



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2023**

(The figures have not been audited)

	Note	Individual Financial		Cumulative Financial	
		Quarter Ended		Quarter Ended	
		30/09/2023	30/09/2022	30/09/2023	30/09/2022
		RM '000	RM '000	RM '000	RM '000
Revenue	<b>B1</b>	62,521	35,255	118,567	58,020
Cost of sales		(51,482)	(26,664)	(98,190)	(44,149)
<b>Gross profit</b>		<b>11,039</b>	<b>8,591</b>	<b>20,377</b>	<b>13,871</b>
Other income		1,876	128	3,703	883
Distribution expenses		(549)	(743)	(1,157)	(1,614)
Administrative expenses		(10,721)	(7,589)	(20,399)	(12,259)
Net impairment on financial assets		179	-	179	-
Profit before interest and taxation	<b>B1</b>	1,824	387	2,703	881
Interest income		157	40	279	70
Interest expenses		(282)	(78)	(436)	(163)
<b>Profit before taxation</b>		<b>1,699</b>	<b>349</b>	<b>2,546</b>	<b>788</b>
Taxation	<b>B5</b>	(385)	(12)	(675)	(24)
<b>Profit after taxation</b>		<b>1,314</b>	<b>337</b>	<b>1,871</b>	<b>764</b>
<b>Profit attributable to:</b>					
Equity Holders of the Parent		634	267	680	645
Non-controlling interest		680	70	1,191	119
<b>Total comprehensive income for the financial period</b>		<b>1,314</b>	<b>337</b>	<b>1,871</b>	<b>764</b>
<b>Attributable to Owners of the Company:-</b>					
<b>Earning per share - Basic (sen)</b>					
-Basic	<b>B10</b>	<b>0.23</b>	<b>0.10</b>	<b>0.24</b>	<b>0.23</b>
-Diluted	<b>B10</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER  
2023**

	<b>Note</b>	<b>As at 30/09/2023 (Unaudited) RM'000</b>	<b>As at 31/03/2023 (Audited) RM'000</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment		41,875	40,931
Right-of-use assets		34,702	35,374
		<u>76,577</u>	<u>76,305</u>
<b>Current Assets</b>			
Inventories		27,037	27,006
Trade and other receivables		13,299	16,337
Prepayment		797	387
Tax Recoverable		505	284
Fixed Deposit Place with a Licensed Bank		7,549	4,647
Cash and Bank Balances		15,374	19,682
		<u>64,561</u>	<u>68,343</u>
<b>Total Assets</b>		<u>141,138</u>	<u>144,648</u>

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023 (Continued)**

	Note	As at 30/09/2023 (Unaudited) RM'000	As at 31/03/2023 (Audited) RM'000
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share Capital		105,886	105,886
Reserve		20,227	20,227
Accumulated Losses		(49,798)	(50,478)
Non-Controlling Interest		1,886	695
<b>Total Equity</b>		<b>78,201</b>	<b>76,330</b>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Loan and Borrowings	<b>B8</b>	3,493	-
Lease liabilities		6,717	7,133
Deferred Tax Liabilities		6,915	6,915
		<u>17,125</u>	<u>14,048</u>
<b>Current Liabilities</b>			
Trade and other payables		33,927	48,532
Loan and Borrowings	<b>B8</b>	6,257	-
Lease liabilities		5,617	5,710
Tax Payable		11	28
		<u>45,812</u>	<u>54,270</u>
<b>Total Liabilities</b>		<b>62,937</b>	<b>68,318</b>
<b>Total Equity and Liabilities</b>		<b>141,138</b>	<b>144,648</b>
<b>Net Assets per share (RM)</b>		<b>0.28</b>	<b>0.27</b>

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2023)*

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER  
ENDED 30 SEPTEMBER 2023**

	Attributable to equity holders of the Company					Total Equity RM'000
	Share Capital RM'000	Reserve RM'000	Accumulated Losses RM'000	Total RM'000	Non-Controlling Interest RM'000	
<b>Period ended 30 September 2023 (Unaudited)</b>						
At 01 April 2023	105,886	20,227	(50,478)	75,635	695	76,330
Total comprehensive income for the financial period	-	-	680	680	1,191	1,871
<b>At 30 September 2023</b>	<b>105,886</b>	<b>20,227</b>	<b>(49,798)</b>	<b>76,315</b>	<b>1,886</b>	<b>78,201</b>
<b>Period ended 30 September 2022 (Unaudited)</b>						
At 01 April 2022	105,886	20,659	(50,334)	76,211	395	76,606
Total comprehensive income for the financial period	-	-	267	267	70	337
<b>At 30 September 2022</b>	<b>105,886</b>	<b>20,659</b>	<b>(50,067)</b>	<b>76,478</b>	<b>465</b>	<b>76,943</b>

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2023)*

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30  
SEPTEMBER 2023**

(The figures have not been audited)

	<b>30/09/2023</b>	<b>30/09/2022</b>
	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
<b>Profit before taxation</b>	<b>2,546</b>	<b>788</b>
<b><u>Adjustments for non-cash flow items:</u></b>		
Non-cash items	6,073	4,306
Non-operating items	157	93
Operating profit before working capital changes	<u>8,776</u>	<u>5,187</u>
<b><u>Changes in working capital:</u></b>		
Inventories	(30)	(5,973)
Trade and other receivables	2,615	(3,452)
Trade and other payables	(14,597)	4,805
Cash from/(used in) operations	<u>(3,236)</u>	<u>567</u>
Net income tax paid	(913)	(55)
<b>Net cash from/(used in) operating activities</b>	<b><u>(4,149)</u></b>	<b><u>512</u></b>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>		
Acquisition of property, plant and equipment	(3,712)	(3,356)
Interest received	279	71
<b>Net cash used in investing activities</b>	<b><u>(3,433)</u></b>	<b><u>(3,285)</u></b>

**VERSATILE CREATIVE BERHAD**

Registration No. 200301001350 (603770-D)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED  
30 SEPTEMBER 2023 (Continued)**

	<b>30/09/2023</b>	<b>30/09/2022</b>
	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES:</u></b>		
Interest paid	(436)	(163)
Repayment of finance lease liabilities	(3,137)	(1,462)
Drawdown of borrowings	9,750	6,370
<b>Net cash from financing activities</b>	<b><u>6,177</u></b>	<b><u>4,745</u></b>
<b>NET CHANGE IN CASH &amp; CASH EQUIVALENTS</b>	<b>(1,405)</b>	<b>1,972</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>24,328</b>	<b>21,483</b>
<b>CASH &amp; CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b><u>22,923</u></b>	<b><u>23,455</u></b>
Analysis of Cash & Cash Equivalents:		
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	15,374	18,858
Fixed deposit placed with a licensed bank	7,549	4,597
<b>Cash &amp; Cash Equivalents</b>	<b><u>22,923</u></b>	<b><u>23,455</u></b>

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2023)*



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023**

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**NOTES TO INTERIM FINANCIAL REPORT**

**A. DISCLOSURE REQUIREMENTS AS PER MFRS 134**

**1. Basis of Preparation**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the MFRS 134: Interim Financial Reporting, paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

**Adoption of New Standards/Amendments/Improvements to MFRSs**

At the beginning of the current financial year, the Group and the Company adopted new standards/amendments/improvements to MFRSs which are mandatory for the financial periods beginning on or after 1 January 2022.

Initial application of the new standards/amendments/improvements to the standards did not have material impact to the financial statements.

**Standards Issued but Not Yet Effective**

The new and amended standards that are issued, but not yet effective, up to the date of issuance of the Group’s and the Company’s financial statements are disclosed below. The Group and the Company intend to adopt these new and amended standards, if applicable, when they become effective in the respective financial period.

Effective for financial period beginning on or after 1 January 2023

- MFRS 17 Insurance Contracts and Amendments to MFRS 17 Insurance Contracts\*
- Amendments to MFRS 17 – Initial Application of MFRS 17 and MFRS 9 – Comparative Information\*
- Amendments to MFRS 101 Presentation of Financial Statements - Disclosure of Accounting Policies
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates
- Amendments to MFRS 112 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- Amendments to MFRS 112 Income Taxes - International Tax Reform - Pillar Two Model Rules

Effective for financial period beginning on or after 1 January 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
- Amendments to MFRS 101 Presentation of Financial Statements – Classification of Liabilities as Current or Non-Current
- Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments - Disclosure



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023**

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**1. Basis of Preparation (Continued)**

Deferred to a date to be determined by the MASB

- 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

\* Not applicable to the Group's and the Company's operations.

The initial application of the accounting standards, interpretations and amendments are not expected to have any material financial impacts to the current period and prior period financial statements of the Group and of the Company upon their first adoption.

**2. Audit Report Qualification and Status of Matters Raised**

The annual audited financial statements of the Group for the year ended 31 March 2023 were not subject to any qualifications.

**3. Seasonal or Cyclical Nature of Operations**

The Group operates in four main business segments which can be affected by seasonal and cyclical factors of operations.

**4. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial quarter under review.

**5. Changes in Estimates**

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

**6. Valuation of Property, Plant and Equipment**

Land and buildings have been brought forward, without amendment from the annual audited financial statements for the financial year ended 31 March 2023.

**7. Changes in Debt and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares or resale of treasury shares for the current financial quarter under review that have not been reflected in the quarterly financial report.

**8. Dividend Paid**

There was no dividend paid during the current financial quarter under review.

**9. Material Events Subsequent to the End of the Reporting Period**

There are no material events subsequent to the end of the reporting period that have not been reflected in the quarterly financial report.



**UNAUDITED INTERIM FINANCIAL REPORT  
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There were no contingent liabilities incurred or known to be incurred by the Group as at 30 September 2023.

**11. Provision for Warranties**

There was no provision for warranties for the current financial quarter under review.

**12. Capital Commitments**

There were no capital commitments as at 30 September 2023.

**13. Related Party Transactions**

There were no significant related party transactions for the current financial quarter under review, save and except the following:

<b>Transacting company</b>	<b>Transacting Related Party</b>	<b>Nature of transaction</b>	<b>Value (RM)</b>
Versatile Creative Plastic Sdn. Bhd.	NSK Trading Sdn. Bhd. (“NSKT”) and its subsidiaries (“NSK Group”)	Selling of disposable containers, cutlery and plastic products, where some of these products were processed using moulds owned by NSKT and a processing fee is charged to these certain products instead of a selling price	442,654
Versatile Creative Plastic Sdn. Bhd.	NSK Property Sdn. Bhd, subsidiary of NSKT	Renting of one (1) unit of factory and warehouse	114,000
Versatile Creative Berhad (“VCB”)	VN Trading Sdn Bhd and its subsidiaries	Management fee payable to VCB in respect of shared services provided by VCB to VNTSB Group	124,831
VN Trading Sdn Bhd and its subsidiaries (“VNTSB Group”)	NSK Group	Sale and supply of grocery items by NSK Group to VNTSB Group	13,280,036
		Sale and supply of grocery items by VNTSB Group to NSKT Group	384,723
		Letting of property by VNTSB Group to NSK Group and renting of property from NSK Group	110,951

The above transactions are recurrent transactions of a revenue or trading nature and are at arm’s length entered in the ordinary course of business on terms not more favorable to the related party than those generally available to the public.



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023**

**14. Operating Segment**

The Group's operating segments for the financial period ended 30 September 2023 were as follows:

**Segmental information for 6 months ended 30 September 2023**

<b>Business Segment</b>	<b>Colour</b>			<b>Grocery</b>	<b>Others</b>	<b>Elimination</b>	<b>Consolidated</b>
	<b>Paper products</b>	<b>Plastic products</b>	<b>Separation &amp; Printing</b>				
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue from external customers	15,781	5,297	124	97,365	-	-	118,567
Inter-segment revenue	-	-	21	-	650	(671)	-
<b>Total revenue</b>	<b>15,781</b>	<b>5,297</b>	<b>145</b>	<b>97,365</b>	<b>650</b>	<b>(671)</b>	<b>118,567</b>
<b>Operating results</b>	<b>1,220</b>	<b>(993)</b>	<b>(97)</b>	<b>2,727</b>	<b>(185)</b>	<b>31</b>	<b>2,703</b>
Finance income							279
Finance cost							(436)
Profit before taxation							2,546
Taxation							(675)
<b>Profit after taxation</b>							<b>1,871</b>

**Segmental information for 6 months ended 30 September 2022**

<b>Business Segment</b>	<b>Colour</b>			<b>Grocery</b>	<b>Others</b>	<b>Elimination</b>	<b>Consolidated</b>
	<b>Paper products</b>	<b>Plastic products</b>	<b>Separation &amp; Printing</b>				
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue from external customers	21,121	5,355	149	31,395	-	-	58,020
Inter-segment revenue	-	-	20	-	993	(1,013)	-
<b>Total revenue</b>	<b>21,121</b>	<b>5,355</b>	<b>169</b>	<b>31,395</b>	<b>993</b>	<b>(1,013)</b>	<b>58,020</b>
<b>Operating results</b>	<b>1,412</b>	<b>(914)</b>	<b>(55)</b>	<b>374</b>	<b>64</b>	<b>-</b>	<b>881</b>
Finance income							70
Finance cost							(163)
Profit before taxation							788
Taxation							(24)
<b>Profit after taxation</b>							<b>764</b>

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023**

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**15. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current financial quarter under review.

**16. Profit Before Taxation**

The following items have been charged/(credited) in arriving at the profit before taxation:

	<b>Individual Financial</b>		<b>Cumulative Financial</b>	
	<b>Quarter Ended</b>		<b>Quarter Ended</b>	
	30/09/2023	30/09/2022	30/09/2023	30/09/2022
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
The following items have been charged/(credited) in arriving profit before taxation:				
Depreciation of property, plant and equipment	1,029	1,054	2,772	972
Depreciation of right of use assets	1,703	959	3,289	785
Bad debt written off	191	-	191	-
Interest income	(157)	(40)	(279)	(70)
Interest expenses	282	78	436	163

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023****B. Additional information required by the Bursa Malaysia's Listing Requirements****1. Review of Current Quarter Performance****Revenue**

	Q2 - FY'24	Q2 - FY'23	Variance
	(Unaudited)		
	RM'000		
<b><u>Segmental Revenue</u></b>			
Paper Products	7,907	10,517	(2,610)
Plastic Products	2,595	2,611	(16)
Colour Separation & Printing	125	96	29
Grocery	51,894	22,031	29,863
<b>Group Revenue</b>	<b>62,521</b>	<b>35,255</b>	<b>27,266</b>

Total revenue of the Group increased by RM27.27 million to RM65.52 million as compared to RM35.26 million recorded in the previous year corresponding quarter as explained below:

- The Paper Product Division's revenue decreased by 24.82% as compared to previous year corresponding quarter due to lower demand especially from glove industry.
- Plastic Products Division's sales slightly decreased by less than 1% as compared to previous corresponding quarter.
- Colour Separation & Printing Division's sales increased due to higher demand from a customer in the current quarter.
- Grocery Division's sales increased by RM29.86 million due to more operating outlets during the quarter as compared to the previous year corresponding quarter.

**UNAUDITED INTERIM FINANCIAL REPORT  
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	Individual Quarter		Variance
	Q2 - FY'24	Q2 - FY'23	
	(Unaudited)		
	RM'000		
<b><u>Operating Results:</u></b>			
Paper Products	779	718	61
Plastic Products	(424)	(492)	68
Colour Separation & Printing	(12)	3	(15)
Grocery	1,616	208	1,408
Others	(135)	(50)	(85)
<b>Operating Profit</b>	1,824	387	1,437
Finance Cost (net)	(125)	(38)	(87)
<b>Group Profit Before Taxation</b>	1,699	349	1,350

The Group recorded higher profit before taxation of RM1.70 million in Q2 FY24, compared against Q2 FY23 of RM0.35 million as explained below:

- a) Despite lower sales recorded in the current quarter as compared to last corresponding quarter, the Paper Products Division's operating profit slightly increased by RM0.06 million due to cost rationalization exercise and improved in operational efficiencies.
- b) Plastic Products Division registered lower operating loss of RM0.42 million in Q2 FY24 as compared to Q2 FY23 of RM0.49 million, recorded an improvement of 14% due to lower administrative expenses.
- c) The Colour Separation & Printing Division recorded operating loss of RM0.01 million in Q2 FY24 as compared to operating profit of RM0.003 in Q2 FY23 due to increase in operating expenses.
- d) Grocery Division recorded higher operating profit of RM 1.41 million as compared to last year corresponding quarter of RM0.21 million as more outlets operated during the quarter.
- e) Other Division comprises of investment activities and management service. Higher operating loss incurred due to lower management fees charged during the current quarter.

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023****2. Variation of Results against Immediate Preceding Quarter****Revenue**

	<b>Q2 - FY'24</b>	<b>Q1 - FY'24</b>	
	<b>(Unaudited)</b>		<b>Variance</b>
	<b>RM'000</b>		
<b><u>Segmental Revenue</u></b>			
Paper Products	7,907	7,840	67
Plastic Products	2,595	2,702	(107)
Colour Separation & Printing	125	33	92
Grocery	51,894	45,471	6,423
<b>Group Revenue</b>	<b>62,521</b>	<b>56,046</b>	<b>6,475</b>

Total revenue for the group increased by RM6.47 million to RM56.05 million as compared to RM56.05 million in the last quarter as explained below: -

- The Paper Product Division's revenue slightly increased by less than 1% as compared to previous quarter.
- The Plastic Product Division recorded lower revenue by 3.96% during the quarter as compared to the previous quarter due to lower in demand from oversea customers.
- Colour Separation & Printing Division's sales increased due to higher demand from a customer in the current quarter.
- Higher revenue recorded from the Grocery division during the current quarter due to recognition of revenue of four operating outlets in the current quarter. The fourth outlet only started its operation on 28th April 2023 and only two months revenue was recognized in the previous quarter.

**UNAUDITED INTERIM FINANCIAL REPORT  
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	<b>Individual Quarter</b>		<b>Variance</b>
	<b>Q2 - FY'24</b>	<b>Q1 - FY'24</b>	
	<b>(Unaudited)</b>		
	<b>RM'000</b>		
<b><u>Operating Results:</u></b>			
Paper Products	779	441	338
Plastic Products	(424)	(569)	145
Colour Separation & Printing	(12)	(84)	72
Grocery	1,616	1,142	474
Others	(135)	(50)	(85)
<b>Operating Profit/(loss)</b>	<b>1,824</b>	<b>880</b>	<b>944</b>
<b>Finance:</b>			
Finance Cost (net)	(125)	(32)	(93)
<b>Group Profit Before Taxation</b>	<b>1,699</b>	<b>848</b>	<b>851</b>

The Group recorded higher profit before taxation of RM1.70 million in Q2 FY24, compared against the Q1 FY24 of RM0.85 million as explained below:

- a) The Paper Products Division's operating profit increased by RM0.34 million due to higher gross profit margin and new business secured in the current quarter with higher margin.
- b) The Plastic Products Division recorded lower operating loss by RM0.15 million despite decrease in sales due to improvement of gross profit margin by 5% during the current quarter.
- c) The Colour Separation & Printing Division incurred lower operating loss of RM0.01 million in Q2 FY24 as compared to Q2 FY24 of RM0.08 million due to higher sales recorded during the current quarter.
- d) Higher operating profit recorded in Grocery Division in line with higher sales generated during the quarter.
- e) Other Division comprises of investment activities and management service. Higher operating loss pertained to AGM expenses incurred during the quarter.

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2023****3. Outlook and Prospects**

The Group is optimistic that the overall demand for paper and plastic packaging remain intact. The Group will focus on credit risk management, securing various supply sources to minimise supply chain disruption, continues innovations to maintain product quality and enhancing production efficiencies to mitigate against the increase in operating costs and uncontrollable external factors such as economic downturns.

For grocery division, the Board has the intention to open more outlets in the current financial year and the Board is optimistic that grocery division will provide a long-term growth prospect for the Group due to the constant demand for grocery products, which are essentials for every household.

**4. Profit Forecast**

This is not applicable.

**5. Taxation**

	<b>Individual Financial Quarter Ended</b>		<b>Cumulative Financial Quarter Ended</b>	
	<b>30/09/2023</b>	<b>30/09/2022</b>	<b>30/09/2023</b>	<b>30/09/2022</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Taxation</b>				
- in current quarter	385	12	675	24
- over provision in prior year	-	-	-	-
<b>Deferred taxation</b>				
- in current quarter	-	-	-	-
- under provision in prior year	-	-	-	-
	<u>385</u>	<u>12</u>	<u>675</u>	<u>24</u>

**6. Disposal of Quoted or Unquoted Investments or Properties**

There has been no disposal of quoted and unquoted shares by the Group during the quarter under reviewed.



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On 28 September 2022, the Company announced that it proposed to undertake a bonus issue of up to 140,049,359 Warrants on the basis of 1 Warrant for every 2 existing VCB Shares held by the Entitled Shareholders on the Entitlement Date (“Proposed Bonus Issue of Warrant”).

On 16 November 2022, the Company announced that the additional listing application in relation to the proposed Bonus Issue of Warrants has been submitted to Bursa Malaysia Securities Berhad.

On 23 January 2023, the Company announced that the Bonus Issue of Warrant has been completed following the listing and quotation of 140,049,321 warrants on the Main Market of Bursa Securities.

As at the date of this report, no warrant has been converted into ordinary shares.

**8. Borrowings and Debts Securities**

- a) Total Group's loan and borrowing as at the reporting quarter were as follows:

	As at 30/09/2023 (Unaudited) RM'000	As at 31/03/2023 (Audited) RM'000
<b>Current</b>		
Revolving Credit	5,000	-
Term loan	1,257	-
	<u>6,257</u>	<u>-</u>
<b>Non -Current</b>	-	-
Term loan	3,493	-
	<u>3,493</u>	<u>-</u>
<b>Total loan and borrowing</b>		
Revolving Credit	5,000	
Term loan	4,750	
	<u>9,750</u>	<u>-</u>

- b) The above borrowings are denominated in Ringgit Malaysia. There are no foreign currencies borrowings.

**9. Dividend**

The Board of Directors does not recommend any dividend for the current financial quarter under review.

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**10. Earnings per share****(a) Basic earnings per share**

The calculation of basic earnings per share for the financial period is based on the net earnings attributable to equity holders of the parent company and divided by the number of ordinary shares outstanding during the financial period.

	<b>Individual Financial Quarter Ended</b>		<b>Cumulative Financial Quarter Ended</b>	
	<b>30/09/2023</b>	<b>30/09/2022</b>	<b>30/09/2023</b>	<b>30/09/2022</b>
Group's income attributable to owners of the parent company (RM'000)	634	267	680	645
Weighted average number of ordinary shares in issue ('000)	280,099	280,099	280,099	280,099
Basic earning per share (sen)	0.23	0.10	0.24	0.23

**(b) Diluted earnings per share**

The effects of potential ordinary shares arising from the conversion of the warrants were anti-dilutive. As a result, the diluted earnings per ordinary share is the same as basic earnings per share for the current financial year.