

<u>Part A – Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (MFRS) 134</u> "Interim Financial Reporting"

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134 "Interim Financial Reporting" and paragraph 9.22 of the Bursa Malaysia Listing Requirements.

The interim financial report has been prepared on a condensed basis and as such it should be read in conjunction with the audited annual financial statements for the financial year ended 31 May 2023.

The following are accounting standards, interpretations and amendments of the MFRS Accounting Standards that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Group and the Company:

MFRS Accounting Standards, interpretations and amendments effective for annual periods 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 and Classification of Liabilities as Current or Non-current
- Amendments to MFRS 107, Statement of Cash Flows and MFRS 7, Financial Instruments: Disclosures Supplier Finance Arrangements

MFRS Accounting Standards, interpretations 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 – Lack of Exchangeability

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2026

• Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments

MFRS Accounting Standards, interpretations 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: Disclosure

MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

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

A1. Basis of preparation (con't)

The Group and the Company plan to apply the abovementioned accounting standards, interpretations and amendments:

- from the annual period beginning on 1 June 2024 for the amendments that are effective for annual periods beginning on or after 1 January 2024.
- from the annual period beginning on 1 June 2025 for the amendments that are effective for annual periods beginning on or after 1 January 2025.
- from the annual period beginning on 1 June 2026 for the amendments that are effective for annual periods beginning on or after 1 January 2026.
- from the annual period beginning on 1 January 2027 for the accounting standards that are effective for the annual period beginning on or after 1 January 2027.

The initial application of the abovementioned accounting standards, amendments or interpretations are not expected to have any material financial impact to the current period and prior period financial statements of the Group and the Company.

A2. Auditors' Report On Preceding Annual Financial Statements

The audit report in respect of the financial statements of the Group for the preceding year was not subject to any qualification.

A3. Seasonal Or Cyclical Factors

The Group's results were not materially affected by any major seasonal or cyclical factors in the current quarter.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income Or Cash Flows

There were no unusual nature and amount of items affecting assets, liabilities, equity, net income or cash flow of the Group during the quarter under review.

A5. Changes in Estimates

There were no material changes in estimates during the quarter under review.

A6. Issuance and Repayment of Debt and Equity Securities

There were no new debts and equity security issued during the current quarter.

A7. Dividends Paid

No dividends were paid during the quarter under review.

A8. Operating segments

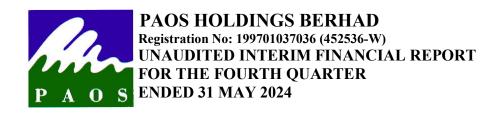
			Integrated	
			hotel	Current Quarter
			Operations and	Ended
			Property	31.05.2024
	Manufacturing	Trading	investment	Total
	RM'000	RM'000	RM'000	RM'000
Segment profit/(loss)	126	486	(103)	509
Included in the measure of Segment profit are: -				
Revenue from				
External customers	8,151	107,738	1,404	117,293
Depreciation and amortisation	338	70	335	743

Reconciliation of reportable segment profit: -

	Current Quarter ended 31.05.2024 RM'000
Profit	
Total profit for reportable segments	509
Unallocated expenses	(86)
Unallocated income	27
Interest expenses	(7)
Interest income	50
Consolidated profit before tax	493
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A9. Valuation of Property, Plant and Equipment

The valuation of property, plant and equipment has been brought forward without amendment from the previous financial year.



A10. Capital Commitments

Authorised capital expenditure for property, plant and equipment not provided for in the financial statements were as follows:-

	As at 31 May 2024 RM'000	As at 31 May 2023 RM'000
Property, plant and equipment		
- contracted	92	46
 not contracted 	_393	_881
Total	485	927
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A11. Events Subsequent to the End of the Interim Period

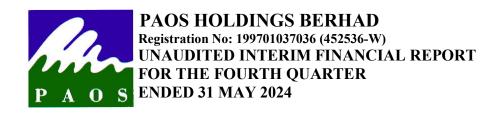
There were no material events subsequent to the end of the current reporting period until the date of this report, which are expected to have a material operational or financial impact on the Group.

A12. Changes in the Composition of the Group

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

A13. Changes in Contingent Liabilities Or Contingent Assets

	As at 31 May 2024 RM'000	As at 31 May 2023 RM'000
Bank guarantees in favour of third		
parties for utilities	410	380
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<u>Part B - Explanatory Notes Pursuant to Paragraph 9.22 of the Bursa Malaysia Securities</u> <u>Exchange Listing Requirements</u>

B1. Review Of Performance

	Individual quarter		Cumulative quarter		
	31.05.2024 RM'000	31.05.2023 RM'000	31.05.2024 RM'000	31.05.2023 RM'000	
Revenue					
Manufacturing	8,151	10,910	28,849	45,733	
Trading	107,738	193,214	671,037	632,873	
Integrated hotel operations					
and property investment	1,404	1,315	5,857	5,344	
	117,293	205,439	705,743	683,950	
	=======	=======	=======	=======	
Segment profit/(loss)					
Manufacturing	126	782	(1,934)	(192)	
Trading	486	917	3,001	2,415	
Integrated hotel operations					
and property investment	(103)	(151)	(105)	(597)	
	509	1,548	962	1,626	
Profit/(loss) before tax					
Unallocated expenses	(86)	(109)	(605)	(1,099)	
Unallocated income	27	27	108	110	
Interest expenses	(7)	(7)	(28)	(28)	
Interest income	50	6	<u>119</u>	9	
	493	1,465	556	618	
	=======	======	======		

Quarterly Performance Review

Revenue of the Group for the fourth quarter ended 31 May 2024 decreased to RM117.29 million from RM205.44 million reported in the preceding corresponding financial quarter mainly due to decrease in fuel oil and manufacturing volume.

In tandem with the lower fuel oil and manufacturing volume, cost of sales of the Group for the current quarter decreased to RM115.75 million from RM203.47 million in the preceding corresponding quarter.

Overall, the Group reported a profit before taxation for the current quarter of RM0.49 million as compared to a profit before taxation of RM1.47 million in the preceding corresponding quarter.

B1. Review Of Performance (con't): -

Segment Performance Review

Manufacturing segment

For the twelve months ended 31 May 2024, revenue decreased by 36.91% from 45.73 million to RM28.85 million, while segment loss increased from RM0.19 million to RM1.93 million mainly due to lower volume.

Trading segment

For the twelve months ended 31 May 2024, revenue increased by 6.03% from RM632.87 million to RM671.04 million, while segment profit increased from RM2.42 million to RM3.00 million mainly due to higher fuel oil volume.

Integrated hotel operations and property investment segment

For the twelve months 31 May 2024, revenue increased by 9.74% from RM5.34 million to RM5.86 million, while segment loss decreased from RM0.60 million to RM0.10 million mainly due to increase in occupancy rate of the hotel.

B2. Variation Of Current Quarter Results Compared With The Preceding Quarter

Revenue for the current quarter was RM117.29 million compared to RM158.61 million recorded in the immediate preceding quarter.

The Group's profit before taxation for the current quarter was RM0.49 million compared to the profit before taxation of RM0.53 million for the preceding quarter.

B3. Current Year Prospects

Current economic situation continues to present challenging business conditions for the Group. Higher operational costs in terms of rising cost of wages, utilities, logistics, other operational expenses and also fluctuations in foreign currency exchange rates remain as main challenges for the Group.

Efforts will continuously be made in improving the performance of the respective segments.

The Board of Directors is cautiously optimistic of the performance of the Group for the financial year 2024/2025 amidst challenges from the prevailing economic conditions.

The Group will remain resilient and vigilant in addressing these challenges in its' business activities moving forward.

B4. Variance of Actual Profit from Profit Forecast or Profit Guarantee

Not applicable to the Group as there was no profit forecast or profit guarantee.

B5 Taxation

	Current Year		Preceding Year	
	Quarter Year To Date		Quarter Y	ear To Date
	31.05.2024	31.05.2024	31.05.2023	31.05.2023
	'000	' 000	' 000'	'000
Income tax				
-current year	386	810	446	870
-over provision in prior year	(22)	(116)	(105)	(105)
Total current expenses	364	694	341	765
Deferred tax				
-current year	(44)	(44)	(12)	(82)
-Under/(over) provision in prior year	(188)	(188)	(19)	(19)
Total deferred tax	(232)	(232)	(31)	(101)
Total tax expenses	132	462	310	664

B6. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

B7. Borrowings and Debt Securities

Details of the Group's borrowings as at 31 May 2024 are as follows:

RM'000	
161	
<u>310</u>	
471	

B8. Material Litigation

There is no material litigation for the Group as at the date of this report.

B9. Dividends

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



B10. Earnings Per Share

	Quarter Ended		Cumulative Quarter	
		Preceding	Current	Preceding
	Current	Year	Year To	Year
	Quarter	Corresponding	Date	Corresponding
	Ended	Quarter Ended	Ended	Year To Date Ended
	31.05.2024	31.05.2023	31.05.2024	31.05.2023
Basic Earnings				
Per Share:				
Net profit/(loss) for				
the period (RM'000)	361	1,155	94	(46)
Weighted average				
number of ordinary				
shares ('000)	181,164	181,164	181,164	181,164
Basic Earnings/(Loss)				
Per Share (Sen)	0.20	0.64	0.05	(0.03)
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