



# **ONE GLOVE GROUP BERHAD**

Company No: 200201029469 | 597132-A

## **UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 DECEMBER 2023**

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 | 597132-A

## Unaudited Interim Financial Report for the third quarter ended 31 December 2023

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# ONE GLOVE GROUP BERHAD

Company No: 200201029469 | 597132-A

## Unaudited Condensed Consolidated Statement of Comprehensive Income for the third quarter ended 31 December 2023

	Current Quarter Ended 31-Dec-23 RM'000	Corresponding Quarter Ended 31-Dec-22 RM'000	Current Period Ended 31-Dec-23 RM'000	Corresponding Period Ended 31-Dec-22 RM'000
Revenue	7,589	4,824	28,156	-
Cost of sales	(12,635)	(14,433)	(43,371)	-
<b>Gross profit/(loss)</b>	<b>(5,046)</b>	<b>(9,609)</b>	<b>(15,215)</b>	<b>-</b>
Other income/(expense)	684	(103)	1,592	-
Administrative expenses	(3,688)	(3,304)	(12,410)	-
Selling and distribution expenses	(95)	(122)	(346)	-
<b>Profit/(Loss) from operations</b>	<b>(8,145)</b>	<b>(13,138)</b>	<b>(26,379)</b>	<b>-</b>
Finance costs	(1,190)	(1,763)	(5,862)	-
<b>Profit/(Loss) before taxation</b>	<b>(9,335)</b>	<b>(14,901)</b>	<b>(32,241)</b>	<b>-</b>
Taxation	318	1,605	434	-
<b>Profit/(Loss) for the period</b>	<b>(9,017)</b>	<b>(13,296)</b>	<b>(31,807)</b>	<b>-</b>
<b>Other comprehensive income:</b>				
Revaluation surplus on building, net of tax	(41)	-	-	-
<b>Total comprehensive income</b>	<b>(9,058)</b>	<b>(13,296)</b>	<b>(31,807)</b>	<b>-</b>
<b>Profit/(Loss) after taxation attributable to:-</b>				
Owners of the Company	(9,103)	(13,214)	(31,762)	-
Non-controlling interests	86	(82)	(45)	-
	<b>(9,017)</b>	<b>(13,296)</b>	<b>(31,807)</b>	<b>-</b>
<b>Total comprehensive Profit/(loss) attributable to:-</b>				
Owners of the Company	(9,118)	(13,214)	(31,762)	-
Non-controlling interests	60	(82)	(45)	-
	<b>(9,058)</b>	<b>(13,296)</b>	<b>(31,807)</b>	<b>-</b>
<b>Earning/(loss) per ordinary share (sen)</b> (Note B14)				
Basic	(2.45)	(4.65)	(8.55)	-
Diluted	(1.96)	(4.65)	(6.84)	-

### Note:

As announced on 25 August 2022, the financial year end of the Group has been changed from 30 September 2022 to 31 March 2023. As such, no comparative financial information is available for the preceding year's corresponding period.

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the period ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

# ONE GLOVE GROUP BERHAD

## Unaudited Condensed Consolidated Statement of Financial Position for the third quarter ended 31 December 2023

	Unaudited as at 31-Dec-23 RM'000	Audited as at 31-Mar-23 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	521,890	531,017
Right of use assets	22,821	23,109
Other receivables	1,720	2,620
<b>Total non-current assets</b>	<b>546,431</b>	<b>556,746</b>
<b>Current assets</b>		
Inventories	18,010	34,169
Trade and non-trade receivables	5,805	7,720
Other assets	5,826	4,435
Current tax assets	164	136
Cash and bank balances	16,293	4,734
<b>Total current assets</b>	<b>46,098</b>	<b>51,194</b>
<b>TOTAL ASSETS</b>	<b>592,529</b>	<b>607,940</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Ordinary shares	271,771	156,045
Irredeemable convertible preference shares	-	88,385
Reserves	(147,811)	(120,920)
Equity attributable to owners of the Company	123,960	123,510
Non-controlling interests	143,323	143,369
<b>TOTAL EQUITY</b>	<b>267,283</b>	<b>266,879</b>
<b>Non-current liabilities</b>		
Loans and borrowings	131,045	128,537
Other payables	136,886	130,109
Deferred tax liabilities	30,370	30,804
<b>Total non-current liabilities</b>	<b>298,301</b>	<b>289,450</b>
<b>Current liabilities</b>		
Trade and other payables	12,208	22,597
Other liabilities	6,344	9,911
Borrowings	8,392	19,102
Tax payables	1	1
<b>Total current liabilities</b>	<b>26,945</b>	<b>51,611</b>
<b>TOTAL LIABILITIES</b>	<b>325,246</b>	<b>341,061</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>592,529</b>	<b>607,940</b>
Net assets per ordinary share attributable to owners of the Company (RM)	0.23	0.43
Total Ordinary Shares Issued	528,708	284,000

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the period ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial statements.

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## Unaudited Condensed Consolidated Statement of Changes In Equity for the third quarter ended 31 December 2023

	Attributable to owners of the Company							Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Irredeemable Convertible Preference Shares RM'000	Non-Distributable Reserves			Distributable Reserve			
Warrants Reserve RM'000			Revaluation Reserve RM'000	Accumulated Losses RM'000	Total RM'000				
Balance as at 1 October 2021	156,045	-	-	17,414	(80,677)	92,782	(2)	92,780	
Total comprehensive loss for the financial period	-	-	-	-	(78,177)	(78,177)	(216)	(78,393)	
Revaluation surplus (net of tax)	-	-	-	20,585	-	20,585	-	20,585	
Realisation of revaluation reserve	-	-	-	(2,639)	2,574	(65)	-	(65)	
Acquisition of a subsidiary	-	-	-	-	-	-	143,587	143,587	
Issuance of irredeemable convertible preference shares	-	88,385	-	-	-	88,385	-	88,385	
Balance as at 31 March 2023	156,045	88,385	-	35,360	(156,280)	123,510	143,369	266,879	
Balance as at 1 April 2023	156,045	88,385	-	35,360	(156,280)	123,510	143,369	266,879	
Total comprehensive loss for the financial period	-	-	-	-	(31,762)	(31,762)	(45)	(31,807)	
Realisation of revaluation reserve	-	-	-	(616)	616	-	-	-	
Conversion of irredeemable convertible preference shares to ordinary shares	89,357	(88,385)	-	-	-	972	-	972	
Rights Issue	26,369	-	4,871	-	-	31,240	-	31,240	
As at 31 December 2023	271,771	-	4,871	34,744	(187,426)	123,960	143,324	267,284	

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the period ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

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## Unaudited Condensed Consolidated Statement of Cash Flows for the third quarter ended 31 December 2023

	Current Year-To-Date 31-Dec-23 RM'000	Corresponding Year-To-Date 31-Dec-22 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	(32,241)	-
Adjustments for:-		
Amortisation of right-of-use assets	288	-
Depreciation of property, plant and equipment	8,010	-
Interest income	(316)	-
Interest expenses	5,862	-
Reversal of inventories written down	(12,230)	-
Other adjustments	619	-
Operating profit/(loss) before working capital changes	(30,008)	-
Changes in working capital:-		
Decrease/(Increase) in inventories	28,389	-
Decrease/(Increase) in receivables	1,528	-
Increase/(Decrease) in payables	(12,360)	-
Cash (used in)/generated from operations	(12,451)	-
Tax (paid)/refund	(28)	-
<b>Net cash used in operating activities</b>	<b>(12,479)</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	316	-
Proceeds from disposal of property, plant and equipment	63	-
Purchase of property, plant and equipment	(1,570)	-
<b>Net cash used in investing activities</b>	<b>(1,191)</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(5,929)	-
Advances from shareholders	8,057	-
Advances from a director	95	-
Proceeds from right issue	31,240	-
Repayment of banker acceptance	(907)	-
Repayment of hire purchases	(6,237)	-
Repayment of term loan	(1,058)	-
<b>Net cash generated from financing activities</b>	<b>25,261</b>	<b>-</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>11,591</b>	<b>-</b>
Effect of exchange rate changes on cash and cash equivalents	(32)	-
<b>CASH AND CASH EQUIVALENTS BROUGHT FORWARD</b>	<b>4,734</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD</b>	<b>16,293</b>	<b>-</b>

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## Unaudited Condensed Consolidated Statement of Cash Flows for the third quarter ended 31 December 2023

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### ANALYSIS OF CASH AND CASH EQUIVALENTS: -

Cash and bank balances	4,193	-
Fixed deposit	12,100	-
	<u>16,293</u>	<u>-</u>

### Note:

As announced on 25 August 2022, the financial year end of the Group has been changed from 30 September 2022 to 31 March 2023. As such, no comparative financial information is available for the preceding year's corresponding period.

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the period ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial report.

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## Unaudited Interim Financial Report for the third quarter ended 31 December 2023

### Part A | Explanatory Notes Pursuant to MFRS 134 Interim Financial Reporting

#### A1. Basis of Preparation

This interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting, International Accounting Standard ("IAS") 34 Interim Financial Reporting, and Paragraph 9.22 (Appendix 9B part A) of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad. The interim financial report is in compliance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS") and Companies Act 2016 in Malaysia.

This interim financial report should be read in conjunction with our audited financial statements for the period ended 31 March 2023. The explanatory notes attached to this interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the period ended 31 March 2023.

The accounting policies and methods of computation adopted for this interim financial report are consistent with those of the audited financial statements for the period ended 31 March 2023, except for the adoption of the following MFRS/Amendments to MFRS:

MFRS 17	Insurance Contracts
Amendments to:	
MFRS 17	Insurance Contracts
MFRS 17	Initial Application of MFRS 17 and MFRS 9 Comparative Information
MFRS 101	Classification of Liabilities as Current or Non-current
MFRS 101	Disclosure of Accounting Policies
MFRS 108	Definition of Accounting Estimate
MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The adoption of these MFRS did not have any material impact to the financial performance or position of the Group.

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

Amendments to:	Effective for annual periods beginning on or after
MFRS 16, Lease Liability in a Sales and Leaseback	1 January 2024
MFRS 101, Classification of Liabilities as Current or Non-current	1 January 2024
MFRS 101, Non-current Liabilities with Covenants	1 January 2024
MFRS 7 and MFRS 107, Supplier Finance Arrangements	1 January 2024
MFRS 121, Lack of Exchangeability	1 January 2025
MFRS 10 and MFRS 128, Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined

#### A2. Auditors' Report on Preceding Annual Financial Statements

There were no audit qualifications on the annual financial statements for the period ended 31 March 2023.

#### A3. Seasonal or Cyclical Factors

The Group's operations were not materially affected by any major seasonal or cyclical factors.



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## Notes to the Unaudited Interim Financial Report for the third quarter ended 31 December 2023

### A4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group in the current quarter or financial year-to-date.

### A5. Material Changes in Estimates

There were no changes in estimates used for accounting estimates which may have a material effect in the current quarter or financial year-to-date.

### A6. Debt and Equity Securities

There was no issuance or repayment of debt or equity securities during the quarter under review save for the issuance of 102,708,314 new ordinary shares in the Company (“**New Ordinary Share**”) arising from the conversion of 102,708,314 irredeemable convertible preference shares in the Company at an issue price of RM0.87 per New Ordinary Share.

### A7. Dividend Paid

There was no dividend paid during the quarter under review and financial year-to-date.

### A8. Segmental Information

The segmental reporting by business units based on their products and services provided is set out below:

(a) (i) For the quarter ended 31 December 2023:

	Investment Holding RM'000	Glove Manufacturing RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<b>Revenue</b>					
External customers	92	7,497	-	-	7,589
Inter-segment revenue	-	-	-	-	-
<b>Total revenue</b>	<u>92</u>	<u>7,497</u>	<u>-</u>	<u>-</u>	<u>7,589</u>
<b>Results</b>					
Segment results	<u>(802)</u>	<u>(7,336)</u>	<u>(7)</u>	<u>-</u>	<u>(8,145)</u>
Finance costs					<u>(1,190)</u>
Loss before tax					<u>(9,335)</u>
Tax income					<u>318</u>
Loss for the period					<u>(9,017)</u>
<b>Other information:</b>					
Depreciation and amortisation	(71)	(2,517)	-	-	(2,588)
Amortisation of right-of-use asset	(27)	(68)	-	-	(95)
Reversal of inventories written down to NRV	-	3,955	-	-	3,955
Unrealised loss on foreign exchange	-	(51)	-	-	(51)
Realised loss on foreign exchange	(22)	(65)	-	-	(87)
Property, plant and equipment adjusted/written-off	-	(840)	-	-	(840)
Rental income	8	-	-	-	8
Interest income	135	12	-	-	147
Capital additions	50	611	-	-	661

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## Notes to the Unaudited Interim Financial Report for the third quarter ended 31 December 2023

(a) (ii) For the financial year-to-date ended 31 December 2023:

	Investment Holding RM'000	Glove Manufacturing RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<b>Revenue</b>					
External customers	345	27,811	-	-	28,156
Inter-segment revenue	-	-	-	-	-
<b>Total revenue</b>	<u>345</u>	<u>27,811</u>	<u>-</u>	<u>-</u>	<u>28,156</u>
<b>Results</b>					
Segment results	<u>(3,629)</u>	<u>(22,739)</u>	<u>(11)</u>	<u>-</u>	<u>(26,379)</u>
Finance costs					<u>(5,862)</u>
Loss before tax					<u>(32,241)</u>
Tax income					<u>434</u>
Loss for the period					<u>(31,807)</u>
<b>Other information:</b>					
Depreciation and amortisation	(210)	(7,800)	-	-	(8,010)
Amortisation of right-of-use asset	(82)	(206)	-	-	(288)
Reversal of inventories written down to NRV	-	12,230	-	-	12,230
Unrealised gain on foreign exchange	-	211	-	-	211
Realised loss on foreign exchange	(79)	(103)	-	-	(182)
Property, plant and equipment adjusted/written-off	-	893	-	-	893
Rental income	23	-	-	-	23
Interest income	293	23	-	-	316
Capital additions	55	1,515	-	-	1,570

(b) No geographical segment is presented as the Group operates principally in Malaysia.

### A9. Revaluation of Property, Plant and Equipment

There was no revaluation of property, plant and equipment during the quarter under review.

### A10. Material Events Subsequent to the End of the Quarter Under Review

Save for the internal re-organisation of the Group's glove business as announced by the Company on 7 February 2024 ("**Internal Reorganisation**"), there were no material events subsequent to 31 December 2023 up to the date of this report which would substantially affect the results of the Group.

### A11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the quarter under review. Subsequent to the quarter under review One Glove Venture Sdn. Bhd. ("**OGV**") and its 100% subsidiaries, Stylish Technology Sdn. Bhd. (formerly known as One Glove Industrial Sdn. Bhd.) ("**ST**") and Stylish Energy Sdn Bhd ("**SE**") were derecognised as subsidiaries of the Company and OGV thereafter recognised as an associate company of the Company with effect from 8 February 2024 pursuant to the implementation of the Internal Reorganisation.

### A12. Contingent Liabilities

The Group has no material contingent liabilities as at the date of this announcement.

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## Notes to the Unaudited Interim Financial Report for the third quarter ended 31 December 2023

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### A13. Capital Commitments

Capital expenditure approved and contracted for as at the end reporting date:	<b>RM '000</b> <u>14,001</u>
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### A14. Significant Related Party Transactions

There were no significant related party transactions during the quarter under review.

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## Notes to the Unaudited Interim Financial Report for the third quarter ended 31 December 2023

### Part B | Explanatory Notes Pursuant to Appendix 9B of Bursa's Listing Requirements

#### B1. Review of Performance

	Quarter Ended	Quarter Ended	Current	Corresponding
	31-Dec-23 RM'000	31-Dec-22 RM'000	Period Ended 31-Dec-23 RM'000	Period Ended 31-Dec-22 RM'000
Revenue from:-				
Others	92	124	345	-
Glove Manufacturing	7,497	4,700	27,811	-
	7,589	4,824	28,156	-
Inter segment elimination	-	-	-	-
<b>Total Revenue</b>	<b>7,589</b>	<b>4,824</b>	<b>28,156</b>	<b>-</b>
Profit/(Loss) before taxation	(9,335)	(14,901)	(32,241)	-

As announced on 25 August 2022, the financial year end of the Group has been changed from 30 September 2022 to 31 March 2023. As such, no comparative financial information is available for the preceding year's corresponding period.

#### Current Period vs Corresponding Period

The Group recorded total revenue of RM28.156 million for the nine-month period ended 31 December 2023, approximately 98.77% of which was derived from its glove manufacturing business.

The Group recorded loss before tax of RM32.241 million for the nine-month period ended 31 December 2023. The loss before tax for the period under review was attributed to low-capacity utilisation arising from soft market demand and low average selling price ("ASP") and the continued incurrence of fixed overhead costs as necessary to maintain an optimum level of operations.

#### Current Quarter vs Preceding Year Corresponding Quarter

The Group recorded total revenue of RM7.589 million (which is approximately 57.32% higher as compared to RM4.824 million in the preceding year corresponding quarter) and a loss before tax of RM9.335 million (which is approximately 37.35% lower as compared to loss before tax of RM14.901 million in the preceding year corresponding quarter).

During the quarter under review, the increase in revenue was attributed to higher sales volume, which contributed to a lower loss before tax.

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## Notes to the Unaudited Interim Financial Report for the third quarter ended 31 December 2023

### B2. Comparison with the Preceding Quarter's Results

	Current Quarter Ended 31-Dec-23 RM'000	Preceding Quarter Ended 30-Sept-23 RM'000	Variance RM'000	%
Revenue	7,589	9,213	(1,624)	(17.63)
Operating profit / (loss)	(8,145)	(8,328)	183	2.20
Profit / (loss) before interest and tax	(8,145)	(8,328)	183	2.20
Profit / (loss) before tax	(9,335)	(10,663)	1,328	12.45
Profit / (loss) after tax	(9,017)	(10,607)	1,590	14.99

During the quarter under review, the Group recorded revenue of RM7.589 million (which is approximately 17.63% lower compared to RM9.213 million in the preceding quarter) and a loss before tax of RM9.335 million (which is approximately 12.45% lower compared to loss before tax of RM10.663 million in the preceding quarter). The decrease in revenue was attributable to lower sales volume. However, the decrease in loss before tax was mainly attributable to lower administrative expenses and finance costs resulting from the Company's continuing cost optimisation efforts.

### B3. Prospects

The Group continues to encounter strong headwinds. Intense market competition persists, driven by installed supply capacity continuing to exceed demand. As a result, Average Selling Prices continue to be soft, exacerbating operating margins already adversely affected by earlier operating cost increases (particularly relating to labour and utilities).

However, the Group continues to see global demand for gloves trending upward in the mid to long term. Given this, the Group remains determined to stay the course and see through this challenging period and remains cognisant of the continuing need and will use its best efforts to maintain and improve the quality of its products, to focus on its sales and marketing efforts and to enhance its operational efficiency particularly in optimising costs, in order to remain competitive.

In parallel, the Group continues to pay close attention to developing and improving its ESG practice.

### B4. Profit Forecast or Profit Guarantee

The Group has not issued any profit forecast or profit guarantee in the quarter under review or in the prior financial period.

### B5. Profit/(Loss) Before Tax

Profit/(Loss) before tax was arrived at after crediting/(charging) the following items:

	Quarter Ended 31-Dec-23 RM'000	Period Ended 31-Dec-23 RM'000
Interest income	147	316
Interest expense	(1,189)	(5,862)
Depreciation and amortisation	(2,588)	(8,010)
Amortisation of right-of-use asset	(95)	(288)
Realised gain/(loss) on foreign exchange	(87)	(182)
Unrealised gain/(loss) on foreign exchange	(51)	211
Property, plant and equipment adjusted/written-off	(840)	(893)
Reversal of allowance for inventory written down	3,955	12,230

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## Notes to the Unaudited Interim Financial Report for the third quarter ended 31 December 2023

### B6. Taxation

	Quarter Ended 30-Sep-23 RM'000	Period Ended 30-Sep-23 RM'000
Income tax	-	-
Crystallisation of deferred tax liabilities	318	434
	<u>318</u>	<u>434</u>

### B7. Disposal of Unquoted Investments and/or Properties

There were no material disposals of unquoted investments or properties during the quarter under review.

### B8. Quoted Securities

There were no acquisitions or disposals of quoted securities during the quarter under review.

### B9. Status of Corporate Proposals

#### Proposed Capital Reduction

On 13 October 2023, UOB Kay Hian Securities (M) Sdn Bhd had, on behalf of the Board, announced the Company's proposal to undertake a reduction of RM120.0 million of the issued share capital of the Company through the cancellation of share capital which is lost and/ or unrepresented by available assets pursuant to Section 116 of the Companies Act, 2016 ("**Act**") ("**Proposed Capital Reduction**"). The Proposed Capital Reduction is subject to:

- the approval of the Company's shareholders at an extraordinary general meeting ("**EGM**");
- the confirmation from the High Court of Malaya ("**Court**") pursuant to Section 116 of the Act; and
- the approvals of any other relevant authorities, if required.

The Proposed Capital Reduction is not conditional upon any other corporate proposals undertaken or to be undertaken by the Company.

On 5 December 2023, the approval of the shareholders at an EGM was obtained. On 31 January 2024, an order from the Court confirming the Proposed Capital Reduction was granted ("**Court Order**"). On 21 February 2024, the Proposed Capital Reduction became effective by virtue of the lodgement of the sealed copy of the Court Order with the Registrar of Companies pursuant to the Act.

#### Internal Reorganisation

On 7 February 2024, the Company announced its intention to implement an internal reorganisation of the gloves business of One Glove and its subsidiaries ("**One Glove Group**" or the "**Group**"), being the manufacturing and trading of all types of gloves and its related activities ("**Gloves Business**") ("**Internal Reorganisation**"). The Internal Reorganisation was implemented on 8 February 2024.

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## Notes to the Unaudited Interim Financial Report for the third quarter ended 31 December 2023

### B10. Group Borrowing

The details of the Group's loans and borrowing, all of which are denominated in Ringgit Malaysia are as follows:

	As at 31-Dec-23 RM'000	As at 31-Dec-22 RM'000
<b>Current:-</b>		
Term loan	1,000	-
Hire purchase payables	7,392	9,866
Banker Acceptance	-	268
	<u>8,392</u>	<u>10,134</u>
<b>Non-current:-</b>		
Term loan	68,981	71,039
Hire purchase payables	62,064	67,125
	<u>131,045</u>	<u>138,164</u>

### B11. Off Balance Sheet Financial Instruments

There was no financial instrument with off-balance sheet risk as at the date of this announcement applicable to the Group.

### B12. Material Litigation

The Company and its subsidiaries are not engaged in any material litigation, either as plaintiff or defendant, which has a material effect on the financial position of the Company and its subsidiaries.

### B13. Dividends

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

### B14. Earnings/(Loss) Per Share

(a) Basic earnings/(loss) per share

	Current Quarter Ended 31-Dec-23	Corresponding Quarter Ended 31-Dec-22	Current Period Ended 31-Dec-23	Corresponding Period Ended 30-Sep-22
Net profit/(loss) attributable to owners of the company (RM '000)	(9,103)	(13,214)	(31,762)	-
Weighted average number of ordinary shares in issue ('000)	371,458	284,000	371,458	-
Basic earnings/(loss) per ordinary share (sen)	<u>(2.45)</u>	<u>(4.65)</u>	<u>(8.55)</u>	<u>-</u>

The basic earnings/(loss) per ordinary share is calculated by dividing the consolidated net profit/(loss) attributable to equity owners of the Company by the weighted average number of ordinary shares in issue during the financial period.

# ONE GLOVE GROUP BERHAD

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## Notes to the Unaudited Interim Financial Report for the third quarter ended 31 December 2023

(b) Diluted earnings per share

	Current Quarter Ended 31-Dec-23	Corresponding Quarter Ended 31-Dec-22	Current Period Ended 31-Dec-23	Corresponding Period ended 31-Dec-22
Net profit/(loss) attributable to owners of the company (RM '000)	(9,103)	(13,214)	(31,762)	-
Weighted average number of ordinary shares in issue ('000)	371,458	284,000	371,458	-
Effect of dilution for the issuance of new shares ('000)	93,156	-	93,156	-
Adjusted weighted average number of ordinary shares for the purpose of diluted EPS ('000)	464,614	284,000	464,614	-
Diluted earnings/(loss) per ordinary share (sen)	(1.96)	(4.65)	(6.84)	-

The diluted earnings/(loss) per ordinary share is calculated by dividing the consolidated net profit/(loss) attributable to equity owners of the Company by the weighted average number of ordinary shares including the effects of all dilutive potential ordinary shares. The diluted loss per share is however similar to basic EPS due to antidilution effect.

As announced on 25 August 2022, the financial year end of the Group has been changed from 30 September 2022 to 31 March 2023. As such, no comparative financial information is available for the preceding year's corresponding periods.

### B15. Status of Utilisation of Rights Issue Proceeds

On 28 July 2023, the Company completed its proposal to undertake a *revised* renounceable rights issue of 142,000,000 new One Glove Shares ("new Rights Share(s)") at the issue price of RM0.22 per new Rights Share, on the basis of 1 new Rights Share for every 2 existing One Glove Shares held, together with 71,000,000 free detachable warrants ("New Warrant(s)") on the basis of 1 New Warrant for every 2 New Rights Shares subscribed for, on an entitlement date to be determined and announced later ("Proposed Rights Issue") via the listing and quotation of the new Rights Shares on the Main Market of Bursa Malaysia Securities Berhad.

Through the Proposed Rights Issue, the Company raised proceeds of RM31.24 million. The status of the utilisation of proceeds from the Proposed Rights Issue is as follows:

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation	Deviation RM'000	%	Explanation (If the deviation is 5% or more)
Working capital	25,562	16,987	Within 18 months	n/a	n/a	n/a
Capital expenditure	5,000	2,205	Within 12 months	n/a	n/a	n/a
Estimated expenses in relation to the Proposed Rights Issue	678	649	Upon completion of the Proposed Rights Issue	n/a	n/a	n/a
<b>Total</b>	<b>31,240</b>	<b>19,841</b>		<b>n/a</b>		

B16. The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

**BY ORDER OF THE BOARD**

Dated 23 February 2024