



XiDeLang Holdings

(Bermuda Company No. 43136)
(Malaysian Foreign Company Registration No. 995210-W)

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2023

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 30.09.2023 ⁽¹⁾ RMB'000	Quarter ended 30.09.2022 RMB'000	Financial period ended 30.09.2023 ⁽¹⁾ RMB'000	Financial period ended 30.09.2022 RMB'000
Revenue	111,035	136,143	111,035	136,143
Cost of Sales	(96,627)	(122,239)	(96,627)	(122,239)
Gross Profit	14,408	13,904	14,408	13,904
Other Income	711	721	711	721
Reversal of / (Allowance for) Expected Credit Loss	394	948	394	948
Distribution Costs	(724)	(160)	(724)	(160)
Administrative and Other Expenses	(14,299)	(14,758)	(14,299)	(14,758)
Finance Costs	(138)	(138)	(138)	(138)
Profit before Tax	352	517	352	517
Tax Expense	(77)	(1,102)	(77)	(1,102)
Profit/(Loss) for the Period	275	(585)	275	(585)
Other Comprehensive Income:				
Foreign currency translations	-	-	-	-
Other Comprehensive Income, net of tax	-	-	-	-
Total Comprehensive Income/(Loss)	275	(585)	275	(585)
Profit/(Loss) attributable to:				
Equity holders of the parent	275	(585)	275	(585)
Total Comprehensive Income/(Loss) attributable to:				
Equity holders of the parent	275	(585)	275	(585)
Earnings per share attributable to equity holders of the parent				
- Basic ⁽²⁾ (RMB cent)	0.01	(0.03)	0.01	(0.03)
- Diluted ⁽²⁾ (RMB cent)	0.01	(0.03)	0.01	(0.03)

Notes:

(1) The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the annual report and audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.

(2) Refer Note B9 for further details.



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

	As at 30.09.2023 ⁽¹⁾ RMB'000	As at 30.06.2023 RMB'000 (audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	477,270	480,431
Land use rights	38,897	39,201
	516,167	519,632
Current Assets		
Inventories	7,912	7,646
Trade and other receivables (Note @)	109,489	128,775
Cash and cash equivalents	782,765	764,199
	900,166	900,620
TOTAL ASSETS	1,416,333	1,420,252
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	13,437	13,437
Reserves	1,268,189	1,267,914
TOTAL EQUITY	1,281,626	1,281,351
Non-current Liabilities		
Deferred tax liabilities	15,781	15,704
Current Liabilities		
Trade and other payables (Note #)	106,386	110,657
Borrowings	12,400	12,400
Tax payable	140	140
	118,926	123,197
TOTAL LIABILITIES	134,707	138,901
TOTAL EQUITY AND LIABILITIES	1,416,333	1,420,252
Net assets per share (RMB)⁽²⁾	0.61	0.61

Notes:

(1) *The Condensed Consolidated Statement of Financial Position should be read in conjunction with the annual report and audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.*

(2) *Calculated based on the number of ordinary shares outstanding (excluding treasury shares) as at the end of the financial period/year.*

Remark

(@) *Average credit terms granted to trade receivables by the Group is 90 days.*

(#) *Average credit terms granted by trade payables to the Group is 120 days.*



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

Quarter and period ended	Non-distributable						Distributable		Total equity
	Share capital	Share premium	Capital redemption reserve	Statutory surplus reserve	Merger deficit	Exchange translation reserve	Treasury shares	Retained earnings	
30 September 2022 ⁽¹⁾	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 July 2022	13,437	42,863	858,446	49,277	(204,906)	33,401	(1)	512,314	1,304,831
Total comprehensive loss	-	-	-	-	-	-	-	(585)	(585)
Transactions with owners									
Transfer to statutory surplus reserve	-	-	-	317	-	-	-	(317)	-
	-	-	-	317	-	-	-	(317)	-
Balance at 30 September 2022	13,437	42,863	858,446	49,594	(204,906)	33,401	(1)	511,412	1,304,246
Quarter and period ended	Non-distributable						Distributable		Total equity
	Share capital	Share premium	Capital redemption reserve	Statutory surplus reserve	Merger deficit	Exchange translation reserve	Treasury shares	Retained earnings	
30 September 2023 ⁽¹⁾	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 July 2023	13,437	42,863	858,446	49,277	(204,906)	33,401	(1)	488,834	1,281,351
Total comprehensive income	-	-	-	-	-	-	-	275	275
Transactions with owners									
Transfer to statutory surplus reserve	-	-	-	378	-	-	-	(378)	-
	-	-	-	378	-	-	-	(378)	-
Balance at 30 September 2023	13,437	42,863	858,446	49,655	(204,906)	33,401	(1)	488,731	1,281,626

Note:

(1) The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the annual report and audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

	Financial period ended	
	30.09.2023 ⁽¹⁾ RMB'000	30.09.2022 RMB'000
Profit before tax	352	517
Adjustments for non-operating cash flows:		
Non-cash items	3,694	3,173
Non-operating items	(573)	(583)
Operating profit before working capital changes	3,473	3,107
Changes in working capital		
Net change in current assets	19,413	46,496
Net change in current liabilities	(4,271)	(60,913)
Cash generated from operating activities	18,615	(11,310)
Income tax paid	-	-
Net cash from/(used in) operating activities	18,615	(11,310)
Investing activities		
Interest received	711	721
Proceeds from disposal of property, plant and equipment	10	-
Purchase of property, plant and equipment	(632)	-
Net cash from investing activities	89	721
Financing activities		
Interest paid	(138)	(138)
Net cash (used in)/from financing activities	(138)	(138)
Net change in cash and cash equivalents	18,566	(10,727)
Cash and cash equivalents at beginning of financial period	764,199	812,485
Cash and cash equivalents at end of financial period	782,765	801,758
Cash and cash equivalents at end of financial period		
Cash and bank balances	782,765	801,758

Note:

(1) *The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the annual report and audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.*



A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”)

A1. BASIS OF PREPARATION

The condensed consolidated interim financial statements as contained in this interim financial report are unaudited and have been prepared under the historical cost convention except otherwise stated.

These unaudited interim financial statements 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 and Appendix 9B of the Main Market Listing Requirements (“MMLR”) issued by Bursa Malaysia Securities Berhad (“Bursa Securities”).

These unaudited interim financial statements should be read in conjunction with the annual report and audited consolidated financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report. The explanatory notes contained herein provide an explanation of events and transactions that are significant to understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2023.

The significant accounting policies and methods of computation applied in these unaudited interim financial statements are consistent with those adopted in the most recent annual audited financial statements for the financial year ended 30 June 2023, save for the adoption of the following MFRS and Amendments to MFRSs during the current financial period as disclosed below:

Effective for annual periods commencing on or after 1 January 2023

MFRS 17 *Insurance Contracts*

Amendments to MFRS 17 *Insurance Contracts*

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

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*

The adoption of the above MFRS, Amendments to MFRSs and IC Interpretation did not have any significant financial impact to the Group upon their initial application.

The following MFRSs and Amendments to MFRSs have been issued by the MASB but have not been early adopted by the Group:

Effective for annual periods commencing on or after 1 January 2024

Amendments to MFRS 116 *Lease Liability in a Sale and Leaseback*

Amendments to MFRS 101 *Non-current Liabilities with Covenants*

Amendments to MFRS 101 and MFRS 7 *Supplier Finance Arrangements*

Effective for annual periods commencing on or after 1 January 2025

Amendments to MFRS 121 *Lack of Exchangeability*

A1. BASIS OF PREPARATION (cont'd)

Deferred

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

The Group is in the process of assessing the impact of implementing these accounting standards and amendments, since the effects would only be observable for the future financial years.

A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the Group's most recent annual audited financial statements for the financial year ended 30 June 2023 were not subject to any qualification.

A3. SEASONALITY OR CYCLICALITY OF OPERATION

Save for the seasonality that is inherent in the sportswear industry, our Group's operations are not exposed to any anomalous cyclical fluctuation.

A4. UNUSUAL ITEMS

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the current quarter and financial period under review.

A5. MATERIAL CHANGES IN ESTIMATES

There were no significant changes in estimates of amounts reported in prior financial years that have a material impact on the current quarter and financial period under review.

A6. DEBTS AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current quarter and financial period under review.

A7. DIVIDEND PAID

The Board of Directors did not recommend any payment of dividend during the current quarter and financial period under review (*Quarter and financial period ended 30 September 2022: Nil*).



A8. SEGMENT INFORMATION

The Group's activities are predominantly in designing, manufacturing and marketing of sports shoes as well as designing and marketing of sports apparel, accessories and equipment within the People's Republic of China ("PRC" or "China"). The Group's operations are concentrated in Jinjiang City, Fujian Province of the PRC, which represents its principal place of business and in which the assets and liabilities of the Group are located.

Due to the similarities in the business operations between the two operating subsidiaries in the PRC, the Group's chief operating decision maker, the Group's Chief Executive Officer in this context manages the operations within the Group as a whole in single segment and relies on internal reports which are similar to those currently disclosed externally to make decisions about allocation of resources.

The Group evaluates performance on the basis of revenue from the respective operations. The analysis is as follows:

	Own branding manufacturer RMB'000	Original design manufacturer ("ODM") RMB'000	Total RMB'000
Quarter and period ended 30 September 2023			
Revenue – footwear	-	111,035	111,035
Quarter and period ended 30 September 2022			
Revenue – footwear	-	136,143	136,143

Accordingly, no further segmental analysis is available for disclosure except for the following entity-wide disclosures as required by MFRS 8.

During the financial period under review, the Group derived all of its revenue from the PRC, in particular Fujian province. The following is an analysis of the Group's revenue by region by location of customers, irrespective of the origin of the goods/services.

Revenue by location

	Quarter and period ended 30.09.2023 RMB'000	Quarter and period ended 30.09.2022 RMB'000
Within the PRC:		
- Fujian province	111,035	136,143

A9. MATERIAL EVENTS

There was no material event subsequent to the end of the current quarter that have not been reflected in this interim financial report and/or announced to Bursa Securities.

A10. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current quarter and financial period under review.

A11. CHANGES IN CONTINGENT LIABILITIES

There are no material contingent liabilities as at the date of this report.

A12. CAPITAL COMMITMENTS

Capital commitments not provided for in the financial statements as at 30 September 2023 is as follows:

	As at 30.09.2023 RMB'000
Property, plant and equipment	
Approved but not contracted for	<u>31,142</u>

A13. RELATED PARTY TRANSACTIONS

There was no related party transaction entered into by the Group during the current quarter and financial period under review (*Quarter and financial period ended 30 September 2022: Nil*).

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. ANALYSIS OF PERFORMANCE

	Quarter and Financial period ended	
	30.09.2023 RMB'000	30.09.2022 RMB'000
Revenue	111,035	136,143
Gross profit	14,408	13,904
Profit before tax	352	517
Profit/(Loss) after tax	275	(585)

Revenue

Our Group's total revenue stood at RMB111.0 million for the current quarter and financial period under review, lower by 18.4% as compared to preceding year corresponding quarter and financial period. This was mainly due to lower sales volume recorded for our ODM division, which was partially mitigated by the upward revision of average unit selling price after taking into consideration the increasing cost of production.

Profitability

Our Group's gross profit stood at RMB14.4 million for the current quarter and financial period under review, showing improvement as compared to RMB13.9 million in the preceding year corresponding quarter and financial period; mainly due to better margin achieved in line with upward revision of average unit selling price after taking into consideration the increasing cost of production.

For the current quarter and financial period under review, our Group recorded a profit before tax of RMB0.4 million and a net profit of RM0.3 million. The improvement in our net profit for the current quarter and financial period under review, as compared to the preceding year corresponding quarter and financial period, was mainly due to lower tax expenses and effective tax rate recorded as explained further in the subsequent note herein.



B2. VARIATION OF RESULTS AGAINST PRECEDING QUARTER

	Quarter ended	
	30.09.2023	30.06.2023
	RMB'000	RMB'000
Revenue	111,035	129,579
Gross profit	14,408	13,180
Profit/(Loss) before tax	352	(4,095)
Profit/(Loss) after tax	275	(6,582)

Revenue for the current quarter under review decreased by approximately 14.3% as compared to the preceding quarter, mainly due to lower sales volume recorded from ODM division, which was partially mitigated by the upward revision of average unit selling price after taking into consideration the increasing cost of production.

Our Group's profitability level for the current quarter under review demonstrated an improvement compared to the preceding quarter, mainly due to higher gross profit recorded as we achieved better margin in line with upward revision of average unit selling price after taking into consideration the increasing cost of production, and decrease in administrative and other expenses during the current quarter under review.

ADDITIONAL INFORMATION – TRADE RECEIVABLES

	As at	
	30.09.2023	30.06.2023
	RMB'000	RMB'000
Trade receivables – third party	111,724	131,403
Allowance for expected credit loss	(2,234)	(2,628)
	<u>109,490</u>	<u>128,775</u>

The normal credit terms granted by our Group is 90 days.



B3. TAX EXPENSES

	Quarter and financial period ended	
	30.09.2023	30.09.2022
	RMB'000	RMB'000
Tax expenses	77	1,102

As our Group's principal operations are carried out in China, the effective tax rate reported by our Group is generally correlated to the statutory tax rate applicable in China. During the current quarter and financial period under review, the effective tax rate was lower as compared to the prevailing statutory tax rate in the PRC, mainly due to no additional provision of income tax on the operating profit generated by our core subsidiary for the current quarter and financial period under review due to availability of unused tax losses brought forward from prior years; which was in turn, offset by the following:

- (i) losses incurred by some of the entities within the Group were not entitled for offset/tax relief against the profit generated by the Group's operating subsidiary; and
- (ii) additional deferred tax liabilities provided in relation to the expected withholding tax on undistributed profits of the China subsidiaries.

B4. OUTLOOK AND PROSPECTS

The unresolved geopolitical tensions, coupled with the aftermath of COVID-19 pandemic, continue to cast shadows over the global economy and create uncertainties over market activities. The industry outlook for the near term is anticipated to experience higher degree of volatility. Consumers are expected to remain prudent on spending, while market competitions are expected to intensify with industry players remain conservative in terms of operations and expansion.

Our Group will continue to closely monitor the development and is committed to take proactive and practical actions to safeguard the interests of our Group and our shareholders and stakeholders. Our Group is of the view that the demands for the sportswear within the domestic China market and global markets will recover gradually in the mid and long-term, upon stabilisation of the geopolitical situation and global economy.

Our Group will step-up our marketing efforts to secure new customers in order to enhance our revenue base and improve our Group's future financial performance. Our Group will continue to put in efforts to sustain the financial stability of our Group and mitigate the adverse impact to the financial performance of the Group due to the external factors beyond the control of our Group.

Barring any unforeseen circumstances and subject to the stabilisation of the geopolitical situation and global economy, our Group is cautiously optimistic that the financial performance for the financial year ending 30 June 2024 will gradually improve.

B5. Profit Forecast

Not applicable as no profit forecast was previously published.

B6. STATUS OF CORPORATE PROPOSALS AND UTILISATION OF PROCEEDS

Private placement and rights issue of warrants in 2012

The status of utilisation, as of 30 September 2023 is as follows:

(In RM)			Proposed	Actual	Deviation			
	Purpose	Intended Timeframe	Utilisation RM'000	Utilisation RM'000	Amount RM'000	%		
i)	Purchase machinery and equipment for new design and production centre	Before 30 June 2024	29,100	28,229	871	3.0 #		N1
ii)	Estimated expenses in relation to the Proposals	Immediate	600	600	-	-		
			29,700	28,829	871			

(In RMB)			Proposed	Actual	Deviation			
	Purpose	Intended Timeframe	Utilisation RMB'000	Utilisation RMB'000	Amount RMB'000	%		
i)	Purchase machinery and equipment for new design and production centre	Before 30 June 2024	53,670	49,067	4,603	8.6 #		N1
ii)	Estimated expenses in relation to the Proposals	Immediate	1,107	1,107	-	-		
			54,777	50,174	4,603			

N1 *In line with the Group's strategic re-positioning of business focus, the Group is making appropriate alteration to the types of machinery and equipment to be invested in. In view of that and taking into consideration the current market volatility and uncertainty, a longer period is required for the remaining funds to be fully utilised. Barring any unforeseen circumstances, the Group expects the remaining funds to be fully utilised before 30 June 2024.*

Differential rate of deviation between RMB and RM was due to fluctuations in exchange rate.

B6. STATUS OF CORPORATE PROPOSALS AND UTILISATION OF PROCEEDS (cont'd)

Rights Issue in 2014

The status of utilisation, as of 30 September 2023 is as follows:

(In RM)			Proposed	Actual	Deviation		
	Purpose	Intended Timeframe	Utilisation RM'000	Utilisation RM'000	Amount RM'000	%	
i)	Construction of the second stage of the new Design & Production Centre ("Stage 2 Construction")	Within 3 years	83,700	-	83,700	100	N2
ii)	Estimated expenses in relation to the Proposals	Immediate	1,000	1,000	-	-	
			84,700	1,000	83,700		

(In RMB)			Proposed	Actual	Deviation		
	Purpose	Intended Timeframe	Utilisation RMB'000	Utilisation RMB'000	Amount RMB'000	%	
i)	Construction of the second stage of the new Design & Production Centre ("Stage 2 Construction")	Within 3 years	151,246	-	151,246	100	N2
ii)	Estimated expenses in relation to the Proposals	Immediate	1,807	1,807	-	-	
			153,053	1,807	151,246		

N2 *The utilisation for the funds raised is expected to be within three (3) years from the commencement of Stage 2 Construction. At this juncture, taking into consideration the market volatility and uncertainty caused by the COVID-19 pandemic, this may take longer time to commence. All the funds are currently kept in the Group's banking account maintained with the Industrial and Commercial Bank of China.*



B7. BORROWINGS

The Group's borrowings consist of short-term loan from financial institution, arranged in the PRC and denominated in RMB.

As at 30 September 2023, the Group's outstanding borrowings are as follows:

	Secured RMB'000	Unsecured RMB'000	Total RMB'000
Current (<i>within 12 months</i>)			
Short-term bank loan	12,400	-	12,400
	<u>12,400</u>	<u>-</u>	<u>12,400</u>

B8. CHANGES IN MATERIAL LITIGATION

As at the date of this report, there is no litigation or arbitration, which has a material effect on the financial position of the Group.

B9. EARNINGS PER SHARE

(1) Basic Earnings per Share ("BEPS")

The basic earnings per share ("BEPS") is calculated as follows:

	Quarter ended		Financial period ended	
	30.09.2023 RMB'000	30.09.2022 RMB'000	30.09.2023 RMB'000	30.09.2022 RMB'000
Basic earnings per share				
Profit/(Loss) attributable to equity holders of the parent	<u>275</u>	<u>(585)</u>	<u>275</u>	<u>(585)</u>
Weighted average number of ordinary shares in issue ('000)	<u>2,116,226</u>	<u>2,116,226</u>	<u>2,116,226</u>	<u>2,116,226</u>
	RMB cent	RMB cent	RMB cent	RMB cent
BEPS	<u>0.01</u>	<u>(0.03)</u>	<u>0.01</u>	<u>(0.03)</u>

(2) Diluted Earnings per Share ("DEPS")

As of 30 September 2023, the Group does not have any potential ordinary shares which, upon conversion, could result in dilution to earnings per share in future financial periods. Accordingly, the DEPS is the same as BEPS.

B10. FINANCIAL INSTRUMENTS

Derivatives

The Group does not have any derivative financial instruments.

Disclosures of Gains/Losses arising from Fair Value Changes of Financial Liabilities

There were no gains/losses arising from fair value changes of financial liabilities reported by the Group during the financial period under review.

B11. DISCLOSURE ON SELECTED EXPENSE/INCOME ITEMS AS REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

Included in profit before tax comprised the following income/(expense) items:

	Quarter and Financial period ended	
	30.09.2023 RMB'000	30.09.2022 RMB'000
Interest income	711	721
Interest expense	(138)	(138)
Depreciation and amortisation expenses	(4,021)	(4,121)
Reversal of / (Allowance for) expected credit loss	394	948
Loss on disposal of property, plant and equipment	(67)	-
Other income including investment income	N/A	N/A
Provision for and write off of inventories	N/A	N/A
Gain/Loss on disposal of quoted or unquoted investments or properties	N/A	N/A
Impairment of assets	N/A	N/A
Gain/Loss on derivatives	N/A	N/A

"N/A" denotes not applicable.



APPENDICES – FINANCIAL STATEMENTS TRANSLATED INTO RINGGIT MALAYSIA (FOR ILLUSTRATIVE PURPOSE ONLY)

The Board of Directors wish to highlight that the presentation currency adopted by the Group in preparing the interim financial statements is Renminbi (“RMB”) as allowed under the MFRS Framework.

The following supplementary financial statements in Ringgit Malaysia (“RM”) (which include condensed consolidated statement of comprehensive income, condensed consolidated statement of financial position, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows) are shown for reference only and have been translated at single exchange rate of RMB1 to RM0.6426 at 30 September 2023. The translation should not be construed as a representation that the RMB amounts actually have been or could be converted into RM at this or any other rate.

In addition, due to the changes of presentation currency on adoption of MFRS Framework, the comparative financial information contained in the following supplementary financial statements translated into RM would not be consistent with previously announced interim and annual financial statements as those statements were prepared using RM as the presentation currency (which was a requirement under the previous FRS Framework).

List of supplementary financial statements in Ringgit Malaysia (“RM”):

Appendix A – Condensed Consolidated Statement of Comprehensive Income

Appendix B – Condensed Consolidated Statement of Financial Position

Appendix C – Condensed Consolidated Statement of Changes in Equity

Appendix D – Condensed Consolidated Statement of Cash Flows

**APPENDIX A –
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(UNAUDITED)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 30.09.2023 RM'000	Quarter ended 30.09.2022 RM'000	Financial period ended 30.09.2023 RM'000	Financial period ended 30.09.2022 RM'000
Revenue	71,351	87,485	71,351	87,485
Cost of Sales	<u>(62,093)</u>	<u>(78,551)</u>	<u>(62,093)</u>	<u>(78,551)</u>
Gross Profit	9,258	8,934	9,258	8,934
Other Income	457	463	457	463
Reversal of / (Allowance for) Expected Credit Loss	253	609	253	609
Distribution Costs	(465)	(103)	(465)	(103)
Administrative and Other Expenses	(9,189)	(9,483)	(9,189)	(9,483)
Finance Costs	<u>(89)</u>	<u>(89)</u>	<u>(89)</u>	<u>(89)</u>
Profit before Tax	225	331	225	331
Tax Expense	<u>(49)</u>	<u>(708)</u>	<u>(49)</u>	<u>(708)</u>
Profit/(Loss) for the Period	<u>176</u>	<u>(377)</u>	<u>176</u>	<u>(377)</u>
Other Comprehensive Income:				
Foreign currency translations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Comprehensive Income, net of tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Comprehensive Income/(Loss)	<u>176</u>	<u>(377)</u>	<u>176</u>	<u>(377)</u>
Profit/(Loss) attributable to:				
Equity holders of the parent	<u>176</u>	<u>(377)</u>	<u>176</u>	<u>(377)</u>
Total Comprehensive Income/(Loss) attributable to:				
Equity holders of the parent	<u>176</u>	<u>(377)</u>	<u>176</u>	<u>(377)</u>
Earnings per share attributable to equity holders of the parent				
- Basic (sen)	0.01	(0.02)	0.01	(0.02)
- Diluted (sen)	0.01	(0.02)	0.01	(0.02)



**APPENDIX B –
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(UNAUDITED)**

	As at 30.09.2023 RM'000	As at 30.06.2023 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	306,694	308,725
Land use rights	24,995	25,191
	331,689	333,916
Current Assets		
Inventories	5,084	4,913
Trade and other receivables	70,358	82,751
Cash and cash equivalents	503,005	491,074
	578,447	578,738
TOTAL ASSETS	910,136	912,654
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	8,635	8,635
Reserves	814,938	814,762
TOTAL EQUITY	823,573	823,397
Non-current Liabilities		
Deferred tax liabilities	10,141	10,091
Current Liabilities		
Trade and other payables	68,364	71,108
Borrowings	7,968	7,968
Tax payable	90	90
	76,422	79,166
TOTAL LIABILITIES	86,563	89,257
TOTAL EQUITY AND LIABILITIES	910,136	912,654
Net assets per share (RM)	0.39	0.39



**APPENDIX C –
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**

Quarter and period ended 30 September 2023 ⁽¹⁾	Non-distributable					Distributable			Total equity RM'000
	Share capital RM'000	Share premium RM'000	Capital redemption reserve RM'000	Statutory surplus reserve RM'000	Merger deficit RM'000	Exchange translation reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	
Balance at 1 July 2023	8,635	27,544	551,638	31,665	(131,672)	21,463	(1)	314,125	823,397
Total comprehensive income	-	-	-	-	-	-	-	176	176
Transactions with owners									
Transfer to statutory surplus reserve	-	-	-	243	-	-	-	(243)	-
	-	-	-	243	-	-	-	(243)	-
Balance at 30 September 2023	8,635	27,544	551,638	31,908	(131,672)	21,463	(1)	314,058	823,573

**APPENDIX D –
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)**

	Financial period ended	
	30.09.2023 RM'000	30.09.2022 RM'000
Profit before tax	225	331
Adjustments for non-operating cash flows:		
Non-cash items	2,374	2,039
Non-operating items	(368)	(375)
Operating profit before working capital changes	2,231	1,995
Changes in working capital		
Net change in current assets	12,475	29,878
Net change in current liabilities	(2,744)	(39,143)
Cash generated from operating activities	11,962	(7,270)
Income tax paid	-	-
Net cash from/(used in) operating activities	11,962	(7,270)
Investing activities		
Interest received	457	463
Proceeds from disposal of property, plant and equipment	7	-
Purchase of property, plant and equipment	(406)	-
Net cash from investing activities	58	463
Financing activities		
Interest paid	(89)	(89)
Net cash (used in)/from financing activities	(89)	(89)
Net change in cash and cash equivalents	11,931	(6,896)
Cash and cash equivalents at beginning of financial period	491,074	522,103
Cash and cash equivalents at end of financial period	503,005	515,207
Cash and cash equivalents at end of financial period		
Cash and bank balances	503,005	515,207