## UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2024

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2024

#### (The figures have not been audited)

		Individual Quarte r		Cumulative Quarter	
	Note	30/09/2024 RM '000	30/09/2023 RM '000	30/09/2024 RM '000	30/09/2023 RM '000
Revenue	<b>B</b> 1	91,993	62,521	178,386	118,567
Cost of sales		(74,130)	(51,482)	(145,084)	(98,190)
Gross profit		17,863	11,039	33,302	20,377
Other income		2,943	1,876	5,736	3,703
Distribution expenses		(633)	(549)	(1,213)	(1,157)
Administrative expenses		(14,310)	(10,721)	(28,400)	(20,399)
Net impairment on financial assets		70	179	175	179
Profit before interest and taxation	<b>B1</b>	5,933	1,824	9,600	2,703
Interest income		234	157	425	279
Interest expenses		(263)	(282)	(539)	(436)
Profit before taxation		5,904	1,699	9,486	2,546
Taxation	B5	(3,002)	(385)	(4,088)	(675)
Profit after taxation		2,902	1,314	5,398	1,871
Profit attributable to:					
Equity Holders of the Parent		1,817	634	3,447	680
Non-controlling interest		1,085	680	1,951	1,191
Total comprehensive income for					
the financial period		2,902	1,314	5,398	1,871
Attributable to Owners of the Company:-					
Earning per share - Basic (sen)					
-Basic	B10	0.65	0.23	1.23	0.24
-Dilute d	B10	0.62	0.23	1.16	0.24



# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

ASSETS	Note	As at 30/09/2024 (Unaudited) RM'000	As at 31/03/2024 (Audited) RM'000
Non-Current Assets			
Property, Plant and Equipment		48,784	47,579
Right-of-use assets		39,294	34,915
		88,078	82,494
Current Assets			
Inventories		37,625	36,708
Trade and other receivables		13,005	20,222
Prepayment		1,169	707
Tax Recoverable		113	447
Cash and cash equivalents		30,791	38,063
		82,703	96,147
Total Assets		170,781	178,641

## UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2024

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024 (Continued)

	Note	As at 30/09/2024 (Unaudited) RM'000	As at 31/03/2024 (Audited) RM'000
EQUITY AND LIABILITIES	11010		
EQUITY			
Share Capital		105,886	105,886
Reserve		19,797	19,797
Accumulated Losses		(44,095)	(47,542)
Non-Controlling Interest		5,028	3,077
Total Equity		86,616	81,218
LIABILITIES			
Non-Current Liabilities			
Loan and Borrowings	<b>B8</b>	2,553	3,250
Lease liabilities		7,777	6,615
Deferred Tax Liabilities		8,402	7,959
		18,732	17,824
Current Liabilities			
Trade and other payables		53,776	67,070
Loan and Borrowings	<b>B8</b>	1,197	6,000
Lease liabilities		8,010	6,447
Tax Payable		2,450	82
		65,433	79,599
Total Liabilities		84,165	97,423
Total Equity and Liabilities		170,781	178,641
Net Assets per share (RM)		0.31	0.29

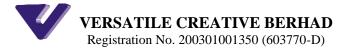
(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)



## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 30 SEPTEMBER 2024

[	Attributable to equity holders of the Company						
Ĺ	Non-Distributable						
	Share Capital RM'000	Reserve RM'000	Accumulated Losses RM'000	Total RM '000	Non-Controlling Interest RM '000	Total Equity RM'000	
Period ended 30 September 2024 (Unaudited)							
At 01 April 2024	105,886	19,797	(47,542)	78,141	3,077	81,218	
Total comprehensive income for the financial period	-	-	3,447	3,447	7 1,951	5,398	
At 30 September 2024	105,886	19,797	(44,095)	81,588	5,028	86,616	
Period ended 30 September 2023 (Unaudited)							
At 01 April 2023	105,886	20,227	(50,478)	75,635	5 695	76,330	
Total comprehensive income for the financial period	-	-	680	680	) 1,191	1,871	
At 30 September 2023	105,886	20,227	(49,798)	76,315	5 1,886	78,201	

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)



# CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30 SEPTEMBER 2024

#### (The figures have not been audited)

	30/09/2024 	30/09/2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit before taxation	9,486	2,546
Adjustments for non-cash flow items:		
Non-cash items	7,058	6,073
Non-operating items	114	157
Operating profit before working capital changes	16,658	8,776
Changes in working capital:		
Inventories	(957)	(30)
Trade and other receivables	6,804	2,615
Trade and other payables	(13,294)	(14,597)
Cash from operations	9,211	(3,236)
Net income tax paid	(943)	(913)
Net cash from/(used in) operating activities	8,268	(4,149)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition of property, plant and equipment	(4,180)	(3,712)
Interest received	425	279
Net cash used in investing activities	(3,755)	(3,433)

## UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2024

# CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30 SEPTEMBER 2024 (Continued)

	30/09/2024 RM'000	30/09/2023 <u>RM'000</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Interest paid	(539)	(436)
Repayment of lease liabilities	(5,746)	(3,137)
(Repayment)/Drawdown of borrowings	(5,500)	9,750
Net cash from financing activities	(11,785)	6,177
NET CHANGE IN CASH & CASH EQUIVALENTS	(7,272)	(1,405)
CASH & CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	38,063	24,328
CASH & CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	30,791	22,923
Analysis of Cash & Cash Equivalents:		
	RM'000	RM'000
Cash and bank balances	10,344	15,374
Fixed deposit placed with a licensed bank	20,447	7,549
Cash & Cash Equivalents	30,791	22,923

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024)



## 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

Significant accounting policies adopted by the Group in these interim financial statements are consistent with those of the audited financial statements for year ended 31 March 2024, except for adoption of the new and revised MFRSs and IC Interpretations approved by the Malaysian Accounting Standards Board and applicable for current financial year. The initial application of the new and revised MFRSs and interpretations has no material impacts to these interim 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 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

Effective for financial period beginning on or after 1 January 2025

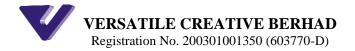
• Amendments to MFRS 121 - The Effects of Changes in Foreign Exchange Rates

Effective for financial period beginning on or after 1 January 2027

- Amendments to MFRS 10 Combined Financial Statements
- Amendments to MFRS 128 Investments in Associates and Joint Ventures\*

\*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 2024 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 2024.

#### 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.

#### 10. Changes in Contingent Liabilities

There were no contingent liabilities incurred or known to be incurred by the Group as at 30 September 2024.

#### **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 2024.



## **13. Related Party Transactions**

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

Transacting company	Transacting Related Party	Nature of transaction	Value (RM)
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	477,754
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	186,339
VN Trading Sdn Bhd and its subsidiaries	NSK Group	Sale and supply of grocery items by NSK Group to VNTSB Group	13,970,665
("VNTSB Group")		Sale and supply of grocery items by VNTSB Group to NSKT Group	660,826
		Letting of property by VNTSB Group to NSK Group and renting of property from NSK Group	96,427

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 2024

## 14. Operating Segment

The Group's operating segments for the financial period ended 30 September 2024 were as follows:

Segmental information for 6 months ended 30 September 2024

Business Segment	Paper products RM'000	Plastic products RM'000	Colour Separation & Printing RM'000	Grocery RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
Revenue from external							
customers	16,160	4,612	331	157,283	-	-	178,386
Inter-segment revenue		-	22	-	740	(762)	
Total revenue	16,160	4,612	353	157,346	740	(762)	178,386
Operating results	3,494	(1,217)	120	7,436	(233)		9,600
Finance income							425
Finance cost							(539)
Profit before taxation							9,486
Taxation							(4,088)
Profit after taxation							5,398

Segmental information for 6 months ended 30 September 2023

			Colour				
Business Segment	Paper products RM'000	Plastic products RM'000	Separation & Printing RM'000	Grocery RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
Revenue from external	15 701	5 207	10.4	07.045			110 577
customers	15,781	5,297	124	97,365	-	-	118,567
Inter-segment revenue		-	21	-	650	(671)	
Total revenue	15,781	5,297	145	97,365	650	(671)	118,567
Operating results	1,220	(993)	(97)	2,727	(185)	31	2,703
Finance income							279
Finance cost							(436)
Profit before taxation							2,546
Taxation							(675)
Profit after taxation							1,871



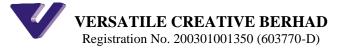
## 15. Changes in the Composition of the Group

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:

	Individual Financial Quarter Ended		Cumulative Quarter	
	30/09/2024 RM'000	30/09/2023 RM'000	30/09/2024 RM'000	30/09/2023 RM'000
The following items have been charged/(credited) in arriving profit before taxation:				
Depreciation of property, plant and equipment	1,468	1,029	2,975	2,772
Depreciation of right of use assets	1,990	1,703	4,111	3,289
Bad debt written off	-	191	(7)	191
Inventories written down	41	-	41	-
Unrealised gain on foreign exchange	128	-	118	-
Realised loss on foreign exchange	13	2	13	33



#### B. Additional information required by the Bursa Malaysia's Listing Requirements

# 1. Review of Current Quarter Performance <u>Revenue</u>

	Individual ( Q2 - FY'25	Quarter Q2 - FY'24			
	(Unaudi	ted)	Variance		
		RM'000			
<u>Segmental Revenue</u>					
Paper Products	8,551	7,907	644		
Plastic Products	1,985	2,595	(610)		
Colour Separation & Printing	155	125	30		
Grocery	81,302	51,894	29,408		
Group Revenue	91,993	62,521	29,472		

Total revenue of the Group increased by RM29.47 million to RM91.99 million as compared to RM62.52 million recorded in the previous year corresponding quarter as explained below:

- a) The Paper Product Division's revenue increased by 8.14% as compared to previous year corresponding quarter due to higher demand from the existing customers especially from glove industry mitigated by lower demand from the existing Food & Beverage customers.
- b) Plastic Products Division's sales decreased by 23.51% as compared to previous year corresponding quarter mainly due to discontinued product of a major customer.
- c) Colour Separation & Printing Division's sales increased due to higher demand from a customer in the current quarter.
- d) Grocery Division's sales increased by RM29.41 million due to revenue generated from six outlets during the quarter as compared to only four outlets in the previous year corresponding quarter.

## UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2024

## **Profit Before Taxation**

	Individua	Individual Quarter		
	Q2 - FY'25	Q2 - FY'24		
	(Unau	dited)	Variance	
		RM'000		
<b>Operating Results:</b>	-		-	
Paper Products	1,896	779	1,117	
Plastic Products	(676)	(424)	(252)	
Colour Separation & Printing	58	(12)	70	
Grocery	4,826	1,616	3,210	
Others	(171)	(135)	(36)	
Operating Profit	5,933	1,824	4,109	
Finance:				
Finance Cost (net)	(29)	(125)	96	
Segmental Profit Before Taxation				
Group Profit Before Taxation	5,904	1,699	4,205	

The Group recorded higher profit before taxation of RM5.90 million in Q2 FY25, compared against the Q2 FY24 of RM1.70 million as explained below:

- a) The Paper Products Division's operating profit increased by RM1.12 million due to higher sales recorded for better margin products during the current quarter, cost rationalization exercise and improved in operational efficiencies
- b) The Plastic Products Division registered higher operating loss of RM0.68 million in Q2 FY25 as compared to Q2 FY24 of RM0.42 million due to lower revenue registered for the current quarter.
- c) The Colour Separation & Printing Division recorded operating profit of RM0.06 million in Q2 FY25 as compared to operating loss of RM0.01 million in Q2 FY24 due to higher sales recorded and lower admin expenses incurred during the current quarter.
- d) Grocery Division recorded higher operating profit of RM4.83 million as compared to last year corresponding quarter of RM1.62 million as more outlets operated during the quarter.
- e) Other Division comprises of investment activities and management service. Higher operating loss recorded due to higher administrative expenses.



#### 2. Variation of Results against Immediate Preceding Quarter

#### **Revenue**

	Individual	Individual Quarter		
	Q2 - FY'25	Q1 - FY'25		
	(Unaud	(Unaudited)		
		RM'000		
<u>Segmental Revenue</u>				
Paper Products	8,551	7,608	943	
Plastic Products	1,985	2,627	(642)	
Colour Separation & Printing	155	177	(22)	
Grocery	81,302	75,981	5,321	
Group Revenue	91,993	86,393	5,600	

Total revenue for the group increased by RM5.60 million to RM91.99 million as compared to RM86.39 million in the last quarter as explained below: -

- a) The Paper Product Division's revenue increased by 12.39% as compared to previous quarter due to higher demand local from customers mitigated by lower sales to overseas customers.
- b) Plastic Products Division's sales decreased by 24.44% as compared to previous year corresponding quarter mainly due discontinued products of a major customer and lower demand from other existing customers.
- c) Colour Separation & Printing Division's sales decreased due to lower demand from a customer in the current quarter.
- d) Grocery division recorded revenue at RM81.30 million, is 7.00% higher compared to previous quarter of RM75.98 million. The increase in revenue is mainly due to increase in customer footfall.

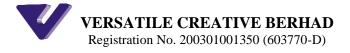


## **Profit Before Taxation**

	Individua			
	Q2 - FY'25	Q1 - FY'25		
	(Unau	(Unaudited)		
		RM'000		
<b>Operating Results:</b>	-			
Paper Products	1,896	1,598	298	
Plastic Products	(676)	(540)	(136)	
Colour Separation & Printing	58	62	(4)	
Grocery	4,826	2,609	2,217	
Others	(171)	(62)	(109)	
<b>Operating Profit/(loss)</b>	5,933	3,667	2,266	
Finance:				
Finance Cost (net)	(29)	(85)	56	
Segmental Profit Before Taxation				
Group Profit Before Taxation	5,904	3,582	2,322	

The Group recorded profit before taxation of RM5.90 million in Q2 FY25, compared against the Q1 FY25 of RM3.58 million as explained below:

- a) The Paper Products Division's operating profit increased by RM0.30 million due to higher sales recorded for better margin products during the current quarter, cost rationalization exercise and improved in operational efficiencies.
- b) The Plastic Products Division recorded higher operating loss of RM0.68 million in line with lower revenue recorded during the quarter.
- c) The Colour Separation & Printing Division's generated slightly lower operating profit due to lower sales recorded mitigated by lower admin expenses during the current quarter.
- d) Grocery Division recorded higher operating profit in line the higher sales recorded in the current quarter.
- e) Other Division comprises of investment activities and management service. Higher operating loss recorded due to higher administrative expenses recorded during the quarter.



#### 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

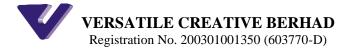
This is not applicable.

#### 5. Taxation

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	30/09/2024 RM'000	30/09/2023 RM'000	30/09/2024 RM'000	30/09/2023 RM'000
Taxation				
- in current quarter	2,539	385	3,645	675
- over provision in prior year	-	-	-	-
Deferred taxation				
- in current quarter	463	-	463	-
- over provision in prior year	-	-	(20)	-
	3,002	385	4,088	675

## 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.



#### 7. Status of Corporate Exercise

#### Bonus Issue of warrant

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	As at 31/03/2024
	30/09/2024	
	(Unaudited)	(Audited)
	<b>RM'000</b>	RM 000
Current		
Revolving Credit	-	5,000
Term loan	1,197	1,000
	1,197	6,000
Non -Current	-	-
Term loan	2,553	3,250
	2,553	3,250
Total loan and borrowing		
Revolving Credit	-	5,000
Term loan	3,750	4,250
	3,750	9,250

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.



#### **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.

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	30/09/2024	30/09/2023	30/09/2024	30/09/2023
Group's income attributable to owners				
of the parent company (RM'000)	1,817	634	3,447	680
Weighted average number of ordinary shares				
in issue ('000)	280,099	280,099	280,099	280,099
Basic earning per share (sen)	0.65	0.23	1.23	0.24

#### (b) Diluted earnings per share

The calculation of diluted earnings per share was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares that would have been in issue upon full exercise of the warrants, adjusted for the number of such shares that have been exercised.

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	30/09/2024	30/09/2023	30/09/2024	30/09/2023
Group's income attributable to owners				
of the parent company (RM'000)	1,817	634	3,447	680
Weighted average number of ordinary shares				
in issue ('000)	280,099	280,099	280,099	280,099
Effect of warrant outstanding	14,389	-	16,176	-
Diluted earning per share (sen)	0.62	0.23	1.16	0.24