



# **ONE GLOVE GROUP BERHAD**

Company No: 200201029469 (597132-A)

## **UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 JUNE 2024**

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Unaudited Interim Financial Report for the first quarter ended 30 June 2024

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<b>Contents</b>	<b>Page</b>
Unaudited Condensed Consolidated Statement of Comprehensive Income	1
Unaudited Condensed Consolidated Statement of Financial Position	2
Unaudited Condensed Consolidated Statement of Changes in Equity	3
Unaudited Condensed Consolidated Statement of Cash Flows	4
Part A   Explanatory Notes pursuant to MFRS 134 Interim Financial Reporting	6
Part B   Explanatory Notes pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad	10

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Unaudited Condensed Consolidated Statement of Comprehensive Income for the first quarter ended 30 June 2024

	Current Quarter Ended 30-Jun-24 RM'000	Corresponding Quarter Ended 30-Jun-23 RM'000	Current Period Ended 30-Jun-24 RM'000	Corresponding Period Ended 30-Jun-23 RM'000
Revenue	6,653	11,355	6,653	11,355
Cost of sales	(9,591)	(17,086)	(9,591)	(17,086)
<b>Gross profit/(loss)</b>	<b>(2,938)</b>	<b>(5,731)</b>	<b>(2,938)</b>	<b>(5,731)</b>
Other income/(expense)	63	492	63	492
Administrative expenses	(2,952)	(4,553)	(2,952)	(4,553)
Selling and distribution expenses	(87)	(114)	(87)	(114)
Share of results of associate, net of tax	(21)	-	(21)	-
<b>Profit/(Loss) from operations</b>	<b>(5,935)</b>	<b>(9,906)</b>	<b>(5,935)</b>	<b>(9,906)</b>
Finance costs	(1,438)	(2,337)	(1,438)	(2,337)
<b>Profit/(Loss) before taxation</b>	<b>(7,373)</b>	<b>(12,243)</b>	<b>(7,373)</b>	<b>(12,243)</b>
Taxation	54	60	54	60
<b>Profit/(Loss) for the period</b>	<b>(7,319)</b>	<b>(12,183)</b>	<b>(7,319)</b>	<b>(12,183)</b>
<b>Other comprehensive income:</b>				
Revaluation surplus on building, net of tax	-	-	-	-
<b>Total comprehensive income</b>	<b>(7,319)</b>	<b>(12,183)</b>	<b>(7,319)</b>	<b>(12,183)</b>
<b>Profit/(Loss) after taxation attributable to:-</b>				
Owners of the Company	(7,319)	(12,116)	(7,319)	(12,116)
Non-controlling interests	-	(67)	-	(67)
	<b>(7,319)</b>	<b>(12,183)</b>	<b>(7,319)</b>	<b>(12,183)</b>
<b>Total comprehensive Profit/(loss) attributable to:-</b>				
Owners of the Company	(7,319)	(12,116)	(7,319)	(12,116)
Non-controlling interests	-	(67)	-	(67)
	<b>(7,319)</b>	<b>(12,183)</b>	<b>(7,319)</b>	<b>(12,183)</b>
<b>Earning/(loss) per ordinary share (sen)</b> (Note B14)				
Basic	(1.38)	(4.27)	(1.38)	(4.27)
Diluted	(1.22)	(3.13)	(1.22)	(3.13)

### Note:

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial report.

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Unaudited Condensed Consolidated Statement of Financial Position for the first quarter ended 30 June 2024

	Unaudited as at 30-Jun-24 RM'000	Audited as at 31-Mar-24 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	259,238	258,042
Right of use assets	22,628	22,725
Investment in associate	89,339	89,360
Other receivables	-	220
<b>Total non-current assets</b>	<u>371,205</u>	<u>370,347</u>
<b>Current assets</b>		
Inventories	13,859	14,255
Trade and non-trade receivables	6,884	6,788
Other assets	3,443	3,021
Current tax assets	118	118
Cash and bank balances	5,682	9,193
<b>Total current assets</b>	<u>29,986</u>	<u>33,375</u>
<b>TOTAL ASSETS</b>	<u>401,191</u>	<u>403,722</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Ordinary shares	151,771	151,771
Reserves	(50,607)	(43,288)
Equity attributable to owners of the Company	101,164	108,483
Non-controlling interests	-	-
<b>TOTAL EQUITY</b>	<u>101,164</u>	<u>108,483</u>
<b>Non-current liabilities</b>		
Loans and borrowings	126,204	128,605
Other payables	140,454	136,946
Other liabilities	1,460	-
Deferred tax liabilities	10,675	10,735
<b>Total non-current liabilities</b>	<u>278,793</u>	<u>276,286</u>
<b>Current liabilities</b>		
Trade and other payables	8,582	7,499
Other liabilities	3,703	2,863
Loans and borrowings	8,854	8,502
Tax payables	95	89
<b>Total current liabilities</b>	<u>21,234</u>	<u>18,953</u>
<b>TOTAL LIABILITIES</b>	<u>300,027</u>	<u>295,239</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>401,191</u>	<u>403,722</u>
Net assets per ordinary share attributable to owners of the Company (RM)	<u>0.19</u>	<u>0.21</u>
Total Ordinary Shares Issued	<u>528,708</u>	<u>528,708</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Unaudited Condensed Consolidated Statement of Changes In Equity for the first quarter ended 30 June 2024

	← Attributable to owners of the Company →						Total	Non-controlling Interests	Total Equity
	← Non-Distributable Reserves →								
	Share Capital	Irredeemable Convertible Preference Shares	Warrants Reserve	Capital Reserve	Revaluation Reserve	Accumulated Losses			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
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 year	-	-	-	-	-	(46,267)	(46,267)	(135)	(46,402)
Realisation of revaluation reserve	-	-	-	-	(824)	824	-	-	-
Conversion of irredeemable convertible preference shares to ordinary shares	89,357	(88,385)	-	-	-	(972)	-	-	-
Issuance of ordinary shares with warrants	26,369	-	4,871	-	-	-	31,240	-	31,240
Loss of control of subsidiaries	-	-	-	-	-	-	-	(143,234)	(143,234)
Capital reduction	(120,000)	-	-	48,017	-	71,983	-	-	-
As at 31 March 2024	<u>151,771</u>	<u>-</u>	<u>4,871</u>	<u>48,017</u>	<u>34,536</u>	<u>(130,712)</u>	<u>108,483</u>	<u>-</u>	<u>108,483</u>
Balance as at 1 April 2024	151,771	-	4,871	48,017	34,536	(130,712)	108,483	-	108,483
Total comprehensive loss for the financial period	-	-	-	-	-	(7,319)	(7,319)	-	(7,319)
Realisation of revaluation reserve	-	-	-	-	(206)	206	-	-	-
As at 30 June 2024	<u>151,771</u>	<u>-</u>	<u>4,871</u>	<u>48,017</u>	<u>34,330</u>	<u>(137,825)</u>	<u>101,164</u>	<u>-</u>	<u>101,164</u>

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial report.

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Unaudited Condensed Consolidated Statement of Cash Flows for the first quarter ended 30 June 2024

	Unaudited Current Year-To-Date 30-Jun-24 RM'000	Unaudited Corresponding Year-To-Date 30-Jun-23 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	(7,373)	(12,243)
Adjustments for:-		
Amortisation of right-of-use assets	96	96
Depreciation of property, plant and equipment	2,495	2,749
Interest income	(28)	(31)
Interest expenses	1,438	2,337
Reversal of inventories written down	(2,822)	-
Other adjustments	(9)	(4,674)
Operating profit/(loss) before working capital changes	(6,203)	(11,766)
Changes in working capital:-		
Decrease/(Increase) in inventories	3,218	6,102
(Increase)/Decrease in receivables	(289)	(1,558)
Increase/(Decrease) in payables	1,285	968
Cash used in operations	(1,989)	(6,254)
Interest received	6	30
Tax (paid)/refund	-	(10)
<b>Net cash used in operating activities</b>	(1,983)	(6,234)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received from fixed deposits	22	1
Proceeds from disposal of property, plant and equipment	6	-
Purchase of property, plant and equipment	(1,069)	(309)
<b>Net cash used in investing activities</b>	(1,041)	(308)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(1,438)	(2,337)
Advances from shareholders	3,000	24,644
Advances from a director	-	45
Repayment of banker acceptance	-	3,366
Repayment of hire purchases	(1,800)	(1,741)
Repayment of term loan	(250)	(758)
<b>Net cash (used in)/generated from financing activities</b>	(488)	23,219
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(3,512)	16,677
Effect of exchange rate changes on cash and cash equivalents	1	50
<b>CASH AND CASH EQUIVALENTS BROUGHT FORWARD</b>	9,193	4,734
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD</b>	5,682	21,461

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Unaudited Condensed Consolidated Statement of Cash Flows for the first quarter ended 30 June 2024

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### ANALYSIS OF CASH AND CASH EQUIVALENTS: -

Cash and bank balances	4,982	21,361
Fixed deposit	700	100
	<u>5,682</u>	<u>21,461</u>

### Note:

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial report.

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Unaudited Interim Financial Report for the first quarter ended 30 June 2024

### 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 financial year ended 31 March 2024.

The material accounting policy information and methods of computation adopted for this interim financial report are consistent with those of the audited financial statements for the financial year ended 31 March 2024, except for the adoption of the following amendments to MFRS:

Amendments to:

MFRS 16	Lease Liability in a Sales and Leaseback
MFRS 101	Classification of Liabilities as Current or Non-current
MFRS 101	Non-current Liabilities with Covenants
MFRS 107 and MFRS 7	Supplier Finance Arrangements

The adoption of these amendments to MFRSs did not result in significant changes in the accounting policies of the Group and had no significant effect on 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 121, Lack of Exchangeability	1 January 2025
MFRS 9 and MFRS 7, Amendments to the Classification and Measurement of Financial Instruments (Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures)	1 January 2026
MFRS 18, Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19, Subsidiaries without Public Accountability: Disclosures	1 January 2027
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 financial year ended 31 March 2024.

#### A3. Seasonal or Cyclical Factors

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



# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Notes to the Unaudited Interim Financial Report for the first quarter ended 30 June 2024

### 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.

### 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 30 June 2024:

	Investment Holding RM'000	Glove Manufacturing RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<b>Revenue</b>					
External customers	-	6,653	-	-	6,653
Inter-segment revenue	-	-	-	-	-
<b>Total revenue</b>	<u>-</u>	<u>6,653</u>	<u>-</u>	<u>-</u>	<u>6,653</u>
<b>Results</b>					
Segment results	<u>(733)</u>	<u>(5,176)</u>	<u>(5)</u>	<u>(21)</u>	<u>(5,935)</u>
Finance costs					<u>(1,438)</u>
Loss before tax					<u>(7,373)</u>
Tax income					<u>54</u>
Loss for the period					<u>(7,319)</u>
<b>Other information:</b>					
Depreciation and amortisation	(16)	(2,479)	-	-	(2,495)
Amortisation of right-of-use asset	(27)	(69)	-	-	(96)
Reversal of inventories written down to NRV	-	2,822	-	-	2,822
Unrealised loss on foreign exchange	-	24	-	-	24
Realised loss on foreign exchange	-	(23)	-	-	(23)
Interest income	26	2	-	-	28
Capital additions	-	3,690	-	-	3,690

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Notes to the Unaudited Interim Financial Report for the first quarter ended 30 June 2024

(a) (ii) For the period ended 30 June 2024:

	Investment Holding RM'000	Glove Manufacturing RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
<b>Revenue</b>					
External customers	-	6,653	-	-	6,653
Inter-segment revenue	-	-	-	-	-
<b>Total revenue</b>	<b>-</b>	<b>6,653</b>	<b>-</b>	<b>-</b>	<b>6,653</b>
<b>Results</b>					
Segment results	(733)	(5,176)	(5)	(21)	(5,935)
Finance costs					(1,438)
Loss before tax					(7,373)
Tax income					54
Loss for the period					(7,319)
<b>Other information:</b>					
Depreciation and amortisation	(16)	(2,479)	-	-	(2,495)
Amortisation of right-of-use asset	(27)	(69)	-	-	(96)
Reversal of inventories written down to NRV	-	2,822	-	-	2,822
Unrealised loss on foreign exchange	-	24	-	-	24
Realised loss on foreign exchange	-	(23)	-	-	(23)
Interest income	26	2	-	-	28
Capital additions	-	3,690	-	-	3,690

(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

There were no material events subsequent to 31 March 2024 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.

### A12. Contingent Liabilities

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

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Notes to the Unaudited Interim Financial Report for the first quarter ended 30 June 2024

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### A13. Capital Commitments

Capital expenditure approved and contracted for as at the end reporting date:	<b>RM '000</b> <u>10,539</u>
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### A14. Significant Related Party Transactions

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

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Notes to the Unaudited Interim Financial Report for the first quarter ended 30 June 2024

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

#### B1. Review of Performance

	Quarter Ended	Quarter Ended	Current Period Ended	Corresponding Period Ended
	30-Jun-24 RM'000	30-Jun-23 RM'000	30-Jun-24 RM'000	30-Jun-23 RM'000
Revenue from:-				
Others	-	92	-	92
Glove Manufacturing	6,653	11,263	6,653	11,263
	6,653	11,355	6,653	11,355
Inter segment elimination	-	-	-	-
<b>Total Revenue</b>	<b>6,653</b>	<b>11,355</b>	<b>6,653</b>	<b>11,355</b>
<b>Profit/(Loss) before taxation</b>	<b>(7,373)</b>	<b>(12,243)</b>	<b>(7,373)</b>	<b>(12,243)</b>

#### Current Quarter vs Corresponding Quarter and Current Period vs Corresponding Period

The Group recorded total revenue of RM6.653 million (which is approximately 41.41% lower as compared to RM11.355 million in the corresponding quarter and period) and a loss before tax of RM7.373 million (which is approximately 39.78% lower as compared to loss before tax of RM12.243 million in the corresponding quarter and period).

The lower revenue recorded during the quarter and period under review (as compared to the preceding year corresponding quarter and period) was attributed to lower sales volume.

The improved Loss Before Tax (as compared to the preceding year corresponding quarter and period) was attributed to improved production efficiency including utilities consumption and reduction in administrative expenses during the quarter and period under review.

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

	Current Quarter	Preceding Quarter	Variance	
	Ended 30-Jun-24 RM'000	Ended 31-Mar-24 RM'000	RM'000	%
Revenue	6,653	4,163	2,490	59.81
Operating profit / (loss)	(5,935)	(12,718)	6,783	(53.33)
Profit / (loss) before interest and tax	(5,935)	(12,718)	6,783	(53.33)
Profit / (loss) before tax	(7,373)	(14,568)	7,195	(49.39)
Profit / (loss) after tax	(7,319)	(14,595)	7,276	(49.85)

During the quarter under review, the Group recorded revenue of RM6.653 million (which is approximately 59.81% higher compared to RM4.163 million in the preceding quarter) and a loss before tax of RM7.373 million (which is approximately 49.39% lower compared to loss before tax of RM14.568 million in the preceding quarter). The increase in revenue was mainly attributable to the improved sales volume and an increase in average selling prices ("ASP"). The decrease in loss before tax was mainly attributable to lower expenses (including production costs) resulting from the Company's continuing cost optimisation efforts.

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Notes to the Unaudited Interim Financial Report for the first quarter ended 30 June 2024

### 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, ASP continues to be soft, exacerbating operating margins already adversely affected by earlier operating cost increases (particularly relating to labour and utilities) and by the recent weakening of the United States Dollar.

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. It 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 automation, technology and its operational efficiency particularly so as to 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 30-Jun-24 RM'000	Period Ended 30-Jun-24 RM'000
Interest income	28	28
Interest expense	(1,438)	(1,438)
Depreciation and amortisation	(2,495)	(2,495)
Amortisation of right-of-use asset	(96)	(96)
Realised gain/(loss) on foreign exchange	(23)	(23)
Unrealised gain/(loss) on foreign exchange	24	24
Reversal of allowance for inventory written down	2,822	2,822

### B6. Taxation

	Quarter Ended 30-Jun-24 RM'000	Period Ended 30-Jun-24 RM'000
Income tax	(6)	(6)
Crystallisation of deferred tax liabilities	60	60
	<u>54</u>	<u>54</u>

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

There were no disposals of unquoted investments or properties during the quarter under review save for the Company having entered into a Sales and Purchase agreement on April 26, 2024 (“SPA”) with Transtar Engineering Sdn. Bhd. (“Purchaser”), to dispose of a unit of multi-storey factory building erected on a piece of industrial land held under H.S.(D) 135115, PTB 13338, Bandar Johor Bahru, District of Johor Bahru, measuring approximately 0.7613 hectares and bearing assessment address No. PTB 13338, Jalan Petaling, Kawasan Perindustrian Larkin, Johor Bahru, Johor (“Property”) for an agreed total consideration of RM4,180,000. The Company has received the deposit of RM1,300,000 on April 26, 2024. The balance purchase price of RM2,880,000 shall be paid by the Purchaser to the Company in 36 monthly instalments for which post-dated cheques have been received. The transaction will only be considered complete once the Company has received the full amount of the agreed total consideration for the disposal of the building and land against which the Company shall release, amongst others, the original issue document of title for the Property pursuant to the terms of the SPA.

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Notes to the Unaudited Interim Financial Report for the first quarter ended 30 June 2024

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### B8. Quoted Securities

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

### B9. Status of Corporate Proposals

#### Proposed Debt Settlement

On 8 March 2024, UOB Kay Hian Securities (M) Sdn Bhd ("**UOBKH**") had, on behalf of the Board of Directors, announced that the Company proposes to undertake the following:

- a. a settlement of debts owing to ADA Capital Investments Limited ("**ADA Capital**"), the major shareholder of the Company, amounting to RM45,840,000 via the issuance of 191,000,000 new redeemable convertible preference shares in the Company ("**RCPS**") at the issue price of RM0.24 per RCPS ("**Proposed Debt Settlement**"); and
- b. amendments to the Constitution of the Company to facilitate the issuance of the RCPS under the Proposed Debt Settlement ("**Proposed Amendments**")

(collectively, "**Proposals**"). The Proposals are subject to the following approvals:

- i. Bursa Malaysia Securities Berhad ("**Bursa Securities**"), for the listing and quotation for the new ordinary shares in the Company to be issued pursuant to the conversion of RCPS in relation to the Proposed Debt Settlement on the Main Market of Bursa Securities; and
- ii. the shareholders of the Company at an extraordinary general meeting ("**EGM**") to be convened.

The Proposed Debt Settlement and Proposed Amendments are inter-conditional upon each other. The Proposals not conditional upon any other proposals undertaken or to be undertaken by the Company.

On 31 July 2024 and as announced on 1 August 2024, the listing application in relation to the Proposals was approved by Bursa Securities. The EGM to approve the Proposals has been convened and scheduled for 2 September 2024.

# ONE GLOVE GROUP BERHAD

Company No: 200201029469 (597132-A)

## Notes to the Unaudited Interim Financial Report for the first quarter ended 30 June 2024

### 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 30-Jun-24 RM'000	As at 30-Jun-23 RM'000
<b>Current:-</b>		
Term loan	1,400	700
Hire purchase payables	7,454	15,840
Banker Acceptance	-	4,273
	<u>8,854</u>	<u>20,813</u>
<b>Non-current:-</b>		
Term loan	68,181	69,581
Hire purchase payables	58,023	58,112
	<u>126,204</u>	<u>127,693</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 30-Jun-24	Corresponding Quarter Ended 30-Jun-23	Current Period Ended 31-Mar-24	Corresponding Period Ended 30-Jun-24
Net profit/(loss) attributable to owners of the company (RM '000)	(7,319)	(12,116)	(7,319)	(12,116)
Weighted average number of ordinary shares in issue ('000)	528,708	284,000	528,708	284,000
Basic earnings/(loss) per ordinary share (sen)	<u>(1.38)</u>	<u>(4.27)</u>	<u>(1.38)</u>	<u>(4.27)</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

Company No: 200201029469 (597132-A)

## Notes to the Unaudited Interim Financial Report for the first quarter ended 30 June 2024

(b) Diluted earnings per share

	Current Quarter Ended 30-Jun-24	Corresponding Quarter Ended 30-Jun-23	Current Period Ended 30-Jun-24	Corresponding Period ended 30-Jun-23
Net profit/(loss) attributable to owners of the company (RM '000)	(7,319)	(12,116)	(7,319)	(12,116)
Weighted average number of ordinary shares in issue ('000)	528,708	284,000	528,708	284,000
Effect of dilution for the issuance of new shares ('000)	71,000	102,708	71,000	102,708
Adjusted weighted average number of ordinary shares for the purpose of diluted EPS ('000)	599,708	386,708	599,708	386,708
Diluted earnings/(loss) per ordinary share (sen)	(1.22)	(3.13)	(1.22)	(3.13)

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.

### 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 as at 30 June 2024 is as follows:

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation	Deviation* RM'000	Balance Unutilised RM'000
Working capital	25,562	26,489 <sup>#</sup>	Within 18 months	1,072	145
Capital expenditure	5,000	3,957 <sup>#</sup>	Within 12 months	(1,043)	-
Estimated expenses in relation to the Proposed Rights Issue	678	649 <sup>#</sup>	Upon completion of the Proposed Rights Issue	(29)	-
<b>Total</b>	<b>31,240</b>	<b>31,095</b>		<b>-</b>	<b>145</b>

#### Notes:-

<sup>#</sup> The Group has re-allocated RM1,043,000 from the capital expenditure and RM29,000 from the estimated expenses to the working capital of the Group

<sup>\*</sup> The deviation is less than 5% of the gross proceeds raised from the Rights Issue with Warrants

**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 27 August 2024