

**IQ GROUP HOLDINGS BERHAD**  
**(200301034523)(636944-U)**  
(Incorporated in Malaysia under the Companies Act, 1965)

**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2024**

	Individual Quarter		Cumulative Quarter	
	Current year quarter ended	Preceding year corresponding quarter ended	Current year to-date for 12 months ended	Preceding year corresponding period of 12 months ended
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Revenue	35,853	32,149	125,734	132,755
Investment revenue	243	143	697	351
Other gains and losses	1,203	61	3,787	4,028
Changes in inventories of finished goods and work-in-progress	(5,854)	(2,788)	(4,930)	(9,154)
Raw materials and consumables used	(12,884)	(12,696)	(51,931)	(56,120)
Changes in trading goods	2,486	(171)	2,256	(150)
Employee benefits expense	(9,601)	(8,659)	(38,601)	(37,256)
Depreciation and amortisation of non-current assets	(1,286)	(1,427)	(4,795)	(5,558)
Finance costs	(53)	(68)	(195)	(233)
Other operating expenses	(6,951)	(6,201)	(21,767)	(18,220)
Development cost written off	-	-	(2,166)	(1,534)
<b>Profit/(loss) before tax</b>	<b>3,156</b>	<b>343</b>	<b>8,089</b>	<b>8,909</b>
<b>Tax income/(expense)</b>	<b>(600)</b>	<b>(26)</b>	<b>(1,667)</b>	<b>(1,763)</b>
<b>Profit/(loss) for the period</b>	<b>2,556</b>	<b>317</b>	<b>6,422</b>	<b>7,146</b>
Profit/(loss) for the period attributable to:				
Owners of the Company	2,556	317	6,422	7,146
Non-controlling interests	-	-	-	-
	<u>2,556</u>	<u>317</u>	<u>6,422</u>	<u>7,146</u>
Earnings/(loss) per ordinary share attributable to owners of the Company (sen):				
Basic	2.90	0.36	7.30	8.12
Diluted	N/A	N/A	N/A	N/A

*The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial report.*

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**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER AND TWELVE MONTHS ENDED 31 MARCH 2024**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current year quarter ended  31 March 2024 RM'000</b>	<b>Preceding year corresponding quarter ended  31 March 2023 RM'000</b>	<b>Current year to-date for 12 months ended  31 March 2024 RM'000</b>	<b>Preceding year corresponding period of 12 months ended  31 March 2023 RM'000</b>
<b>Net profit/(loss) for the period</b>	<b>2,556</b>	317	<b>6,422</b>	7,146
<b>Exchange differences on translating foreign operations</b>	<b>319</b>	624	<b>468</b>	(3,106)
<b>Total comprehensive income/(loss) for the period</b>	<b><u>2,875</u></b>	<u>941</u>	<b><u>6,890</u></b>	<u>4,040</u>
Total comprehensive income/(loss) attributable to:				
Owners of the Company	2,875	941	6,890	4,040
Non-controlling interests	-	-	-	-
	<b><u>2,875</u></b>	<u>941</u>	<b><u>6,890</u></b>	<u>4,040</u>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial report.*

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**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>As at end of current quarter 31 March 2024 Unaudited RM'000</b>	<b>As at preceding financial year ended 31 March 2023 Audited RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	9,716	10,364
Right-of-use assets	4,464	3,468
Product development costs	4,465	7,061
Deferred tax assets	1,191	1,309
<b>Total non-current assets</b>	<b>19,836</b>	<b>22,202</b>
<b>Current assets</b>		
Inventories	34,505	42,898
Trade and other receivables	46,753	34,184
Current tax assets	472	1,646
Other assets	1,802	1,410
Short-term deposits with licensed banks	27,995	20,495
Cash and bank balances	25,041	28,015
<b>Total current assets</b>	<b>136,568</b>	<b>128,648</b>
<b>Total assets</b>	<b>156,404</b>	<b>150,850</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Issued capital	96,177	96,177
Reserves	7,251	6,783
Retained earnings/(accumulated losses)	27,782	21,360
<b>Total equity attributable to Owners of the Company</b>	<b>131,210</b>	<b>124,320</b>
Non-controlling interest	-	-
<b>Total equity</b>	<b>131,210</b>	<b>124,320</b>
<b>Non-current liabilities</b>		
Deferred tax liabilities	-	8
Lease liabilities	2,225	1,180
Bank Borrowings	491	2,476
<b>Total non-current liabilities</b>	<b>2,716</b>	<b>3,664</b>
<b>Current liabilities</b>		
Trade and other payables	19,139	19,216
Lease liabilities	1,070	1,093
Bank Borrowings	1,002	1,009
Tax liabilities	1,267	1,548
<b>Total current liabilities</b>	<b>22,478</b>	<b>22,866</b>
<b>Total liabilities</b>	<b>25,194</b>	<b>26,530</b>
<b>Total equity and liabilities</b>	<b>156,404</b>	<b>150,850</b>
Net assets per share attributable to owners of the Company (RM)	1.49	1.41

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial report.*

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**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE TWELVE MONTHS ENDED 31 MARCH 2024**

	-----Attributable to owners of the Company -----				
	Non-Distributable			Distributable	
	Issued Capital RM'000	Translation Reserve RM'000	Legal Reserve RM'000	Retained Earnings RM'000	Total RM'000
Balance as of 1 April 2023	96,177	6,658	125	21,360	124,320
Profit/(Loss) for the year	-	-	-	6,422	6,422
Other comprehensive income/(loss) for the period	-	468	-	-	468
Total comprehensive income/(loss) for the period	-	468	-	6,422	6,890
Transfer to legal reserve	-	-	-	-	-
Balance as of 31 March 2024	96,177	7,126	125	27,782	131,210
Balance as of 1 April 2022	96,177	9,764	125	14,214	120,280
Profit/(Loss) for the year	-	-	-	7,146	7,146
Other comprehensive income/(loss) for the period	-	(3,106)	-	-	(3,106)
Total comprehensive income/(loss) for the period	-	(3,106)	-	7,146	4,040
Transfer to legal reserve	-	-	-	-	-
Balance as of 31 March 2023	96,177	6,658	125	21,360	124,320

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial report.*

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**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE TWELVE MONTHS ENDED 31 MARCH 2024**

	<b>Current year ended 31 March 2024 RM'000</b>	<b>Preceding year ended 31 March 2023 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) for the year	6,422	7,146
Adjustments for :		
Tax expense/ (income) recognised in profit or loss	1,667	1,763
Depreciation and amortisation of non-current assets	4,795	5,558
Unrealised (gain)/loss on foreign exchange	(838)	570
(Gain)/Loss on disposal of property, plant and equipment	(33)	10
(Gain)/Loss arising from striking-off of investment in a subsidiary	-	(1,919)
Product development cost written off	2,166	1,534
Inventories written off	521	669
(Reversal)/ Allowance for slow moving stock	309	196
Inventories written down	37	113
Property, plant and equipment written off	-	37
Finance costs	195	233
(Gain)/Loss on ROU reassessment	-	(34)
Interest income	(697)	(351)
Operating profit/(loss) before working capital changes	<u>14,544</u>	<u>15,525</u>
(Increase) / Decrease in:		
Inventories	7,707	15,700
Trade and other receivables	(11,900)	(4,872)
Other assets	(506)	1,033
Increase / (Decrease) in:		
Trade and other payables	(202)	(1,771)
Cash generated from operations	<u>9,643</u>	<u>25,615</u>
Tax refunded	1,408	305
Tax paid	(2,095)	(1,623)
<b>Net cash (used in)/generated from operating activities</b>	<u>8,956</u>	<u>24,297</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	697	351
Proceeds from disposal of property, plant and equipment	49	3
Purchase of property, plant and equipment	(1,388)	(927)
Addition to capitalised development costs	(1,015)	(1,430)
<b>Net cash (used in)/generated from investing activities</b>	<u>(1,657)</u>	<u>(2,003)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of lease liabilities	(1,138)	(1,042)
Interest paid	(195)	(233)
Repayment of borrowings	(1,958)	(992)
<b>Net cash (used in)/generated from financing activities</b>	<u>(3,291)</u>	<u>(2,267)</u>
<b>NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>4,008</u>	<u>20,027</u>
Effect of foreign exchange rate changes	518	(641)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<u>48,510</u>	<u>29,124</u>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<u><u>53,036</u></u>	<u><u>48,510</u></u>

*The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial report.*

**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2024**

**PART A : EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (MFRS) 134  
- INTERIM FINANCIAL REPORTING**

**1. BASIS OF PREPARATION**

The interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting, Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (Bursa Securities).

The accounting policies and methods of computation adopted by the Group for the interim financial report are consistent with those adopted in the audited financial statements for the year ended 31 March 2023.

The preparation of an interim financial report in conformity with MFRS 134, Interim Financial Reporting requires management to make judgement, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

At the date of authorisation of these interim financial statements, the following MFRSs and Amendments to MFRS were issued but not yet effective and have not been applied by the Group.

MFRS and Amendments to MFRS	Effective for annual period beginning on or after
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture Deferred to a date to be announced by MASB

During the current financial year, the Group has adopted all the new and revised MFRSs that are relevant and effective for the current financial year. The adoption of the new and revised MFRSs has no significant impact on the financial statements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2023.

**2. AUDIT REPORT ON THE PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audit report of the preceding annual financial statements was not subject to any qualification.

**3. SEASONAL OR CYCLICAL FACTORS**

The Group serves a wide customer base in Europe, Japan, Australasia and USA with localised seasonal and model mix requirements. Hence fluctuations in demand during the year are normal and expected.

**4. UNUSUAL MATERIAL EVENTS**

There was no unusual material event during the reporting quarter.

**5. MATERIAL CHANGES IN ESTIMATES**

There were no changes in estimates that have a material effect in the current quarter results.

**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**6. CHANGES IN DEBT AND EQUITY SECURITIES**

**Proposed Authority for the Company to purchase its own shares**

At the Annual General Meeting of the Company held on 29 August 2023, the shareholders of the Company had granted a mandate for the Company to purchase its own ordinary shares as may be determined by the Directors of the Company up to maximum of 10% of the issued and paid-up capital of the Company. The mandate will expire upon the conclusion of the next Annual General Meeting of the Company.

There were no cancellations, repurchases, resale and repayment of debt and equity securities, share buy-back or shares held as treasury shares during the quarter ended 31 March 2024.

**7. DIVIDENDS PAID**

No dividend has been paid by the Company for the quarter ended 31 March 2024.

**8. SEGMENT REPORTING**

**Cumulative quarter ended  
31 March 2024**

	Investment holding RM'000	Manufacturing RM'000	Trading RM'000	Eliminations RM'000	Total RM'000
<b>Revenue</b>					
External revenue	-	100,548	25,186	-	125,734
Inter-segment revenue	5,851	117,589	-	(123,440)	-
Total revenue	<u>5,851</u>	<u>218,137</u>	<u>25,186</u>	<u>(123,440)</u>	<u>125,734</u>

	Investment holding RM'000	Manufacturing RM'000	Trading RM'000	Eliminations RM'000	Total RM'000
<b>Results</b>					
Profit/(loss) from operations	(108)	7,552	(209)	157	7,392
Investment revenue	637	60	-	-	697
Profit/(loss) before tax					8,089
Income tax income/(expense)					(1,667)
Profit/(loss) after tax					<u>6,422</u>

**9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

Property, plant and equipment are stated at cost less accumulated depreciation. There was no revaluation of property, plant and equipment for the current quarter.

**10. MATERIAL SUBSEQUENT EVENT**

There were no material events subsequent to the current financial quarter ended 31 March 2024 up to the date of this report.

**11. CHANGES IN THE COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the current quarter.

**12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no material contingent liabilities or contingent assets as at date of issue of this interim financial report.

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**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2024**

**PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**1. PERFORMANCE REVIEW**

**Financial review for current quarter and financial year to date**

	Individual Quarter		Changes	Cumulative Quarter		Changes
	Current year quarter ended	Preceding year corresponding quarter ended		Current year to-date for 12 months ended	Preceding year corresponding period of 12 months ended	
	31 March 2024	31 March 2023		31 March 2024	31 March 2023	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	35,853	32,149	12%	125,734	132,755	-5%
Operating Profit/(Loss)	1,763	207	752%	3,800	4,763	-20%
Profit/(Loss) Before Interest and Tax	3,209	411	681%	8,284	9,142	-9%
Profit/(Loss) Before Tax	3,156	343	820%	8,089	8,909	-9%
Profit/(Loss) After Tax	2,556	317	706%	6,422	7,146	-10%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	2,556	317	706%	6,422	7,146	-10%

For the current quarter under review, the Group's revenue increased by RM3.70 million or 12% as compared to the fourth quarter ended 31 March 2023 mainly due to increased sales from new product launched during the year and favourable exchange rate on US Dollar against Ringgit Malaysia which translate into higher sales in Ringgit Malaysia for the quarter under review.

The Group recorded a profit before taxation of RM3.16 million for the quarter under review, representing an increase in profit before tax by RM2.81 million as compared to that of the preceding year quarter. The increase in profit before tax was mainly due to the following:

- a. Higher sales as a result of increased sales from new product launched during the year.
- b. Higher gross profit margin as a result of favourable exchange rate in current year quarter as compared to preceding year quarter.
- c. Foreign exchange gain of RM0.78 million in current year quarter as compared to foreign exchange loss of RM0.37 million in preceding year quarter.

However, the positive impact was offset by higher Provision for stock obsolescence and inventories written off by RM0.23 million in current year quarter as compared to preceding year quarter.



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**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**Segmental Analysis**

The performance of the respective operating segments are analysed as follows:-

	Individual Quarter		Cumulative Quarter	
	Current year quarter ended	Preceding year corresponding quarter ended	Current year to-date for 12 months ended	Preceding year corresponding period of 12 months ended
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
Investment holding	1,518	1,284	5,851	5,551
Manufacturing	57,960	51,980	218,137	229,116
Trading	5,556	5,982	25,186	31,836
<b>Total</b>	<b>65,034</b>	<b>59,246</b>	<b>249,174</b>	<b>266,503</b>
Eliminations	(29,181)	(27,097)	(123,440)	(133,748)
<b>Revenue after eliminations</b>	<b>35,853</b>	<b>32,149</b>	<b>125,734</b>	<b>132,755</b>
<b>Profit/(loss) before tax</b>				
Investment holding	206	(85)	529	(47)
Manufacturing	2,443	(652)	7,612	5,017
Trading	(25)	147	(209)	1,293
<b>Total</b>	<b>2,624</b>	<b>(590)</b>	<b>7,932</b>	<b>6,263</b>
Eliminations	532	933	157	2,646
<b>Profit/(Loss) before tax after eliminations</b>	<b>3,156</b>	<b>343</b>	<b>8,089</b>	<b>8,909</b>

**Investment Holdings**

**Q4 FY2024 vs. Q4 FY2023**

The investment holding segment profit increased by RM0.29 million in the current quarter as compared to preceding year quarter, mainly due to higher revenue and higher interest income in current year quarter as compared to preceding year quarter.

**Q4 YTD FY2024 vs. Q4 YTD FY2023**

The investment holding segment YTD profit increased by RM0.58 million in the current year as compared to preceding year, mainly due to higher revenue and higher interest income in current year as compared to preceding year.

**Manufacturing**

**Q4 FY2024 vs. Q4 FY2023**

The manufacturing segment profit is higher by RM3.10 million in the current year quarter as compared to preceding year quarter, mainly due to the following:

- a. Higher revenue as a result of increased sales from new product launched during the year.
- b. Higher gross profit margin as a result of favourable exchange rate on US Dollar against Ringgit Malaysia and Renminbi in current year quarter as compared to preceding year quarter.
- c. Foreign exchange gain of RM0.88 million in current year quarter as compared to foreign exchange loss of RM0.40 million in preceding year quarter.

However, the positive impact was offset by higher Provision for stock obsolescence and inventories written off by RM0.23 million in current year quarter as compared to preceding year quarter.

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**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

Q4 YTD FY2024 vs. Q4 YTD FY2023

The manufacturing segment YTD profit increased by RM2.60 million in the current year as compared to preceding year, mainly due to the following:

- a. Despite decrease in revenue, higher gross profit margin as a result of favourable exchange rate on US Dollar against Ringgit Malaysia and Renminbi.
- b. Higher foreign exchange gain of RM1.48 million in current year as compared to preceding year.

However, the positive impact was offset by higher product development cost written off by RM0.63 million in current year as compared to preceding year.

Trading

Q4 FY2024 vs. Q4 FY2023

The trading segment profit decreased by RM0.17 million in the current year quarter as compared to preceding year quarter. The profit decreased mainly due to the following:

- a. Decrease in revenue in current year quarter as compared to preceding year quarter.
- b. Foreign exchange loss of RM0.16 million in current year quarter as compared to foreign exchange gain of RM0.01 million in preceding year quarter.

Q4 YTD FY2024 vs. Q4 YTD FY2023

The trading segment YTD profit decreased by RM1.50 million in the current year as compared to preceding year. The profit decreased mainly due to the following:

- a. Decrease in revenue in current year as compared to preceding year.
- b. Foreign exchange loss of RM0.06 million in current year as compared to foreign exchange gain of RM0.05 million in preceding year.

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**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**2. COMPARISON WITH THE IMMEDIATE PRECEDING QUARTER'S RESULTS**

**Financial review for current quarter compared to immediate preceding quarter**

	Current Year Quarter ended 31 March 2024 RM'000	Immediate Preceding Quarter ended 31 December 2023 RM'000	Changes  %
Revenue	35,853	31,180	15.0%
Operating Profit/(Loss)	1,763	4	43975.0%
Profit/(Loss) Before Interest and Tax	3,209	(581)	652.3%
Profit/(Loss) Before Tax	3,156	(621)	608.2%
Profit/(Loss) After Tax	2,556	(900)	384.0%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	2,556	(900)	384.0%

The Group's revenue for the current quarter was RM35.85 million, representing an increase of RM4.67 million or 15.0% as compared to that of the immediate preceding quarter ended 31 December 2023. This is mainly due to increased sales from new product launched during the year.

The Group recorded a profit before taxation of RM3.16 million for the quarter under review. The Group's profit before tax increased by RM3.78 million as compared to that of the immediate preceding quarter, mainly due to the following:

- a. Higher gross profit due to higher revenue in current year quarter.
- b. Development cost written off of RM2.16 million in immediate preceding quarter.
- c. Foreign exchange gain of RM0.78 million in current year quarter as compared to foreign exchange loss of RM0.83 million in immediate preceding quarter.

However, the positive impact was offset by higher Provision for stock obsolescence and inventories written off of RM0.30 million in current quarter as compared to immediate preceding quarter.

**3. COMMENTARY ON PROSPECTS**

According to the German Economic institute IW, Germany's economy will stagnate in 2024 despite a stronger than expected start to the year and will continue to lag behind European peers, with the manufacturing and construction sector in particular remaining stuck in recession. IW forecasts 0% growth for Germany this year, lagging again as France, Britain and the United States are all expected to expand. As previously highlighted, given Germany's importance to IQ-group's ODM business, this economic outlook dampens IQ-group's performance, but the underlying factors remain positive, i.e. related customer relations are strong with on-going collaborative developments in progress targeting more positive business prospects in this territory and others as we move forward.

Despite the above mentioned external factors, the results achieved in FY23/24 provide the positive basis to confidently target opportunities for growth across IQ-group's business areas in various global regions, including the continued penetration into the USA DIY market, as well as IQ-group's developing ventures under the 'Lumiqs' brand. As such IQ-group remains focussed and ambitious, riding upon our recognised strengths in innovation, quality and customer relations to deliver future growth.

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**4. VARIANCE OF ACTUAL AND FORECASTED PROFIT AND SHORTFALL IN PROFIT GUARANTEE**

The disclosure requirements for explanatory notes for the variance of actual profit after tax and forecast profit after tax are not applicable.

The Group did not announce any profit guarantee.

**5. NOTES TO THE STATEMENT OF COMPREHENSIVE INCOME**

	Quarter ended 31 Mar 2024 RM'000	Current year- to-date ended 31 Mar 2024 RM'000
Interest income	(243)	(697)
Other expense/ (income) including investment income **	(197)	(1,170)
Interest expense	53	195
Depreciation and amortisation	1,286	4,795
Provision for and written off of receivables *	-	-
Provision for and written off of inventories	464	830
(Gain)/Loss on disposal of quoted/unquoted investments *	-	-
(Gain)/Loss on disposal of properties *	-	-
Impairment of assets #	-	2,166
Foreign exchange (gain) or loss	(779)	(2,617)
(Gain) or loss on derivatives *	-	-
Exceptional item charged / (credited) *	-	-

\* Not applicable during the period

# Product development cost written off

\*\* Exclude interest income

**6. INCOME TAX EXPENSE**

	Quarter ended 31 Mar 2024 RM'000	Current year- to-date ended 31 Mar 2024 RM'000
Estimated income tax expense:		
Current tax expense/(income)	495	1,680
Under/(over)-provision in prior year	-	43
Deferred tax	<u>105</u>	<u>(56)</u>
	<u>600</u>	<u>1,667</u>

The Group's current quarter income tax reflects an effective tax rate which is lower than the statutory income tax rate mainly due to profit of one subsidiary which is not subject to corporate tax due to carry forward loss to offset against current year taxable profits.

The Group's financial year to-date income tax reflects an effective tax rate which is lower than the statutory income tax rate mainly due to profit of one subsidiary which is not subject to corporate tax due to carry forward loss to offset against current year taxable profits.

**7. STATUS OF CORPORATE PROPOSALS ANNOUNCED BUT YET TO BE COMPLETED**

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

**IQ GROUP HOLDINGS BERHAD**  
**(200301034523)(636944-U)**  
(Incorporated in Malaysia under the Companies Act, 1965)

**FOURTH QUARTER REPORT ENDED 31 MARCH 2024**

**8. GROUP BORROWINGS AND DEBT SECURITIES**

Bank borrowings

	As at 31 Mar 2024 RM'000	As at 31 Mar 2023 RM'000
<u>Short term</u>		
Term loan (secured)	1,002	1,009
<u>Long term</u>		
Term loan (secured)	491	1,493
Term loan (unsecured)	-	983
	1,493	3,485

The currency profile of borrowings are as follows:

	As at 31 Mar 2024 RM'000	As at 31 Mar 2023 RM'000
Ringgit Malaysia	1,493	2,495
Japanese Yen	-	990
	1,493	3,485

**9. FINANCIAL INSTRUMENTS**

As at 31 March 2024, there is no foreign currency contract which have been entered into by the Group to hedge its foreign receivables.

**10. MATERIAL LITIGATION**

There was no material litigation pending as at date of issue of this interim financial report.

**11. DIVIDENDS DECLARED OR PAYABLE**

No interim dividend has been declared by the Company for the quarter ended 31 March 2024.

**12. EARNINGS PER SHARE**

**a. Basic earnings per share**

Basic earnings/(loss) per share is calculated by dividing the net profit/(loss) for the period by the weighted average number of ordinary shares in issue during the period.

	Current Quarter ended 31 Mar 2024	Current year- to-date ended 31 Mar 2024
Profit/(loss) for the period attributable to the owners of the Company (RM'000)	2,556	6,422
Weighted average number of ordinary shares in issue ('000)	88,028	88,028
Basic earnings/(loss) per share (sen)	2.90	7.30

**b. Diluted earnings per share**

The Group has no dilution in its earnings per ordinary share for the current quarter and year to-date under review as the Group has no potential ordinary shares in issue.

Date: 30 May 2024