

<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 2024.

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 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 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 June 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

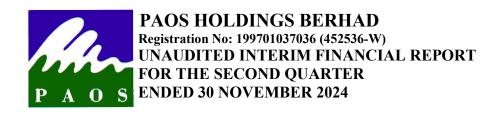
	Manufacturing RM'000	Trading RM'000	Integrated hotel Operations and Property investment RM'000	Current Quarter Ended 30.11.2024 Total RM'000
Segment profit/(loss)	(1,676)	696	(131)	(1,111)
Included in the measure of Segment profit are: -				
Revenue from External customers	8,195	139,606	1,473	149,274
Depreciation and amortisation	437	48	346	831

Reconciliation of reportable segment profit: -

	ended 30.11.2024
	RM'000
Profit	
Total profit/(loss) for reportable segments	(1,111)
Unallocated expenses	(207)
Unallocated income	26
Interest expenses	(5)
Interest income	52
Consolidated profit/(loss) before tax	(1,245)
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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 30 November 2024 RM'000	As at 31 May 2024 RM'000
Property, plant and equipment		
- contracted	259	92
 not contracted 	<u>1,992</u>	<u>393</u>
Total	2,251	485
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A11. Events Subsequent to the End of the Interim Period

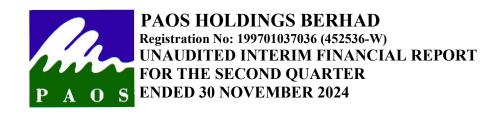
There were no material events subsequent to the end of the current reporting period until the date of this report, which are expected to have a material operational or financial impact on the Group.

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

B1. Review Of Performance

	Individual quarter		Cumulative quarter	
	30.11.2024 RM'000	30.11.2023 RM'000	30.11.2024 RM'000	30.11.2023 RM'000
Revenue				
Manufacturing	8,195	6,247	18,771	13,364
Trading	139,606	169,359	250,352	413,582
Integrated hotel operations				
and property investment	1,473	1,392	3,180	<u>2,894</u>
	149,274	176,998	272,303	429,840
	======	=======	=======	=======
Segment profit/(loss)				
Manufacturing	(1,676)	(1,146)	(3,032)	(1,763)
Trading	696	693	1,213	1,829
Integrated hotel operations				
and property investment	(131)	(124)	(36)	$\underline{\hspace{1cm}}$ (171)
	(1,111)	(577)	(1,855)	(105)
Profit/(loss) before tax				
Unallocated expenses	(207)	(202)	(329)	(437)
Unallocated income	26	27	53	54
Interest expenses	(5)	(7)	(12)	(14)
Interest income		<u> 26</u>	98	32
	(1,245)	(733)	(2,045)	(470)
	=======	======	======	======

Quarterly Performance Review

Revenue of the Group for the second quarter ended 30 November 2024 decreased to RM149.27 million from RM177.00 million reported in the preceding corresponding financial quarter mainly due to decrease in fuel oil prices.

In tandem with the lower fuel oil prices, cost of sales of the Group for the current quarter decreased to RM148.54 million from RM176.26 million in the preceding corresponding quarter.

Overall, the Group reported a loss before taxation for the current quarter of RM1.25 million as compared to a loss before taxation of RM0.73 million in the preceding corresponding quarter.

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

Segment Performance Review

Manufacturing segment

For the six months ended 30 November 2024, revenue increased by 40.49% from 13.36 million to RM18.77 million mainly due to increase of palm oil prices, while segment loss increased from RM1.76 million to RM3.03 million mainly due to lower volume and forex.

Trading segment

For the six months ended 30 November 2024, revenue decreased by 39.47% from RM413.58 million to RM250.35 million mainly due to lower volume and fuel oil prices, while segment profit decreased from RM1.83 million to RM1.21 million.

Integrated hotel operations and property investment segment

For the six months 30 November 2024, revenue increased by 10.03% from RM2.89 million to RM3.18 million, while segment loss decreased from RM0.17 million to RM0.04 million mainly due to increase in occupancy of the hotel. The improvement was affected by the additional expenses incurred on upkeep of building.

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

Revenue for the current quarter was RM149.27 million compared to RM123.03 million recorded in the immediate preceding quarter.

The Group's loss before taxation for the current quarter was RM1.25 million compared to the loss before taxation of RM0.80 million for the preceding quarter.

B3. Current Year Prospects

Current economic situation continues to present challenging business conditions for the Group. Higher operational costs brought about by rising inflation rates 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.

The Group will continue to prioritise operational efficiency and seek more business opportunities to improve 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 30.11.2024	Year To Date 30.11.2024	Quarter 30.11.2023	Year To Date 30.11.2023
Income tax	'000	'000	'000	'000
-current year	44	98	39	210
Total current expenses	44	98	39	210

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 30 November 2024 are as follows:

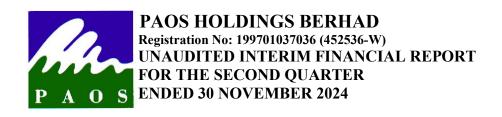
RM'000
124
248
372

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
	30.11.2024	30.11.2023	30.11.2024	30.11.2023
Basic Earnings				
Per Share:				
Net profit/(loss) for				
the period (RM'000)	(1,289)	(772)	(2,143)	(680)
Weighted average		,		,
number of ordinary				
shares ('000)	181,164	181,164	181,164	181,164
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Basic Earnings/(Loss)				
Per Share (Sen)	(0.71)	(0.43)	(1.18)	(0.38)
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