash used in investing activities	<u>(26,969)</u>	<u>(29,764)</u>
FINANCING ACTIVITIES		
Interest paid	(9,220)	(9,012)
Drawdown of borrowings	101,160	139,824
Repayment of borrowings	(143,025)	(161,007)
Withdrawal/(Placement) of fixed deposit pledged	<u>(2,565)</u>	<u>7,458</u>
Net cash used in financing activities	<u>(53,650)</u>	<u>(22,737)</u>

Muda Holdings Berhad (197101000036)
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For The Six Months Ended 30 June 2024

Condensed Consolidated Statement of Cash Flows

	Six Months Ended	
	30-06-2024	30-06-2023
	Unaudited	Unaudited
	RM'000	RM'000
CASH AND CASH EQUIVALENTS		
Net changes	(51,586)	(5,814)
Effect of exchange rate changes	321	2,214
At beginning of financial period	<u>150,757</u>	<u>105,855</u>
At end of financial period	<u><u>99,492</u></u>	<u><u>102,255</u></u>
Cash and cash equivalents at the end of the period comprise of:		
Cash and bank balances	70,108	75,654
Fixed deposits with licensed banks	21,465	9,614
Short term investments	<u>41,231</u>	<u>38,347</u>
	132,804	123,615
Less: Fixed deposits pledged	(4,043)	(3,185)
Bank overdraft	<u>(29,269)</u>	<u>(18,175)</u>
	<u><u>99,492</u></u>	<u><u>102,255</u></u>

This Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to these interim financial statements.

Notes

A. Explanatory Notes Pursuant to MFRS 134

1. Basis of Preparation

The Condensed Interim Financial Statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: *Interim Financial Reporting* and Paragraph 9.22 of Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Statements also complied with IAS 34: *Interim Financial Reporting* issued by the International Accounting Standard Board (“IASB”).

The Condensed Consolidated 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 these Condensed Consolidated 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 Muda Holdings Berhad (“MHB” or the “Company”) and its subsidiaries and associates (the “Group”) since the financial year ended 31 December 2023.

2. Significant Accounting Policies

Significant accounting policies and methods of computation adopted for the condensed interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2023 except for the adoption of the new/revised MFRS mentioned below.

2.1 Adoption of Amendments to MFRSs and IC Interpretation

On 1 January 2024, the Group adopted the following Amendments to MFRSs which are mandatory for annual financial periods beginning on or after 1 January 2024:

- MFRS 7 – *Financial Instruments Disclosures*
- Amendments to MFRS 16 – *Leases*
- Amendments to MFRS 101 – *Presentation of Financial Statements*
- Amendment to MFRS 107 – *Statements of Cash Flows*

The adoption of the above amendments to MFRSs are either not relevant or did not have any significant effects on the interim financial report upon their initial application.

2.2 MFRSs and Amendments to MFRSs issued but not yet effective

The following are MFRSs and Amendments to MFRSs with effective dates after 1 January 2024 issued by Malaysian Accounting Standard Board (“MASB”) and they have not been early adopted by the Group:

2. Significant Accounting Policies (cont'd)

2.2 MFRSs and Amendments to MFRSs issued but not yet effective (cont'd)

(a) MFRS and Amendments effective for annual periods beginning on or after 1 January 2025

- Amendments to MFRS 121 – *The Effects of Changes in Foreign Exchange Rates*

(b) MFRS and Amendments effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 7 – *Financial Instruments*
- Amendments to MFRS 9 – *Financial Instruments*

(c) MFRS and Amendments 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*

(d) Amendments effective for a date yet to be confirmed

- Amendments to MFRS 10 – *Consolidated Financial Statements*
- Amendments to MFRS 128 – *Investments in Associates and Joint Ventures*

3. Comments about Seasonal or Cyclical Factors

Prices of the Group's products were affected by the cyclical nature of international paper prices.

4. Extraordinary and exceptional items

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

5. Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial year which would have material effect in the quarter ended 30 June 2024.

6. Debt and Equity Securities

The Company did not implement any scheme involving issuance of debt or equity securities or shares buyback during the quarter ended 30 June 2024.

7. Dividend Paid

No dividend was paid during the quarter ended 30 June 2024.

Muda Holdings Berhad (197101000036)**Unaudited Condensed Consolidated Interim Financial Statements for the Six Months Ended 30 June 2024****8. Operating Segments**

Segmental information for the period ended 30 June 2024 and 30 June 2023 are as follows:-

	Manufacturing RM'000	Trading RM'000	Others RM'000	Elimination RM'000	Total RM'000
Period Ended 30 June 2024					
Revenue					
External revenue	637,999	53,339	615	-	691,953
Inter-segment revenue	7,976	129,110	4,390	(141,476)	-
Total revenue	<u>645,975</u>	<u>182,449</u>	<u>5,005</u>	<u>(141,476)</u>	<u>691,953</u>
Segment Profit/(Loss)	(1,148)	(2,521)	9,743	(4,756)	1,318
Finance Income					810
Finance costs					(15,930)
Share of results of associates					(280)
Loss before tax					<u>(14,082)</u>
Period Ended 30 June 2023					
Revenue					
External revenue	666,494	58,783	525	-	725,802
Inter-segment revenue	7,533	106,665	4,218	(118,416)	-
Total revenue	<u>674,027</u>	<u>165,448</u>	<u>4,743</u>	<u>(118,416)</u>	<u>725,802</u>
Segment Loss	(22,604)	(1,341)	(431)	(2,648)	(27,024)
Finance Income					429
Finance costs					(15,271)
Share of results of associates					44
Loss before tax					<u>(41,822)</u>

9. Material Event and Event Subsequent to the End of the Current Financial Period

There were no material events subsequent to the end of the current quarter and financial period under review.

10. Changes in the Composition of the Group

There were no changes in the composition of the Group for the quarter under review.

11. Changes in Contingent Liabilities and Contingent Assets

There were no material contingent liabilities and contingent assets subsequent to the end of the current quarter and financial period under review.

12. Capital Commitment

	30.06.2024	31.12.2023
	RM'000	RM'000
Contracted but not provided for	<u>72,987</u>	<u>24,822</u>

13. Related Party Transactions

Related party transactions conducted during the six months ended 30 June 2024 and 30 June 2023 are as follows:

	Current Quarter		Cumulative Quarter	
	Three Months Ended		Six Months Ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
(a) Transactions with Major Shareholder, Asia File Corporation Bhd and its subsidiaries				
Sales of goods	420	348	923	753
(b) Transactions with a company in which directors have interest				
Rental of premises	36	36	72	72
(c) Transactions with Associates				
Sales of goods	28	209	266	209

The above transactions were entered into in the ordinary course of business and were made on normal commercial terms which were not more favourable than those generally available to the public.

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

1. Performance Review

	Current quarter			Cumulative quarter		
	Three months ended			Six months ended		
	30.06.2024	30.06.2023	Variance	30.06.2024	30.06.2023	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue						
- Manufacturing	310,869	321,064	(3.2)	637,999	666,494	(4.3)
- Trading	20,447	24,850	(17.7)	53,339	58,783	(9.3)
- Others	342	499	(31.5)	615	525	17.1
Total revenue	331,658	346,413	(4.3)	691,953	725,802	(4.7)
Gross profit ("GP")	34,232	30,981	10.5	79,780	54,513	46.4
Earnings Before Interest, Tax, Depreciation & Amortisation (EBITDA)	17,450	10,968	59.1	42,838	14,559	194.2
Loss before tax ("LBT")	(10,868)	(17,141)	(36.6)	(14,082)	(41,822)	(66.3)
GP margin (%)	10.32	8.94	15.4	11.53	7.51	53.5
EBITDA margin (%)	5.26	3.17	66.2	6.19	2.01	208.6
LBT margin (%)	(3.28)	(4.95)	(33.8)	(2.04)	(5.76)	(64.7)

1st Half Financial Year 2024 ("1HFY24") vs 1st Half Financial Year 2023 ("1HFY23")

Revenue for the 1HFY24 was RM692.0 million as compared with the same period last year of RM725.8 million, a decrease of RM33.8 million or 4.7%. The lower revenue was attributable to lower Average Selling Prices ("ASP").

The Group recorded a higher gross profit by 46.4% to RM79.8 million as compared to same period last year of RM54.5 million. The better GP margin was attributed to the higher margin achieved in manufacturing segment as a results of lower energy cost incurred especially on paper mills by 25.9% resulting from a lower gas per unit, lower ICPT and lastly the full commissioning of the biomass boiler since Oct'23 onwards.

In line with better GP, the Group recorded a lower LBT by 66.3% from RM41.8 million to RM14.1 million. In addition to the better GP margin, a higher gain on disposal off PPE also help in lower the LBT.

Despite the above positive note, the Group distribution cost saw an increase of 4.0% or RM2.0 million due to higher freight charges due to the Red Sea conflict. Lastly, the finance cost was higher by 4.3% or RM0.7 million as a result of higher borrowings.

2. Comparison with Preceding Quarter (Q2 FY24 vs Q1 FY24)

	Current quarter		
	Three months ended		
	30.06.2024	31.03.2024	Variance
	RM'000	RM'000	%
Revenue			
- Manufacturing	310,869	327,130	(5.0)
- Trading	20,447	32,892	(37.8)
- Others	342	273	25.3
Total revenue	<u>331,658</u>	<u>360,295</u>	<u>(7.9)</u>
Gross profit ("GP")	34,232	45,548	(24.8)
Earnings Before Interest, Tax, Depreciation & Amortisation (EBITDA)	17,450	25,388	(31.3)
Loss before tax ("LBT")	<u>(10,868)</u>	<u>(3,214)</u>	<u>238.1</u>
GP margin (%)	10.32	12.64	(18.4)
EBITDA margin (%)	5.26	7.05	(25.3)
LBT margin (%)	<u>(3.28)</u>	<u>(0.89)</u>	<u>267.3</u>

The Group revenue for current quarter Q2 FY24 was RM331.7 million or 7.9% lower compared to the preceding quarter. The lower revenue was mainly due to lower sales in both segments. The lower manufacturing sales was due to softening market demand.

The Group recorded a lower GP margin in both segments. The lower GP margin in manufacturing segment was due to higher raw material cost. In line with lower GP, the Group reported a higher LBT of RM10.9 million against RM3.2 million in preceding quarter.

3. Comparison with corresponding quarter (Q2 FY24 vs Q2 FY23)

Revenue for the second quarter in FY24 of RM331.7 million was 4.3% lower than corresponding quarter in FY23 of RM346.4 million due to lower selling prices for manufacturing segment.

The Group net loss narrowed from a LBT of RM 17.1 million in Q2FY23 to RM10.9 million in Q2FY24. The lower loss achieved was partly due to lower energy cost on paper mills by 21.8% as a result of lower gas per unit.

4. Commentary on Prospects

The Group expect the business environment to remain volatile for the second half of 2024. Geopolitical events such as the Russia-Ukraine War and conflicts in the Middle East continue to contribute to volatility. The Group's performance are expected to be affected by the following factors:-

- 1) The demand and supply of the paper products in the region;
- 2) Our ability to optimise production outputs and efficiency; and
- 3) Global economic demand and growth.

Despite the above challenges, the Group is committed to maintain its focus on cost management, product innovation, efficiency improvement and automation initiatives across our operations to maintain our competitiveness.

Barring any unforeseen circumstances, year 2024 will be a better year than year 2023.

5. Profit Forecast or Profit Guarantee

There was no profit forecast or profit guarantee issued.

6. Revenue**Disaggregation of revenue from contracts with customers**

Revenue from contracts with customers is disaggregated by primary geographical market, major products and timing of revenue recognition in the following table:-

	Manufacturing RM'000	Trading RM'000	Others RM'000	Total RM'000
Period Ended 30 June 2024				
Major products/service lines				
Manufacturing and sale of industrial paper and paper related products	586,999	-	-	586,999
Trading of school books, uniforms and stationery	-	41,052	-	41,052
Trading of paper related products and agency commission earned	-	12,287	-	12,287
Others	51,000	-	615	51,615
Total revenue	<u>637,999</u>	<u>53,339</u>	<u>615</u>	<u>691,953</u>
Primary geographical markets				
Malaysia	625,373	8,379	615	634,367
Singapore	7,528	41,583	-	49,111
Others	5,098	3,377	-	8,475
	<u>637,999</u>	<u>53,339</u>	<u>615</u>	<u>691,953</u>

6. Revenue (cont'd)

Disaggregation of revenue from contracts with customers

Revenue from contracts with customers is disaggregated by primary geographical market, major products and timing of revenue recognition in the following table:-

	Manufacturing RM'000	Trading RM'000	Others RM'000	Total RM'000
Period Ended 30 June 2023				
Major products/service lines				
Manufacturing and sale of industrial paper and paper related products	618,209	-	-	618,209
Trading of school books, uniforms and stationery	-	38,422	-	38,422
Trading of paper related products and agency commission earned	-	20,361	-	20,361
Others	48,285	-	525	48,810
Total revenue	<u>666,494</u>	<u>58,783</u>	<u>525</u>	<u>725,802</u>
Primary geographical markets				
Malaysia	650,821	15,212	525	666,558
Singapore	9,494	40,345	-	49,839
Others	6,179	3,226	-	9,405
	<u>666,494</u>	<u>58,783</u>	<u>525</u>	<u>725,802</u>

7. Notes to the Statement of Profit or Loss and Other Comprehensive Income

Profit/(Loss) for the period was derived after taking into consideration of the following:-

	Current Quarter Three Months Ended		Cumulative Quarter Six Months Ended	
	30.06.2024 RM'000	30.06.2023 RM'000	30.06.2024 RM'000	30.06.2023 RM'000
After crediting				
Amortisation of government grants	476	376	952	598
Finance income	368	209	810	429
Gain on disposal of property, plant and equipment	1,120	*	1,313	105
Fair value gain/ (loss) on financial assets at fair value through profit or loss	109	(17)	272	(31)
Net gain/ (loss) on foreign exchange				
- realised	13	866	575	(479)
- unrealised	20	1,096	749	2,905
Rental Income	338	337	710	675

*Less than RM1,000

7. Notes to the Statement of Profit or Loss and Other Comprehensive Income (cont'd)

Profit/(Loss) for the period was derived after taking into consideration of the following:-

	Current Quarter Three Months Ended		Cumulative Quarter Six Months Ended	
	30.06.2024 RM'000	30.06.2023 RM'000	30.06.2024 RM'000	30.06.2023 RM'000
After crediting				
Gain/(Loss) on derivative financial instruments	6	261	(1)	505
Net reversal/(provision) of impairment loss on financial assets	105	2	448	(653)
After charging				
Depreciation	21,148	21,035	42,732	42,137
Finance cost	7,994	7,659	15,930	15,271
Inventories written down	320	639	444	643
Inventories written off	29	187	90	221
Fair value loss on investment properties	30	-	30	-
Property, plant and equipment written off	24	47	57	66

8. Tax Expense/(Income)

	Current Quarter Three Months Ended		Cumulative Quarter Six Months Ended	
	30.06.2024 RM'000	30.06.2023 RM'000	30.06.2024 RM'000	30.06.2023 RM'000
Current tax	487	266	1,273	1,060
Deferred tax	(5,761)	(4,268)	(10,591)	(12,602)
Total tax income	<u>(5,274)</u>	<u>(4,002)</u>	<u>(9,318)</u>	<u>(11,542)</u>

9. Sales of Unquoted Investments

There were no sales of unquoted investments during the current quarter.

10. Corporate Proposals

There were no outstanding corporate proposals.

11. Borrowings

	As At 30.06.2024 RM'000	As At 31.12.2023 RM'000
Unsecured		
Short Term Borrowings	618,900	570,206
Long Term Borrowings	128,739	142,129
Total borrowings	<u>747,639</u>	<u>712,335</u>

Borrowings denominated in foreign currencies are as follows:

Singapore Dollar		
Short Term Borrowings in RM	2,290	4,224
Long Term Borrowings in RM	4,949	6,108
	<u>7,239</u>	<u>10,332</u>

12. Derivative Financial Instruments

The Group enters into foreign currency forward contracts to manage the exposure to foreign exchange risk arising from sales and purchases transactions that are not denominated in the functional currency of the operations.

Details of the Group's derivative financial instruments outstanding as at 30 June 2024 are as follows:

	Contract or Notional Amount RM'000	Fair Value Asset RM'000
Forward currency contracts		
- Less than 1 year	3,219	3

The fair value of the foreign currency forward contract is based on the difference between the contracted forward rates and the mark-to-market rates. There was no change to the risks associated with the derivatives and policies to mitigate those risks since the last financial year.

13. Changes in Material Litigation

There were no material litigations pending as at 7 August 2024.

14. Dividend

There was no dividend declared for the financial period ended 30 June 2024

Muda Holdings Berhad (197101000036)**Unaudited Condensed Consolidated Interim Financial Statements for the Six Months Ended 30 June 2024****15. Loss Per Share**

Basic and diluted loss per share is calculated by dividing loss for the period attributable to owners of the Company by weighted average number of ordinary shares in issue during the period. The Company did not issue any financial instruments that will give effect to dilutive potential ordinary shares.

	Current Quarter		Cumulative Quarter	
	Three Months Ended		Six Months Ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
Loss attributable to owners of the Company (RM'000)	(5,128)	(12,686)	(4,172)	(30,198)
Number of ordinary shares in issue (Unit'000)	<u>305,051</u>	<u>305,051</u>	<u>305,051</u>	<u>305,051</u>
Basic and diluted loss per share (Sen)	<u>(1.68)</u>	<u>(4.16)</u>	<u>(1.37)</u>	<u>(9.90)</u>

16. Auditors' Report on Preceding Annual Financial Statements

There were no qualifications in auditors' report on financial statements for the financial year ended 31 December 2023.

BY ORDER OF THE BOARD

Goh Ching Yee

Secretary

14 August 2024