

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
 CONDENSED STATEMENT OF FINANCIAL POSITION
 AS AT 31 MAY 2024

	UNAUDITED AS AT 31/05/2024 RM'000	AUDITED AS AT 31/05/2023 RM'000
ASSETS		
Non-current assets		
Investments (Note 1)	513,359	328,326
Current assets		
Other receivables, deposit and prepayments	2,026	1,992
Current tax assets	628	633
Fixed deposits with licensed institutions	71,716	126,845
Bank balance	15,979	18,877
	90,349	148,347
TOTAL ASSETS	603,708	476,673
EQUITY AND LIABILITIES		
Equity		
Share capital	140,000	140,000
Fair value reserves	210,497	89,134
Retained profits	252,639	246,995
Total equity attributable to owners of the Company	603,136	476,129
Current liabilities		
Other payables and accruals	572	544
TOTAL LIABILITIES	572	544
TOTAL EQUITY AND LIABILITIES	603,708	476,673
Net asset value per share (RM) (Note 2)	4.31	3.40

Notes:-

- Investments shown here as at 31 May 2024 are taken at market value.
- The net asset value per share of the Company is calculated based on the net assets at the end of the reporting period of RM603,135,510 (31.05.2023 : RM476,129,347) divided by the number of shares in issue at the end of the reporting period of 140,000,000 (31.05.2023 : 140,000,000).

(The Condensed Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2023)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR TO DATE ENDED 31 MAY 2024

	INDIVIDUAL QUARTER*		CUMULATIVE QUARTER**	
	CURRENT YEAR QUARTER 31/05/2024 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/05/2023 RM'000	CURRENT YEAR TO DATE 31/05/2024 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/05/2023 RM'000
Revenue (Note B2)	5,869	3,582	14,663	11,305
Operating expenses (Note B2)				
- Professional fees and other operating expenses	(2,856)	(2,390)	(10,924)	(8,698)
Profit before taxation	3,013	1,192	3,739	2,607
Taxation (Note B6)	(139)	(223)	(756)	(861)
Profit after taxation	2,874	969	2,983	1,746
Earnings per share (sen)				
- Basic (Note B11)	2.05	0.69	2.13	1.25
- Diluted (Note B11)	2.05	0.69	2.13	1.25

* 4th Quarter

** For the 12 months of the financial year

(The Condensed Statement of Profit or Loss should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2023)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MAY 2024

	INDIVIDUAL QUARTER*		CUMULATIVE QUARTER**	
	CURRENT YEAR QUARTER 31/05/2024 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/05/2023 RM'000	CURRENT YEAR TO DATE 31/05/2024 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/05/2023 RM'000
Profit for the year	2,874	969	2,983	1,746
Other comprehensive income:				
Items that may be recycled to Retained Profits:				
Net fair value changes in investments	64,582	25	124,024	28,204
Total comprehensive income for the year	67,456	994	127,007	29,950

*4th Quarter

** For the 12 months of the financial year

(The Condensed Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2023)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
 CONDENSED STATEMENT OF CHANGES IN EQUITY
 FOR THE YEAR ENDED 31 MAY 2024

	<i>Non-distributable</i>		<i>Distributable</i>	Total Equity RM'000
	Share Capital RM'000	FVOCI Reserve RM'000	Retained Profits RM'000	
At 31.05.2022/ 01.06.2022	140,000	43,872	262,307	446,179
Profit after taxation	-	-	1,746	1,746
Other comprehensive income:				
-Fair value changes of equity instruments	-	28,204	-	28,204
Total comprehensive income for the year	-	28,204	1,746	29,950
Transfer to retained profits arising from disposal of investments	-	17,058	(17,058)	-
At 31.05.2023	140,000	89,134	246,995	476,129
At 31.05.2023/ 01.06.2023	140,000	89,134	246,995	476,129
Profit after taxation	-	-	2,983	2,983
Other comprehensive income:				
-Fair value changes of equity instruments	-	124,024	-	124,024
Total comprehensive income for the year	-	124,024	2,983	127,007
Transfer to retained profits arising from disposal of investments	-	(2,661)	2,661	-
At 31.05.2024	140,000	210,497	252,639	603,136

(The Condensed Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2023)

**ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MAY 2024**

	12 MONTHS ENDED 31/05/2024 RM'000	12 MONTHS ENDED 31/05/2023 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit before taxation	3,739	2,607
Increase in other receivables, deposit and prepayments	(34)	(477)
Increase/(Decrease) in other payables and accruals	28	(922)
Proceeds from disposal of quoted investments	3,571	10,386
Purchase of quoted investments	(64,580)	(27,445)
CASH FOR OPERATIONS	(57,276)	(15,851)
Income tax paid	(751)	(745)
NET CASH FOR OPERATING ACTIVITIES	(58,027)	(16,596)
CASH FLOWS FOR INVESTING ACTIVITY		
Additions of fixed deposits with tenure more than 3 months	(61,627)	-
NET DECREASE IN CASH AND CASH EQUIVALENTS	(119,654)	(16,596)
CASH AND CASH EQUIVALENTS AS AT 1 JUNE	145,722	162,318
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	26,068	145,722
Cash and cash equivalents comprise the following:-		
Fixed deposits with licensed institutions	71,716	126,845
Bank balances	15,979	18,877
	87,695	145,722
Less:-		
Fixed deposits with tenure of more than 3 months	(61,627)	-
	26,068	145,722

(The Condensed Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2023)

PART A - EXPLANATORY NOTES

A1 Basis of preparation

The condensed interim financial statements, other than for financial instruments have been prepared under the historical cost convention.

This Condensed Report has also been prepared in accordance with the requirements of MFRS 134 *Interim Financial Reporting*, International Accounting Standard (IAS) 34 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This Condensed Report should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 May 2023. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company since the financial year ended 31 May 2023.

A2 Significant accounting policies

2.1 Changes in Accounting Policies

During the current financial year, the Company has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

MFRS 17: Insurance Contracts

Amendments to MFRS 17: Insurance Contracts

Amendment to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information

Amendments to MFRS 101: Disclosure of Accounting Policies

Amendments to MFRS 108: Definition of Accounting Estimates

Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Amendments to MFRS 112: International Tax Reform - Pillar Two Model Rules

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Company's financial statements.

The Company has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial year:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Effective Date

Amendments to MFRS 16: Lease Liability in a Sale and Leaseback

1 January 2024

Amendments to MFRS 101: Classification of Liabilities as Current or Non-current

1 January 2024

Amendments to MFRS 101: Non-current Liabilities with Covenants

1 January 2024

Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements

1 January 2024

Amendments to MFRS 121: Lack of Exchangeability

1 January 2025

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Deferred

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Company upon their initial application.

A2 Significant accounting policies (con't)

2.2 Critical Accounting Estimates and Judgements

Key Sources of Estimation Uncertainty

Management believes that there are no key assumptions made concerning the future, and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year other than as disclosed below:-

(a) Impairment of Non-Trade Receivables

The loss allowances for non-trade financial assets are based on assumptions about risk of default (probability of default) and expected if a default happens (loss given default). It also requires the Company to assess whether there is a significant increase in credit risk of the non-trade financial asset at the reporting date. The Company uses judgement in making these assumptions and selecting appropriate inputs to the impairment calculation, based on the past payment trends, existing market conditions and forward-looking information.

(b) Income Taxes

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Company recognises tax liabilities based on its understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax expense and deferred tax balances in the period in which such determination is made.

Critical Judgements Made in Applying Accounting Policies

Management believes that there are no instances of application of critical judgement in applying the Company's accounting policies which will have a significant effect on the amounts recognised in the financial statements.

2.3 Financial Instruments

(a) Financial Assets

Financial Assets Through Profit or Loss

The financial assets are initially measured at fair value. Subsequent to the initial recognition, the financial assets are remeasured to their fair values at the reporting date with fair value changes recognised in profit or loss. The fair value changes do not include interest and dividend income.

Financial Assets At Amortised Cost

The financial assets are initially measured at fair value plus transaction costs except for trade receivables without significant financing component which are measured at transaction price only. Subsequent to the initial recognition, all financial assets are measured at amortised cost less any impairment losses.

Financial Assets Through Other Comprehensive Income

The financial assets are initially measured at fair value plus transaction costs. Subsequent to the initial recognition, the financial assets are remeasured to their fair values at the reporting date with fair value changes taken up in other comprehensive income and accumulated in the fair value reserve, except for the recognition of impairment, interest income and foreign exchange difference of a debt instrument which are recognised directly in profit or loss. The fair value changes do not include interest and dividend income.

A2 Significant accounting policies (con't)

2.3 Financial Instruments (con't)

(b) Financial Liabilities

Financial Liabilities Through Profit or Loss

The financial liabilities are initially measured at fair value. Subsequent to the initial recognition, the financial liabilities are remeasured to their fair values at the reporting date with fair value changes recognised in profit or loss. The fair value changes do not include interest expense.

Financial Liabilities at Amortised Cost

The financial liabilities are initially measured at fair value less transaction costs. Subsequent to the initial recognition, the financial liabilities are measured at amortised cost.

(c) Equity

Ordinary Shares

Ordinary shares are recorded on initial recognition at the proceeds received less directly attributable transaction costs incurred. The ordinary shares are not remeasured subsequently.

2.4 Net Asset Value Per Ordinary Share

Net asset value per ordinary share is calculated by dividing the net assets by the number of ordinary shares issued at the end of the reporting period.

2.5 Revenue and Other Operating Income

(a) Dividend Income

Dividend income from investment is recognised when the right to receive dividend payment is established.

(b) Interest Income

Interest income is recognised on an accrual basis using the effective interest method.

A3 Auditors' opinion on preceding annual financial statements

The Company's Financial Statements for the financial year ended 31 May 2023 were not qualified by the auditors.

A4 Seasonality or cyclicity of operations

As the Company is a closed-end fund, it is dependent on the performance of the companies in which it has invested.

A5 Individually significant items

There are no significant items affecting the assets, liabilities, equity, net income or cash flows during the current quarter.

A6 Changes in estimates

There were no significant changes in estimates that have a material effect on the current quarter-to-date.

A7 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter under review.

A8 Dividend paid

There was no dividend paid during the current quarter-to-date.

A9 Segmental reporting

No segmental information is presented as the Company is a closed-end fund and operates primarily in Malaysia.

The Company's investments are managed as a portfolio of equity investments. The fund manager of the Company is responsible for allocating resources for investment in accordance with the overall investment strategies as set out in the prospectus. The fund manager assesses the performance of the investments portfolio and provides updates to the Board of Directors on the financial performance of the Company's investments.

A10 Valuations of property, plant and equipment

No valuation was carried out as the Company does not have any property, plant and equipment.

A11 Subsequent event

There were no material events subsequent to the end of the interim period reported that have not been reflected in the financial statements for the said period.

A12 Changes in the composition of the Company

There were no changes in the composition of the Company during the current quarter-to-date.

A13 Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets pending as at 31 May 2024.

A14 Significant related party transactions

The Company has a related party transaction ("RPT") with Capital Dynamics Asset Management Sdn Bhd ("CDAM"), the Fund Manager of the Company.

In accordance with the requirements in the MMLR, which took effect on 27 January 2015, the provision of investment advisory services by Capital Dynamics Sdn Bhd ("CDSB") to the Fund is regarded as a RPT. CDSB is regarded as a related party because it is a person connected with Capital Dynamics Global Private Limited who is a major shareholder of CDAM.

The amounts transacted with CDAM and CDSB during the current quarter and cumulative quarter to-date are as follows:-

	Current Quarter Ended		Cumulative Quarter Ended	
	31/05/2024	31/05/2023	31/05/2024	31/05/2023
	RM'000	RM'000	RM'000	RM'000
Fund management fees - CDAM	979	905	3,750	3,456
Investment advisory fees - CDSB	979	905	3,750	3,456

A15 Significant events during the financial year

- (a) Further to the updates made in the 3rd quarter report for the period ended 29 February 2024, the Board of Directors announced that following ICAP's (hereinafter referred to as "the Fund") receipt of a Notice of Appeal from Pop Investments Limited (hereinafter referred to as "the Plaintiff") calling for an appeal against the entire decision of Originating Summons No. WA-24NCC-581-10/2023 on 19 April 2024, the Fund received the Record of Appeal from the Plaintiff on 18 June 2024.

On 26 June 2024, the Fund filed and served a Notice of Cross Appeal on the Plaintiff, to appeal on the High Court Judge's finding that a beneficial shareholder such as the Plaintiff has the requisite legal standing to bring an action and seek declaratory and injunctive reliefs against the Fund pursuant to s351 of the Companies Act 2016.

- (b) The Board of Directors of the Fund announced that the Company has decided to enforce a Judgement Sum of RM10,400.00 based on the Order dated 8 November 2023 against Loi Chee Fong. The action was commenced against Loi Chee Fong for a Judgment Debtor Summons ("Cause Papers").

The Fund will make further announcement on the developments of the above matters as and when is necessary.

PART B - AS REQUIRED BY THE LISTING REQUIREMENTS

B1 Statement of Investment Portfolio (Para 9.40)

	Description of Investment	Industry	Shares (unit)	Fair Value (RM)	Fair Value as a Percentage of Net Assets (%)
Long-Term Investments					
Malaysia -100%					
1	Apex Healthcare Berhad	Health Care	6,406,950	18,195,738	3.02
2	APM Automotive Holdings Berhad	Industrial Products & Services	4,697,800	13,576,642	2.25
3	Bioalpha Holdings Berhad	Consumer Products & Services	49,057,600	4,169,896	0.69
4	Bioalpha Holdings Berhad - ICPS	Consumer Products & Services	7,665,250	114,979	0.02
5	Capital A Berhad	Consumer Products & Services	36,854,100	31,141,715	5.16
6	Capital A Berhad - RCUIDS	Consumer Products & Services	9,760,733	8,247,819	1.37
7	Capital A Berhad - Warrants	Consumer Products & Services	4,880,366	1,415,306	0.23
8	EUPE Corporation Berhad	Property	100,000	135,000	0.02
9	Fraser & Neave Holdings Berhad	Consumer Products & Services	1,061,100	34,613,082	5.74
10	Hibiscus Petroleum Berhad	Oil & Gas Producers	9,172,080	22,930,200	3.80
11	HPMT Holdings Berhad	Industrial Products & Services	1,802,700	603,905	0.10
12	Kelington Group Berhad	Industrial Products & Services	26,996,300	85,038,345	14.10
13	Kelington Group Berhad - Warrants	Industrial Products & Services	9,461,066	16,840,697	2.79
14	Kronologi Asia Berhad	Technology	37,334,880	14,560,603	2.41
15	Kronologi Asia Berhad - Warrants	Technology	6,222,480	995,597	0.17
16	Luxchem Corporation Berhad	Industrial Products & Services	5,006,800	2,928,978	0.49
17	MKH Berhad	Property	3,011,730	3,915,249	0.65
18	MKH Oil Palm (East Kalimantan) Berhad	Plantation	430,300	253,877	0.04
19	Oceancash Pacific Berhad	Consumer Products & Services	3,145,200	1,100,820	0.18
20	OCK Group Berhad	Telecommunications Service Providers	5,909,900	3,486,841	0.58
21	Padini Holdings Berhad	Consumer Products & Services	17,006,700	64,285,326	10.66
22	Parkson Holdings Berhad	Consumer Products & Services	22,942,298	6,309,132	1.05
23	Salutica Berhad	Consumer Products & Services	1,700,200	1,249,647	0.21
24	Sam Engineering & Equipment (M) Berhad	Industrial Products & Services	18,154,400	108,200,224	17.94
25	Shangri-La Hotels (M) Berhad	Consumer Products & Services	300,000	702,000	0.12
26	Suria Capital Holdings Berhad	Transportation & Logistics	11,894,380	22,956,153	3.81
27	Tong Herr Resources Berhad	Industrial Products & Services	1,888,100	4,380,392	0.73
28	United Plantations Berhad	Plantation	1,040,800	26,165,712	4.34
29	Unisem (M) Berhad	Technology	2,967,400	12,166,340	2.02
30	Wellcall Holdings Berhad	Industrial Products & Services	1,613,600	2,678,576	0.44
	Total Investments		308,485,213	513,358,791	85.13

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
 FINANCIAL REPORT FOR THE YEAR ENDED 31 MAY 2024
 NOTES TO THE FINANCIAL REPORT

B2 Review of performance (Para 9.40)

For the year ended 31 May 2024, the Company recorded a profit before tax of RM3.74 million, compared with profit before tax of RM2.61 million in the preceding year ended 31 May 2023.

As shown in the following table, the increase of profit before tax for the year ended 31 May 2024 was mainly due to higher dividend income received.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/05/2024 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/05/2023 RM'000	CURRENT YEAR TO DATE 31/05/2024 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/05/2023 RM'000
Revenue Consist of:-				
Interest income	782	1,112	3,939	4,236
Dividend income	5,087	2,470	10,724	7,069
	5,869	3,582	14,663	11,305
Operating Expenses Consist of:-				
Professional fees and other operating expenses	(2,856)	(2,390)	(10,924)	(8,698)
Profit before taxation	3,013	1,192	3,739	2,607
Taxation	(139)	(223)	(756)	(861)
Profit after taxation	2,874	969	2,983	1,746
Other comprehensive income:				
Net fair value changes in investments	64,582	25	124,024	28,204
Total comprehensive income for the period/year	67,456	994	127,007	29,950

As the Company is a closed-end fund, a better indication of its performance would be the movement of its Net Assets Value ("NAV"). The Company's NAV increased by 26.67% to RM603.14 million as at 31 May 2024 compared with RM476.13 million as at 31 May 2023 mainly due to increase in net fair value changes in investments. This resulted in an increase of NAV per share as at 31 May 2024 to RM4.31, compared with NAV per share of RM3.40 as at 31 May 2023.

	31/05/2024 RM	31/05/2023 RM
Total Net Asset Value	603,135,510	476,129,347
Net Asset Value per share	4.31	3.40
Share Price	3.16	2.06

B3 Comparison with immediate preceding quarter's results

In the fourth quarter ended 31 May 2024, the Company recorded a profit before tax of RM3.74 million, compared to RM0.73 million of profit before tax in the immediate preceding quarter. The Company's NAV per share as at 31 May 2024 was RM4.31 compared to RM3.83 in the immediate preceding quarter.

The following items are not applicable to the Company:-

- (a) Interest expense;
- (b) Depreciation and amortization;
- (c) Provision for and write off of receivables;
- (d) Provision for and write off of inventories;
- (e) Gain or loss on disposal of unquoted investments or properties;
- (f) Foreign exchange gain or loss;
- (g) Gain or loss on derivatives; and
- (h) Exceptional items (with details).

B4 Commentary by Fund Manager – Prospects Para (9.40)

For top-down/market-timing investors – please read this section.

Discount To Premium?

In the 2023 Investor Day of icapital.biz Berhad, I made a rare long-term outlook presentation of the Malaysian stock market. On Sunday, 5th November 2023, I explained that after a relatively long time, Malaysia is now in a sweet spot of sorts. As part of my 90-minute talk, I predicted that over the next 3 to 5 years, the KL Composite Index (KLCI) would rise to 2,500-3,000 points.

On Friday, 3 November 2023, the KLCI closed at 1,449 points – see red arrow in figure 1. Since then, events have more or less unfolded the way I predicted back in November 2023. At the point of writing this commentary now, the KLCI has risen 11.7% or 170 points to close at 1,619 points. The mood on the stock exchange is more upbeat. The question now is whether the Malaysian bull market will continue as predicted. At this point in time, I do not have any reasons to revise my views and I continue to maintain my bullish forecast.

Figure 1 : KLCI



What about the future performance of icapital.biz Berhad? Again, in such a bullish market, I still expect icapital.biz Berhad to perform strongly in terms of its NAV and share price. In such a bullish environment, it is reasonable to expect the NAV discount of icapital.biz Bhd to disappear. Should the present large foreign investors allow the stock price of icapital.biz Bhd to trade without any interference, then, the discount of your Fund will disappear at a faster pace and its stock price will then be able to trade at a rational level earlier than otherwise.

For long term value investors – please read this section.

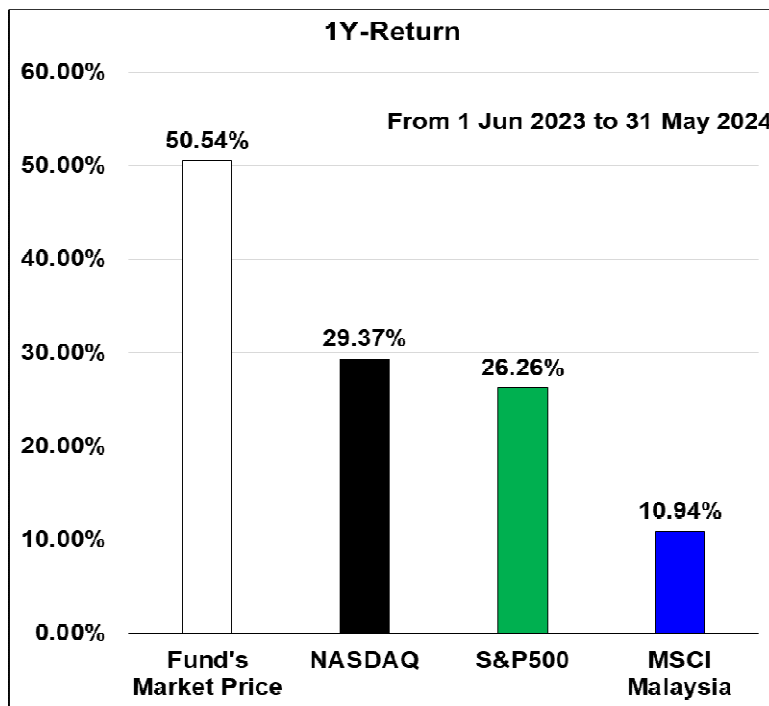
icapital.biz Berhad is a Malaysia-focused fund, with an objective of long-term capital appreciation based on the Bamboo value investing philosophy of Capital Dynamics. icapital.biz Berhad is not allowed to sell short, invest in derivatives or undertake any borrowings.

Again, ICAP Outperformed S&P 500, NASDAQ, MSCI Malaysia in US\$

Despite a turbulent environment, icapital.biz Berhad has again achieved a very strong performance with its share price outperforming the MSCI Malaysia in US\$ by a huge margin (figure 1).

The share price of icapital.biz Berhad has also outperformed the S&P 500 and NASDAQ, two top performing indices dominated by AI stocks like Nvidia, Meta, etc , in US\$ in the same 1-year period (figure 1).

Figure 1: ICAP, MSCI Malaysia, S&P500 & NASDAQ. 1-Year Performance in USD (1 Apr 2023 to 31 May 2024).



This very strong performance of icapital.biz Berhad is a result of your Fund Manager and Designated Person patiently and deliberately sticking to its time-proven Bamboo value investing philosophy, despite being continuously harassed by one or two foreign wrecking balls.

If my 2023 prediction that the KLCI will hit 2,500-3,000 points in the next 3 to 5 years' time come true, the price performance of icapital.biz Berhad will be very hard to beat, especially when you factor in the extra return from a possible discount swing to a premium.

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 NOTES TO THE FINANCIAL REPORT

B5 Financial forecast / profit guarantee

The Company has not given any financial forecast or profit guarantee for the year.

B6 Taxation

	Current Quarter Ended		Cumulative Quarter Ended	
	31/05/2024	31/05/2023	31/05/2024	31/05/2023
	RM'000	RM'000	RM'000	RM'000
Current tax:				
- for the period/year	139	221	752	839
- under provision in the previous financial period/year	-	2	4	22
Tax expense	139	223	756	861

A reconciliation of income tax expense applicable to profit before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Company is as follows:-

	Current Quarter Ended		Cumulative Quarter Ended	
	31/05/2024	31/05/2023	31/05/2024	31/05/2023
	RM'000	RM'000	RM'000	RM'000
Profit before taxation	3,013	1,192	3,739	2,607
Tax at the statutory rate of 24%	723	286	897	626
Tax effects of:-				
Tax-exempt dividends	(170)	(102)	(288)	(285)
Single tier dividends	(1,050)	(491)	(2,286)	(1,412)
Non-deductible expenses	636	528	2,429	1,910
Under provision of current tax in the previous financial period/year	-	2	4	22
Tax expense	139	223	756	861

B7 Status of corporate proposals

There was no corporate proposal announced during the current quarter or the current financial quarter-to-date.

B8 Borrowings and debt securities

There were no group borrowings and debt securities outstanding as at the end of the reporting year.

B9 Changes in material litigation

Except as noted in Note A15(a), there was no material litigation pending as at 31 May 2024.

B10 Dividend

The Directors did not declare any dividend for the current quarter ended 31 May 2024.

B11 Earnings per share

a) Basic Earnings Per Share

The basic earnings per share for the current quarter under review and cumulative quarter ended are computed as follows:-

	Current Quarter Ended 31/05/2024 RM'000	Cumulative Quarter Ended 31/05/2024 RM'000
Profit after taxation	2,874	2,983
Number ordinary share capital in issue at RM1.00 each	140,000	140,000
Basic earnings per share (sen)	2.05	2.13

b) Diluted Earnings Per Share

The diluted earnings per ordinary share is equal to the basic earnings per ordinary share as there were no potential dilutive ordinary shares outstanding at the end of the reporting year.

B12 Net asset value

The net asset value per share is calculated in accordance with the Securities Commission Malaysia's Guidelines for Public Offerings of Securities of Closed-end Funds.

B13 Investments

As at 31 May 2024, the Company did not have any investments in:-

- (1) securities listed on other stock exchanges;
- (2) other investment vehicles;
- (3) securities of unlisted companies; and
- (4) derivatives other than warrants, transferable subscriptions rights and convertible loan stocks.

B14 Soft Commission

The manager or their delegates have not received any soft commission during the year under review from its brokers/dealers by virtue of transaction conducted for the closed-end fund.

BY ORDER OF THE BOARD

Tai Yit Chan (MAICSA No.7009143) (SSM PC No.: 202008001023)

SECRETARY