



**HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2024**

**28 August 2024**

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**HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2024**

| <b>RM'000</b>  | <b>Note</b> | <b>As at<br/>30.06.2024<br/>Unaudited</b> | <b>As at<br/>31.03.2024<br/>Audited</b> |
|--|-------------|---|---|
| <b>Assets</b>  |             |   |   |
| Property, plant and equipment  |             | 29,557                                    | 30,014                                  |
| Right-of-use assets  |             | 19,180                                    | 19,546                                  |
| Intangible assets  |             | 9,578                                     | 7,132                                   |
| Other investment   |             | 2,571                                     | 2,571                                   |
| <b>Non-current assets</b>  |             | <b>60,886</b>                             | <b>59,263</b>                           |
| Trade and other receivables  |             | 68,946                                    | 68,255                                  |
| Tax recoverable  |             | 1,167                                     | 1,374                                   |
| Cash and cash equivalents  |             | 10,513                                    | 20,619                                  |
| <b>Current assets</b>  |             | <b>80,626</b>                             | <b>90,248</b>                           |
| Assets classified as held for sale   |             | 7,950                                     | 7,950                                   |
| <b>Total assets</b>  |             | <b>149,462</b>                            | <b>157,461</b>                          |
| <b>Equity and liabilities</b>  |             |   |   |
| Share capital  |             | 72,398                                    | 72,398                                  |
| Retained earnings  | 19          | 31,443                                    | 36,405                                  |
| Equity attributable to owners of the Company                               |             | 103,841                                   | 108,803                                 |
| Non-controlling interests  |             | (2,525)                                   | (2,466)                                 |
| <b>Total equity</b>  |             | <b>101,316</b>                            | <b>106,337</b>                          |
| Lease liabilities  |             | 15,548                                    | 15,842                                  |
| Long-term borrowings   | 22          | 1,244                                     | 1,318                                   |
| Deferred tax liabilities   |             | 654                                       | 762                                     |
| <b>Non-current liabilities</b>   |             | <b>17,446</b>                             | <b>17,922</b>                           |
| Trade and other payables   |             | 13,718                                    | 15,718                                  |
| Contract liabilities   |             | -   | 23                                      |
| Short-term borrowings  | 22          | 15,843                                    | 16,322                                  |
| Lease liabilities  |             | 1,139                                     | 1,139                                   |
| <b>Current liabilities</b>   |             | <b>30,700</b>                             | <b>33,202</b>                           |
| <b>Total liabilities</b>   |             | <b>48,146</b>                             | <b>51,124</b>                           |
| <b>Total equity and liabilities</b>  |             | <b>149,462</b>                            | <b>157,461</b>                          |
| <b>Net assets per share attributable to owners<br/>of the Company (RM)</b> |             | <b>0.05</b>                               | <b>0.05</b>                             |

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 JUNE 2024**

(These figures have not been audited)

| RM'000   | Note | Current quarter<br>3 months ended |              | Cumulative quarter<br>3 months ended |              |
|--|------|-----------------------------------|--------------|--------------------------------------|--------------|
|  |      | 30.06.2024                        | 30.06.2023   | 30.06.2024                           | 30.06.2023   |
| Revenue  |      | 41,522                            | 43,832       | 41,522                               | 43,832       |
| Cost of sales  |      | (39,480)                          | (41,945)     | (39,480)                             | (41,945)     |
| Gross profit   |      | 2,042                             | 1,887        | 2,042                                | 1,887        |
| Other income   |      | 546                               | 583          | 546                                  | 583          |
| Marketing and distribution costs                                 |      | (3,407)                           | (492)        | (3,407)                              | (492)        |
| Administration and other expenses                                |      | (3,277)                           | (2,296)      | (3,277)                              | (2,296)      |
| Finance costs  |      | (458)                             | (276)        | (458)                                | (276)        |
| Loss before tax  |      | (4,554)                           | (594)        | (4,554)                              | (594)        |
| Tax expense  | 18   | (467)                             | (294)        | (467)                                | (294)        |
| <b>Net loss for the period</b>                                   |      | <b>(5,021)</b>                    | <b>(888)</b> | <b>(5,021)</b>                       | <b>(888)</b> |
| Other comprehensive expenses                                     |      | -                                 | -            | -                                    | -            |
| <b>Total comprehensive expenses</b>                              |      | <b>(5,021)</b>                    | <b>(888)</b> | <b>(5,021)</b>                       | <b>(888)</b> |
| <b>Net loss attributable to:</b>                                 |      |                                   |              |                                      |              |
| Owners of the Company  |      | (4,963)                           | (750)        | (4,963)                              | (750)        |
| Non-controlling interests  |      | (58)                              | (138)        | (58)                                 | (138)        |
| <b>Net loss for the period</b>                                   |      | <b>(5,021)</b>                    | <b>(888)</b> | <b>(5,021)</b>                       | <b>(888)</b> |
| <b>Total comprehensive expenses attributable to:</b>             |      |                                   |              |                                      |              |
| Owners of the Company  |      | (4,963)                           | (750)        | (4,963)                              | (750)        |
| Non-controlling interests  |      | (58)                              | (138)        | (58)                                 | (138)        |
| <b>Total comprehensive expenses</b>                              |      | <b>(5,021)</b>                    | <b>(888)</b> | <b>(5,021)</b>                       | <b>(888)</b> |
| <b>Net loss per share attributable to owners of the Company:</b> |      |                                   |              |                                      |              |
| Basic (sen)*   | 25   | (0.2)                             | (0.0)        | (0.2)                                | (0.0)        |
| Diluted (sen)*   | 25   | (0.2)                             | (0.0)        | (0.2)                                | (0.0)        |

\*Restated to reflect the effect of bonus issue completed on 18 January 2024.

The above condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2024**

(These figures have not been audited)

| <b>RM'000</b>                               | <b>Attributable to owners of the Company</b> |                             | <b>Retained earnings</b> | <b>Total</b> | <b>Non-controlling interests</b> | <b>Total equity</b> |
|---|--|-----------------------------|--------------------------|--------------|----------------------------------|---------------------|
|   | <b>Non-Distributable</b>                     | <b>Distributable</b>        |                          |              |                                  |                     |
|   | <b>Share capital</b>                         | <b>Share option reserve</b> |                          |              |                                  |                     |
| <b>At 1 April 2024</b>                      | 72,398                                       | -                           | 36,405                   | 108,803      | (2,466)                          | 106,337             |
| Loss after tax/Total comprehensive expenses | -  | -                           | (4,963)                  | (4,963)      | (58)                             | (5,021)             |
| <b>At 30 June 2024</b>                      | 72,398                                       | -                           | 31,442                   | 103,840      | (2,524)                          | 101,316             |
| <b>At 1 April 2023</b>                      | 72,398                                       | 22                          | 51,227                   | 123,647      | (695)                            | 122,952             |
| Loss after tax/Total comprehensive expenses | -  | -                           | (750)                    | (750)        | (138)                            | (888)               |
| Forfeit of Share Issuance Scheme Option     | -  | (22)                        | 22                       | -            | -                                | -                   |
| <b>At 30 June 2023</b>                      | 72,398                                       | -                           | 50,499                   | 122,897      | (833)                            | 122,064             |

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**HEXTAR TECHNOLOGIES SOLUTIONS BERHAD [200501034100 (716241-X)]**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2024**  
(These figures have not been audited)

| <b>RM'000</b>   | <b>3 months ended</b> |                   |
|---|-----------------------|-------------------|
|   | <b>30.06.2024</b>     | <b>30.06.2023</b> |
| <b>Operating activities</b>                                   |                       |                   |
| Loss before tax   | (4,554)               | (594)             |
| Adjustments for:  |                       |                   |
| Non-cash items  | 1,139                 | 1,051             |
| Interest income   | (39)                  | (249)             |
| Interest expense  | 458                   | 276               |
| <b>Operating (loss)/profit before working capital changes</b> | <b>(2,996)</b>        | <b>484</b>        |
| Changes in working capital:                                   |                       |                   |
| Receivables   | (692)                 | (554)             |
| Payables  | (2,001)               | (944)             |
| Contract liabilities  | (23)                  | 24                |
| <b>Cash used in operations</b>                                | <b>(5,712)</b>        | <b>(990)</b>      |
| Net tax paid  | (367)                 | (844)             |
| <b>Net cash used in operating activities</b>                  | <b>(6,079)</b>        | <b>(1,834)</b>    |
| <b>Investing activities</b>                                   |                       |                   |
| Interest received   | 39                    | 249               |
| Acquisition of intangible assets                              | (2,781)               | -                 |
| Purchase of property, plant and equipment                     | (111)                 | (835)             |
| Proceeds from disposal of property, plant and equipment       | 131                   | -                 |
| <b>Net cash used in investing activities</b>                  | <b>(2,722)</b>        | <b>(586)</b>      |
| <b>Financing activities</b>                                   |                       |                   |
| Interest paid   | (458)                 | (276)             |
| Net repayment of lease liabilities                            | (294)                 | (494)             |
| Net drawdown of borrowings                                    | (553)                 | 128               |
| <b>Net cash used in financing activities</b>                  | <b>(1,305)</b>        | <b>(642)</b>      |
| <b>Net changes in cash and cash equivalents</b>               | <b>(10,106)</b>       | <b>(3,062)</b>    |
| Cash and cash equivalents at the beginning of financial year  | 20,589                | 21,516            |
| <b>Cash and cash equivalents at the end of financial year</b> | <b>10,483</b>         | <b>18,454</b>     |
| <b>Analysis of cash and cash equivalents</b>                  |                       |                   |
| Fixed deposits  | 30                    | 30                |
| Cash and bank balances  | 10,483                | 18,454            |
|   | 10,513                | 18,484            |
| Fixed deposits pledged to licensed bank                       | (30)                  | (30)              |
|   | 10,483                | 18,454            |

The above condensed consolidated statement of cash flow should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**1 Basis of preparation and changes in accounting policies**

This interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (MASB) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standard Board.

This interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2024. These explanatory notes attached to the interim financial statements 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 significant accounting policies adopted by the Group in this interim financial statements are consistent with those adopted in the financial statements as disclosed in the audited financial statements for the year ended 31 March 2024.

During the current financial year, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):-

- Amendments to MFRS 16, Leases – Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101, Presentation of Financial Statements – Non-current Liabilities with Covenants
- Amendments to MFRS 101: Classification of Liabilities as Current or Non-Current
- Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures - Supplier Finance Arrangements

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

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (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 quarter:

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associates or Joint Venture
- MFRS 18: Presentation and Disclosure in Financial Statements
- Amendments to MFRS 121 – Lack of Exchangeability

The Group did not early adopt the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) as they are not expected to have material impact on the financial statements of the Group upon their initial applications.

**2 Seasonality or cyclicity of operations**

The business operations of the Group are subject to the forces of supply and demand, thus could display cyclical trends.

**3 Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter ended 30 June 2024.

**4 Significant estimates and changes in estimates**

There were no changes in estimates that had any material effects during the quarter ended 30 June 2024.

## 5 Debt and equity securities

There were no issuances, repurchases or repayments of debt and equity securities during the quarter ended 30 June 2024.

## 6 Dividends paid

There were no dividends paid during the current quarter under review.

## 7 Segmental information

The Group's operations comprise the following business segments:

- Logistics : Total logistic services provider including lorry transportation services (tanker, bulk cargo, side curtain), project logistics and door to door delivery services  
Warehousing : Provision of warehouse for renting  
Trading : Trading of building materials  
Technology : Fintech application  
Others : Insurance agency, investment holding and others

|                                   | Ware-         |              |               |                |              |                |                |                |
|-----------------------------------|---------------|--------------|---------------|----------------|--------------|----------------|----------------|----------------|
| RM'000                            | Logistics     | housing      | Trading       | Technology     | Others       | Total          | Elimination    | Group          |
| <b>Results For 3 Months Ended</b> |               |              |               |                |              |                |                |                |
| <b>30 June 2024</b>               |               |              |               |                |              |                |                |                |
| External revenue                  | 7,041         | 812          | 33,663        | 6              | -            | <b>41,522</b>  | -              | <b>41,522</b>  |
| Intersegment revenue              | -             | -            | -             | -              | 3,349        | <b>3,349</b>   | (3,349)        | -              |
| <b>Total revenue</b>              | <b>7,041</b>  | <b>812</b>   | <b>33,663</b> | <b>6</b>       | <b>3,349</b> | <b>44,871</b>  | <b>(3,349)</b> | <b>41,522</b>  |
| Segment profit/(loss)             | 585           | 720          | 847           | (4,620)        | 2,603        | <b>135</b>     | (3,000)        | <b>(2,865)</b> |
| Depreciation/Amortisation         | (376)         | (257)        | (73)          | (560)          | (4)          | <b>(1,270)</b> | -              | <b>(1,270)</b> |
| Interest income                   | 9             | -            | 4             | -              | 660          | <b>673</b>     | (634)          | <b>39</b>      |
| Finance costs                     | (29)          | (192)        | (738)         | (18)           | (115)        | <b>(1,092)</b> | 634            | <b>(458)</b>   |
| Profit/(Loss) before tax          | 189           | 271          | 40            | (5,198)        | 3,144        | <b>(1,554)</b> | (3,000)        | <b>(4,554)</b> |
| Tax expense                       | (101)         | (127)        | (51)          | (31)           | (157)        | <b>(467)</b>   | -              | <b>(467)</b>   |
| <b>Profit/(Loss) after tax</b>    | <b>88</b>     | <b>144</b>   | <b>(11)</b>   | <b>(5,229)</b> | <b>2,987</b> | <b>(2,021)</b> | <b>(3,000)</b> | <b>(5,021)</b> |
| <b>Results For 3 Months Ended</b> |               |              |               |                |              |                |                |                |
| <b>30 June 2023</b>               |               |              |               |                |              |                |                |                |
| External revenue                  | 10,875        | -            | 32,957        | -              | -            | <b>43,832</b>  | -              | <b>43,832</b>  |
| Intersegment revenue              | -             | -            | -             | -              | 253          | <b>253</b>     | (253)          | -              |
| <b>Total revenue</b>              | <b>10,875</b> | <b>-</b>     | <b>32,957</b> | <b>-</b>       | <b>253</b>   | <b>44,085</b>  | <b>(253)</b>   | <b>43,832</b>  |
| Segment profit/(loss)             | 548           | (57)         | 723           | (323)          | 263          | <b>1,154</b>   | (662)          | <b>492</b>     |
| Depreciation/Amortisation         | (481)         | (254)        | (135)         | (186)          | (3)          | <b>(1,059)</b> | -              | <b>(1,059)</b> |
| Interest income                   | 5             | -            | 208           | -              | 36           | <b>249</b>     | -              | <b>249</b>     |
| Finance costs                     | (4)           | (196)        | (712)         | (26)           | -            | <b>(938)</b>   | 662            | <b>(276)</b>   |
| Profit/(Loss) before tax          | 68            | (507)        | 84            | (535)          | 296          | <b>(594)</b>   | -              | <b>(594)</b>   |
| Tax expense                       | (70)          | -            | (124)         | -              | (100)        | <b>(294)</b>   | -              | <b>(294)</b>   |
| <b>Loss after tax</b>             | <b>(2)</b>    | <b>(507)</b> | <b>(40)</b>   | <b>(535)</b>   | <b>196</b>   | <b>(888)</b>   | <b>-</b>       | <b>(888)</b>   |

## 8 Related party disclosures

Significant recurrent related party transactions are as follows:

| <b>RM'000</b>  | <b>3 months ended</b> |                   |
|--|-----------------------|-------------------|
|  | <b>30.06.2024</b>     | <b>30.06.2023</b> |
| Companies in which major shareholder & Director, and subsidiary's Director have interests: |                       |                   |
| Revenue from services rendered   | 257                   | 345               |
| Revenue from sales of goods  | 1,557                 | 1,732             |
| Revenue from software development service  | 448                   | -                 |
| Purchase of goods payable  | 15                    | -                 |
| Purchase of spare parts payable  | 24                    | -                 |
| Rental payable   | 9                     | 9                 |

The Directors are of the opinion that the above transactions have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

## 9 Valuation of property, plant and equipment

There was no valuation on property, plant and equipment during the current and previous corresponding quarter.

## 10 Capital commitments

There were no material capital commitments as at 30 June 2024.

## 11 Contingent liabilities

The contingent liabilities were as follows:

| <b>RM'000</b>   | <b>Group</b>      |
|---|-------------------|
|   | <b>As at</b>      |
|   | <b>30.06.2024</b> |
| Corporate guarantees given to financial institutions and vendors for credit facilities granted to the Group | <u>15,707</u>     |

## 12 Changes in composition

On 21 June 2024, the Company had incorporated a new wholly-owned subsidiary, Hextech Business Sdn. Bhd., with an issued share capital of RM100.

Save as disclosed above, there were no other changes in the composition of the Group during the current quarter.

## 13 Events after the reporting period

There were no material events subsequent to the end of the current quarter.



**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET  
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**14 Analysis of performance - Comparison with preceding year corresponding quarter**

| <b>RM'000</b>   | <b>3 months ended</b> |                   | <b>Variance</b> |
|-----------------|-----------------------|-------------------|-----------------|
|                 | <b>30.06.2024</b>     | <b>30.06.2023</b> |                 |
| Revenue         | 41,522                | 43,832            | (2,310)         |
| Loss before tax | (4,554)               | (594)             | (3,960)         |

In the current financial quarter ("Q1FY25"), lower revenue was recorded as the Group secured fewer freight forwarding projects from overseas vis-à-vis the previous corresponding quarter ("Q1FY24"). The pre-tax loss further deteriorated from RM0.6 million to RM4.6 million due to higher marketing expenses incurred on promotional activities for the MoneyX application and manpower costs incurred for the technology segment.

**(a) Logistics**

| <b>RM'000</b>     | <b>3 months ended</b> |                   | <b>Variance</b> |
|-------------------|-----------------------|-------------------|-----------------|
|                   | <b>30.06.2024</b>     | <b>30.06.2023</b> |                 |
| External revenue  | 7,041                 | 10,875            | (3,834)         |
| Profit before tax | 189                   | 68                | 121             |

The sharp decline in revenue was due to fewer overseas freight forwarding projects awarded in Q1FY25 as compared with Q1FY24. Nonetheless, the pre-tax profit was higher against the backdrop of reduction in maintenance expenses incurred for the trucks and a one-off disposal gain on motor vehicles.

**(b) Warehousing**

| <b>RM'000</b>            | <b>3 months ended</b> |                   | <b>Variance</b> |
|--------------------------|-----------------------|-------------------|-----------------|
|                          | <b>30.06.2024</b>     | <b>30.06.2023</b> |                 |
| External revenue         | 812                   | -                 | 812             |
| Profit/(Loss) before tax | 271                   | (507)             | 778             |

The tenancy agreement secured since the last financial quarter has contributed positively towards revenue and profitability for Q1FY25. In Q1FY24, the property did not generate rental income following the expiry of the tenancy agreement.

**(c) Trading**

| <b>RM'000</b>     | <b>3 months ended</b> |                   | <b>Variance</b> |
|-------------------|-----------------------|-------------------|-----------------|
|                   | <b>30.06.2024</b>     | <b>30.06.2023</b> |                 |
| External revenue  | 33,663                | 32,957            | 706             |
| Profit before tax | 40                    | 84                | (44)            |

The revenue contribution from the trading segment in Q1FY25 grew marginally as compared to Q1FY24. Demand from the construction sector and profit margin have remained constant.

**(d) Technology**

| <b>RM'000</b>    | <b>3 months ended</b> |                   | <b>Variance</b> |
|------------------|-----------------------|-------------------|-----------------|
|                  | <b>30.06.2024</b>     | <b>30.06.2023</b> |                 |
| External revenue | 6                     | -                 | 6               |
| Loss before tax  | (5,198)               | (535)             | (4,663)         |

Higher pre-tax loss was mainly due to higher marketing, manpower and operating expenses incurred after the official launch of the MoneyX application in October 2023.

**15 Comparison with immediate preceding quarter**

| <b>RM'000</b>   | <b>3 months ended</b> |                   | <b>Variance</b> |
|-----------------|-----------------------|-------------------|-----------------|
|                 | <b>30.06.2024</b>     | <b>31.03.2024</b> |                 |
| Revenue         | 41,522                | 48,505            | (6,983)         |
| Loss before tax | (4,554)               | (9,278)           | 4,724           |

In comparison with the immediate preceding financial quarter ("Q4FY24"), the revenue in Q1FY25 contracted by RM7.0 million essentially on the back of reduction in customer orders for building materials. However, pre-tax loss narrowed by RM4.7 million following slight trading margin improvement in Q1FY25 and impairment loss provided on trade receivables (RM4.1 million) and ageing trucks (RM0.8 million) in Q4FY24.

**16 Commentary on prospects**

The Group continually reviews its fixed assets portfolio and may divest certain non-core assets to provide stable funding for the technology business and to pursue expansion opportunities for other non-technology businesses.

**17 Profit forecast**

Not applicable.

**18 Tax expense**

| <b>RM'000</b>            | <b>3 months ended</b> |                   |
|--------------------------|-----------------------|-------------------|
|                          | <b>30.06.2024</b>     | <b>30.06.2023</b> |
| Income tax               | 575                   | 365               |
| Deferred tax             | (108)                 | (71)              |
| <b>Total tax expense</b> | <b>467</b>            | <b>294</b>        |

Income tax is calculated at the statutory tax rate of 24% of the estimated assessable profit for the period.

The Group's effective tax rate for the financial year to date was higher than the statutory tax rate mainly due to the losses in certain subsidiaries which were not available for set off against the taxable profit in other subsidiaries within the Group.

**19 Retained earnings**

| <b>RM'000</b>                  | <b>As at</b>      | <b>As at</b>      |
|--------------------------------|-------------------|-------------------|
|                                | <b>30.06.2024</b> | <b>31.03.2024</b> |
| Realised                       | 55,537            | 59,953            |
| Unrealised                     | (655)             | (762)             |
|                                | 54,882            | 59,191            |
| Consolidation adjustments      | (23,439)          | (22,786)          |
| <b>Total retained earnings</b> | <b>31,443</b>     | <b>36,405</b>     |

## 20 Corporate proposals

There were no corporate proposals announced but not completed as at the reporting date.

## 21 Utilisation of proceeds

The total gross proceeds of RM22.45 million arising from the disposal of the entire equity interest in subsidiaries in FY2022 were proposed to be utilised as follows:

| <b>RM'000</b>       | <b>Intended utilisation</b> | <b>Actual utilisation as at 30.06.2024</b> | <b>Deviation</b> | <b>Balance</b> | <b>Estimated timeframe</b> |
|---------------------|-----------------------------|--|------------------|----------------|----------------------------|
| Future investment * | 12,000                      | 12,000                                     | -                | -              | Within 36 months           |
| Working capital     | 8,052                       | 8,215                                      | 163 **           | -              | Within 24 months           |
| Estimated expenses  | 2,400                       | 2,237                                      | (163) **         | -              | Within 1 month             |
|                     | <b>22,452</b>               | <b>22,452</b>                              | -                | -              |                            |

\* As announced on 24 August 2023, the Board has identified the "Future Investment" as being in the Technology Business, including but not limited to the development of the fintech application.

\*\* The balance of the estimated expenses of RM0.16 million had been re-allocated for the Group's working capital purposes.

## 22 Borrowings

| <b>RM'000</b>                | <b>As at 30.06.2024</b> | <b>As at 31.03.2024</b> |
|------------------------------|-------------------------|-------------------------|
| <u>Secured</u>               |                         |                         |
| Hire purchase payable        | 341                     | 335                     |
| <u>Unsecured</u>             |                         |                         |
| Bills payable                | 15,502                  | 15,987                  |
| <b>Short-term borrowings</b> | <b>15,843</b>           | <b>16,322</b>           |
| <u>Secured</u>               |                         |                         |
| Hire purchase payable        | 1,244                   | 1,318                   |
| <b>Long-term borrowings</b>  | <b>1,244</b>            | <b>1,318</b>            |
| <b>Total borrowings</b>      | <b>17,087</b>           | <b>17,640</b>           |

All borrowings are denominated in Ringgit Malaysia.

## 23 Changes in material litigation

There was no material litigation against the Group as at the reporting date.

## 24 Proposed dividend

No dividend has been proposed.

**25 Loss per share ("LPS")**

|   | <b>3 months ended</b> |                   |
|---|-----------------------|-------------------|
|   | <b>30.06.2024</b>     | <b>30.06.2023</b> |
| Loss attributable to Owners of the Company (RM'000)                 | (4,963)               | (750)             |
| Weighted average number of ordinary shares in issue ('000)*         | 2,058,384             | 2,058,384         |
| Effect of dilution ('000)   | -                     | -                 |
| Adjusted weighted average number of ordinary shares in issue ('000) | 2,058,384             | 2,058,384         |
| <b>Basic LPS (sen)</b>  | <b>(0.2)</b>          | <b>(0.0)</b>      |
| <b>Diluted LPS (sen)</b>  | <b>(0.2)</b>          | <b>(0.0)</b>      |

*\*Restated to reflect the effect of bonus issue completed on 18 January 2024.*

**26 Financial instruments**

The Group has not entered into any derivatives and accounted for any financial liabilities carried at fair value as at the reporting date.

**27 Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 31 March 2024 was unqualified.

**28 Loss before tax**

| <b>RM'000</b>  | <b>3 months ended</b> |                   |
|--|-----------------------|-------------------|
|  | <b>30.06.2024</b>     | <b>30.06.2023</b> |
| <b>Loss before tax is arrived at after crediting/(charging):</b> |                       |                   |
| Interest income  | 39                    | 249               |
| Other income including investment income                         | 376                   | 334               |
| Interest expense   | (458)                 | (276)             |
| Amortisation   | (335)                 | -                 |
| Depreciation   | (935)                 | (1,059)           |
| Gain on disposal of property, plant & equipment                  | 131                   | -                 |
| Realised gain/(loss) in foreign exchange                         | -                     | (1)               |
| Unrealised gain in foreign exchange                              | (1)                   | 10                |

Save as disclosed above, there were no other material provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investment or properties, impairment of assets, gain or loss on derivatives or exceptional items for current quarter under review.