

Unaudited Condensed Consolidated Statement of Comprehensive Income for the 9 months ended 30 September 2024

	Note	Current quarter		Cumulative Quarter	
		9 months ended		9 months ended	
		30/09/2024	30/09/2023	30/09/2024	30/09/2023
		RM'000	RM'000	RM'000	RM'000
Revenue	A8	62,952	62,749	230,675	151,066
Cost of sales		(51,056)	(55,948)	(196,592)	(136,486)
Gross profit		11,896	6,801	34,083	14,580
Other income		103	100	972	852
Fair value loss on other investments		-	(2,040)	-	2,206
Selling and distribution expenses		(1,055)	(684)	(2,819)	(1,980)
Administration expenses		(5,637)	(4,532)	(16,268)	(11,103)
Other expenses		(1,904)	(1,343)	(5,146)	(3,838)
Gain on disposal of other investments		-	(608)	-	(269)
		(8,596)	(7,167)	(24,233)	(17,190)
Operating profit		3,403	(2,306)	10,822	448
Finance income		32	16	97	28
Finance costs		(1,908)	(1,335)	(5,133)	(3,283)
Share of results of associate		205	143	205	269
Profit before tax	B8	1,732	(3,482)	5,991	(2,538)
Income tax expense	B5	(590)	(384)	(2,093)	(502)
Profit from after tax		1,142	(3,866)	3,898	(3,040)
Total Comprehensive income for the period		1,142	(3,866)	3,898	(3,040)
Profit Attributable To:					
Owners of the Parent		1,114	(3,903)	3,629	(3,139)
Non-controlling interests		28	37	269	99
		1,142	(3,866)	3,898	(3,040)
Total comprehensive income attributable to :					
Owners of the Parent		1,114	(3,903)	3,629	(3,139)
Non-controlling interests		28	37	269	99
		1,142	(3,866)	3,898	(3,040)
Earnings per ordinary share					
Basic (Sen)	B11	0.64	(2.68)	2.32	(2.75)
Diluted (Sen)	B11	0.53	(2.68)	1.89	(2.75)

(The above Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.)

Unaudited Condensed Consolidated Statement of Financial Position as at 30 September 2024

	Note	Unaudited As at 30/09/2024 RM'000	Audited As at 31/12/2023 RM'000
ASSETS			
Non-current assets:			
Property, plant and equipment		38,640	37,718
Investment in an associate		14,205	-
Intangible asset		874	1,870
Deferred tax assets		65	854
Total non-current assets		53,784	40,442
Current assets:			
Inventories		86,077	71,392
Trade receivables		103,199	90,392
Other receivables, deposits and prepayments		11,682	11,200
Contract assets		34,013	24,622
Contract costs		-	5,617
Current tax assets		2,232	2,540
Other investments		22,264	17,519
Deposits, cash and bank balances		23,803	23,755
Total current assets		283,270	247,037
TOTAL ASSETS		337,054	287,479
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		106,022	76,645
Retained profits		30,342	25,446
		136,364	102,091
Non-controlling interest		3,173	6,971
TOTAL EQUITY		139,537	109,062

Unaudited Condensed Consolidated Statement of Financial Position as at 30 September 2024

(Contd.)

	Note	Unaudited As at 30/09/2024 RM'000	Audited As at 31/12/2023 RM'000
EQUITY AND LIABILITIES (Contd.)			
Non-current liabilities			
Borrowings	B7	21,654	21,618
Deferred tax liabilities		657	1,447
Total non-current liabilities		22,311	23,065
Current Liabilities:			
Trade payables		16,218	19,778
Other payables and accruals		11,059	12,333
Contract liabilities		21,228	19,939
Borrowings	B7	123,473	97,877
Bank overdrafts	B7	2,729	5,196
Current tax liabilities		499	229
Total current liabilities		175,206	155,352
TOTAL LIABILITIES		197,517	178,417
TOTAL EQUITY AND LIABILITIES		337,054	287,479
Net assets per share (RM)		0.75	0.73

(The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.)

Unaudited Condensed Consolidated Statement of Changes in Equity for the 9 months ended 30 September 2024

<--- Attributable to owners of the Company --->

Note	Share Capital	Retained Profits	Total	Non-Controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at as at 01/01/2023	58,772	38,843	97,615	2,936	100,551
Total comprehensive loss for the year	-	(13,397)	(13,397)	158	(13,239)
Transactions with owners					
Non-controlling interests arising from acquisition of a subsidiary	-	-	-	3,877	3,877
Issue of ordinary shares	17,873	-	17,873	-	17,873
Balance as at 31/12/2023	76,645	25,446	102,091	6,971	109,062
Balance as at 01/01/2024	76,645	25,446	102,091	6,971	109,062
Conversion of warrants	54	-	54	-	54
Issuance of shares	29,323	-	29,323	-	29,323
Changes of ownership interest in a subsidiary	-	1,267	1,267	(4,067)	(2,800)
Total comprehensive income for the year	-	3,629	3,629	269	3,898
Balance as at 30/09/2024	106,022	30,342	136,364	3,173	139,537

(The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.)

Unaudited Condensed Consolidated Statement of Cash Flows for the 9 months ended 30 September 2024

	9 months ended	
	30/09/2024	30/09/2023
	RM'000	RM'000
Cash Flows From Operating Activities:		
Profit before tax	5,991	(2,538)
<i>Adjustments for :</i>		
Amortisation of intangible assets	997	-
Depreciation of property, plant and equipment	2,652	2,326
Property, plant and equipment written off	43	-
Reversal of impairment loss on trade receivables	(476)	(135)
Impairment loss on trade receivables	45	99
Gain on termination of leases	(35)	(11)
(Gain) /Loss on disposal property, plant and equipment	(242)	185
Interest expense	5,133	3,283
Interest income	(97)	(28)
Inventories written down	292	-
Reversal of impairment loss on slow moving inventories	-	(26)
Share of results of an associate	(205)	(269)
Fair value loss on other investments	-	(2,206)
Operating profit before changes in working capital	14,098	680
<u>Changes in Working Capital</u>		
(Increase)/Decrease in Inventories	(14,977)	4,680
Increase in Trade and Other Receivables	(12,859)	(27,640)
(Decrease)/Increase in Trade and Other Payables	(334)	11,534
Increase in Net (Contract Liabilities)/Contract Assets	(2,486)	2,035
	(30,656)	(9,391)
Net Cash used in operations	(16,558)	(8,711)
Interest received	97	28
Income tax refunded	-	637
Income tax paid	(1,515)	(1,940)
	(1,418)	(1,275)
Net Cash used in Operating Activities	(17,976)	(9,986)



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K. SENG SENG CORPORATION BERHAD

(Registration No. 198501000983 (133427 W))

(Incorporated in Malaysia)

Unaudited Condensed Consolidated Statement of Cash Flows for the 9 months ended 30 September 2024 (Contd.)

	9 months ended	
	30/09/2024	30/09/2023
	RM'000	RM'000
Cash Flows From Investing Activities:		
Proceeds from disposal of property, plant and equipment	333	1,730
Purchase of property, plant and equipment	(1,396)	(17,012)
Acquisition of other investments	(4,744)	(21,295)
Acquisition of financial assets	-	(13,900)
Acquisition of associate	(14,000)	-
Additional cost of investment in subsidiary, net of cash and cash equivalents acquired	(2,800)	1,729
Net cash used in Investing Activities	(22,607)	(48,748)
Cash Flows From Financing Activities:		
Proceeds from issuance of ordinary shares	29,377	17,873
Net proceed from bankers' acceptances	25,346	38,708
Net repayment from lease liabilities	(1,329)	(2,280)
Net repayment from term loan	(663)	12,097
Repayment to director	(4,500)	-
Interest paid	(5,133)	(3,283)
Net cash generated from Financing Activities	43,098	63,115
Net increase in cash and cash equivalents	2,515	4,381
Cash and cash equivalents at beginning of the year	14,370	6,342
Cash and cash equivalents at end of the year	16,885	10,723
Cash and Cash Equivalents Comprise:		
Deposits, cash and bank balances	23,803	16,198
Less: Bank overdrafts	(2,729)	(3,916)
Less: Non-short term deposits placed with licensed banks	(4,189)	(1,559)
	16,885	10,723

(The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.)

Unaudited Report on Consolidated Results for the 9 months ended 30 September 2024

Notes to the interim financial report

Part A: Explanatory Notes Pursuant to the Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in compliance with Malaysian Financial Reporting Standards (MFRS) 134: Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (MASB), and Chapter 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad (Bursa Securities).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31/12/2023. The 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 31/12/2023.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent annual financial statements for the year ended 31/12/2023 except for the adoption of the following new MFRS and amendments/improvement to MFRSs:-

<u>New MFRS and amendments/improvements to MFRSs</u>		Effective Date
MFRS 7	Financial Instruments: Disclosures	1 January 2024
MFRS 16	Leases	1 January 2024
MFRS 101	Presentation of Financial Statements	1 January 2024
MFRS 107	Statements of Cash Flows	1 January 2024
MFRS 121	The Effects of Changes in Foreign Exchange Rates	1 January 2024

Amendments/improvements to MFRSs that have been issued, but yet to be effective

MFRS 10	Consolidated Financial Statements	Deferred
MFRS 128	Investments in Associates and Joint Ventures	Deferred

The above new amendments/improvements standards, the Group and the Company have not prepared for early adoption. Accordingly, they have no material impact on the financial statements of the Group and the Company.

A2. Audit report qualification and status of matters raised

The audit report of the Group's annual financial statements for the year ended 31/12/2023 did not contain any qualifications.

A3. Seasonality or Cyclical Factors

The Group's performance is not materially affected by any seasonal or cyclical factors.

Unaudited Report on Consolidated Results for the 9 months ended 30 September 2024 (Cont'd)
Notes to the interim financial report (Cont'd)

Part A: Explanatory Notes Pursuant to the Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting (Cont'd)

A4. Unusual Items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items of nature, size or incidence that affect the assets, liabilities, equity, net income or cash flows of the Group during the current quarter and year ended 30/09/2024.

A5. Material Changes in estimates

There were no changes in estimates that have had materially affected the Group during the current quarter and cumulative quarter under review.

A6. Issuances, repurchases and repayments of debts and equity instruments

There were no issuances, repurchases and repayments of debt and equity securities, shares buy-back, shares cancellation, shares held as treasury shares or resale of treasury shares during the current quarter under review.

A7. Dividends paid

There were no dividends paid during the current quarter and year ended 30/09/2024.

A8. Operating Segment Information

For management purposes, the Company is engaged in investment holding related activities. The Group categorises its business units based on their products and services, and has four reportable operating segments as follows:

- a) The stainless steel and metal-related products segment is in the business of manufacture and sales of stainless steel tubes and pipes, and processing of stainless steel sheets products and trading of other metal-related products;
- b) The marine hardware & consumable segment is in the business of trading of marine hardware;
- c) The other industrial hardware segment is in the business of trading of industrial hardware; and
- d) The engineering works segment consist of the following:-
 - (i) Engineering, fabricating, supplying and installation of glove dipping lines; and
 - (ii) Fabricating, supplying and installation of aluminium, glass and aluminium related products for the retail and project businesses.

Results for 3 months ended

	Stainless steel and metal-related products	Marine hardware & consumable	Other industrial hardware	Engineering works (i)	Engineering works (ii)	Investment holding	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
30/09/2024							
Revenues from external customers	42,355	5,317	(5,173)	(32)	20,478	7	62,952
Reportable segment gross profit/(loss)	6,120	1,253	1,602	(20)	2,934	7	11,896
30/09/2023							
Revenues from external customers	20,704	5,979	22,888	12,571	-	607	62,749
Reportable segment gross profit	2,813	1,409	846	1,126	-	607	6,801

Unaudited Report on Consolidated Results for the 9 months ended 30 September 2024 (Cont'd)

Notes to the interim financial report (Cont'd)

Part A: Explanatory Notes Pursuant to the Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting (Cont'd)

Results for 9 months ended

	Stainless steel and metal-related products	Marine hardware & consumable	Other industrial hardware	Engineering works (i)	Engineering works (ii)	Investment holding	Total
30/09/2024	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenues from external customers	104,809	16,252	33,318	836	75,438	22	230,675
Reportable segment gross profit	14,051	3,733	5,750	126	10,401	22	34,083
30/09/2023							
Revenues from external customers	71,165	16,909	49,930	12,440	-	622	151,066
Reportable segment gross profit/(loss)	7,933	3,763	1,444	818	-	622	14,580

A9. Material events subsequent to the end of the interim period

There were no material events subsequent to the current quarter ended 30/09/2024 up to the date of this interim financial report which may substantially affect the results of the operations of the Group.

A10. Effects of changes in the composition of the Group and financial year-to-date

On 31/07/2024, the Company acquired of 1,104,000 ordinary shares in Metalmach Micro Technology Sdn. Bhd. ("MMT"), representing 40% equity interest in MMT for a total cash consideration of 14.0 million. MMT became an associate company effective from 01/08/2024.

Saved as disclosed above, there were no changes in composition of the Group during the current quarter ended 30/09/2024.

A11. Changes in contingent liabilities & assets since the last annual financial statements date

There were no changes in the contingent liabilities and assets of the Group since the last audited date of the financial statements.

A12. Capital commitment

There were no capital commitments either contracted upon or otherwise that had affected the Group as at the current quarter ended 30/09/2024 other than disclosed below:-

Approved and contracted for: purchase of property, plant & equipment	RM'000
	<u>10,465</u>

A13. Related party transactions

The Group's related party transactions in the current quarter and the cumulative period to date ended 30/09/2024 are as follows:

	Current Quarter 9 months ended		Cumulative Quarter 9 months ended	
	30/09/2024	30/09/2023	30/09/2024	30/09/2023
	RM'000	RM'000	RM'000	RM'000

Transactions with company associate to a director

Rental received from a company in which a director has interest

-	3	5	6
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Unaudited Report on Consolidated Results for the 9 months ended 30 September 2024 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B1. Review of performance

	Current Quarter			Cumulative Quarter		
	30/09/2024 RM'000	30/09/2023 RM'000	Changes %	30/09/2024 RM'000	30/09/2023 RM'000	Changes %
Revenue	62,952	62,749	0.3	230,675	151,066	52.7
Operating Profit/(Loss)	3,403	(2,306)	(247.6)	10,822	448	2,315.6
Profit/(Loss) Before Interest and Tax	3,608	(2,163)	(266.8)	11,027	717	1,437.9
Profit/(Loss) Before Tax	1,732	(3,482)	(149.7)	5,991	(2,538)	(336.1)
Profit/(Loss) After Tax	1,142	(3,866)	(129.5)	3,898	(3,040)	(228.2)
Profit/(Loss) Attributable to owners of the Company	1,114	(3,903)	(128.5)	3,629	(3,139)	(215.6)

The Group recorded a revenue of RM62.95 million for the current quarter ended 30/09/2024, an increase of RM0.20 million or 0.32% as compared to RM62.75 million for the corresponding period in the previous financial year. The increase in revenue is mainly due to better sales in the stainless steel and metal-related segment.

The Group reported a profit before tax of RM1.73 million for the current quarter ended 30/09/2024, as compared to a loss before tax of RM3.48 million in the corresponding period in the previous financial year. The profits was due to the better margin from the stainless steel and metal-related segment.

Stainless Steel and Metal-Related Products Segment:

The stainless steel and metal-related products segment contributed to a revenue of RM42.36 million in the current quarter under review, an increase of RM21.65 million from RM20.70 million for the corresponding quarter in the previous financial year. In addition, the current quarter's segmental gross profit increased to RM6.12 million from RM2.81 million, representing an increase of RM3.31 million or 117.56%. The improvement was mainly due to the stabilisation of the cost of raw materials and increase in the average selling prices in the current quarter.

Marine Hardware and Consumable Segment:

The marine hardware and consumables segment contributed a revenue of RM5.32 million in the current quarter under review. It represented a decrease of RM0.66 million or 11.07% from RM5.98 million for the corresponding quarter in the previous financial year. In addition, the current quarter's segmental gross profit declined from RM1.41 million to RM1.25 million, representing a decrease of RM0.16 million or 11.07%, mainly due to the softening market demand in the current quarter.

Other Industrial Hardware Segment:

In the other industrial hardware segment, revenue decreased by RM5.17 million in the current quarter under review. The current quarter's segmental gross profit increased to RM1.60 million from RM0.85 million, representing an increase of RM0.76 million or 89.36%, the improvement in gross profit arising from cables and belts revenue registered in the current quarter.

Engineering Works Segment (i):

Glove dipping lines

The engineering work segment reported a revenue decrease of RM0.03 million in the current quarter under review and reported a gross loss of RM0.02 million after clearing partial remaining inventories in the current quarter.

Unaudited Report on Consolidated Results for the 9 months ended 30 September 2024 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B1. Review of performance (Cont'd)

Engineering Works Segment (ii):

Aluminium

The engineering work segment reported a revenue of RM20.48 million in the current quarter under review. The segment registered a gross profit of RM2.93 million, mainly due to the projects with better margins from their order book in the current quarter.

B2. Comparison with immediate preceding quarter's results

	Current Quarter	Immediate Preceding Quarter	Changes
	30/09/2024 RM'000	30/06/2024 RM'000	(%)
Revenue	62,952	71,311	(11.7)
Operating Profit	3,403	4,114	(17.3)
Profit Before Interest and Tax	3,608	4,114	(12.3)
Profit Before Tax	1,732	2,494	(30.6)
Profit After Tax	1,142	1,630	(29.9)
Profit Attributable to owners of the Company	1,114	1,504	(25.9)

Revenue in the current quarter recorded a decrease by RM8.36 million or 11.72% compared to the previous quarter. The Group registered a profit before tax of RM1.73 million compared to RM2.49 million in the last quarter. The Group's profitability dropped by 30.55% from the previous quarter as compared to the current quarter, mainly due to the increase of administrative and other expenses amounted to RM0.78 million.

B3. Commentary on prospects

The Group will continue to expand its customer base by entering new geographic area and develop new products and services, specifically in the aluminium fabrication segment. By venturing into these new segments, it allows the Group to access to new customer base and market. Also, aluminium-related businesses caters to different industries or applications, providing opportunities for growth and market expansion. Furthermore, the Group will be able to offer a broader range of products and services, making it a one-stop solution for customers' needs in construction, manufacturing and other industries. The Group will also actively tender for various other projects, such as stainless steel water piping and plumbing solutions, to increase profitability. In addition, the Group will target a mix of projects across various industries and applications to reduce dependency on specific market segments and mitigate dependency risks.

The Group has ventured into aluminum extrusion for future expansion.

Accordingly, the Group is cautiously optimistic about the outlook for the remaining period of 2024. The Board will continue to review the Group's operations and financial performance and to maintain a healthy cash flow position.

B4. Profit forecast or profit guarantee

Not applicable as the Group has not issued any profit forecast or profit guarantee in a public document.

Unaudited Report on Consolidated Results for the 9 months ended 30 September 2024 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B5. Taxation

	Current Quarter		Cumulative Quarter	
	30/09/2024 RM'000	30/09/2023 RM'000	30/09/2024 RM'000	30/09/2023 RM'000
Current income tax				
- for the financial period	676	435	2,179	553
- under provision in prior financial period	(86)	(7)	(86)	(7)
	590	428	2,093	546
Current deferred tax				
- for the financial period	-	(45)	-	(45)
- over provision in prior financial period	-	1	-	1
	590	384	2,093	502

Income tax expense is recognised in each interim period based on the best estimate of the income tax payable for the current quarter. The effective tax rate is higher than the statutory tax rate due to add back of non-deductible expenses and current period losses by certain companies within the group.

B6. Status of corporate proposals

Utilisation of proceeds

The summary of the utilisation of proceeds from Private Placement is as follows:-

(1) The 1st Private Placement was completed on 11/01/2021 and RM10,257,250 were received.

To-date, the Company has yet to fully utilise the Private Placement Proceeds. The Board has resolved to extend the timeframe for the utilisation of proceeds for the business expansion.

The status of the utilisation of the Private Placement Proceeds are as follows:-

Purpose	Private Placement received	Actual utilisation	Unutilised Proceed	Initial Time Frame for Utilisation	Extended Time Frame for Utilisation
	RM'000	RM'000	RM'000		
(i) Business Expansion	5,000	400	4,600	18 Months	Q2 2025
(ii) Working Capital	5,157	5,157	-	-	-
(iii) Defray estimated expenses	100	100	-	-	-
	10,257	5,657	4,600		

The construction of the new office building had commenced during the current quarter under review and is expecting to complete by first half of 2025.

(2) The 2nd Private Placement consist of two tranches as follow:-

(i) The first tranche of 25,000,000 ordinary shares issued at RM0.85 per share, for a total consideration of RM21,250,000 was allotted and listed on 31/07/2024; and

(ii) The second tranche of 10,000,000 ordinary shares issued at RM0.82 per share, for a total consideration of RM8,200,000 was allotted and listed on 09/09/2024.

(iii) The 2nd Private Placement is deemed completed on 08/11/2024.

To-date status of the utilisation of the 2nd Private Placement Proceeds are as follows:-

Purpose	Private Placement received	Actual utilisation	Unutilised Proceed	Time Frame for Utilisation
	RM'000	RM'000	RM'000	
(i) Acquisition	14,000	14,000	-	1 Month
(ii) Repayment of bank borrowings	8,200	8,200	-	6 Months
(iii) Working Capital	6,150	6,150	-	12 Months
(iv) Defray estimated expenses	1,100	1,100	-	1 Month
	29,450	29,450	-	

Unaudited Report on Consolidated Results for the 9 months ended 30 September 2024 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B7. Details of Group borrowings and debts securities

The Group's borrowings securities denominated in Malaysian Ringgit as at 30/09/2024 are as follows:-

	As at	
	30/09/2024 RM'000	31/12/2023 RM'000
Secured		
Non-current:		
Term loans	19,099	19,789
Lease liabilities	2,555	1,829
Borrowings - Non-Current	21,654	21,618
Current:		
Term loans	924	897
Bills and other trade financing liabilities	112,793	89,304
Margin facilities	8,473	6,616
Lease liabilities	1,283	1,060
	123,473	97,877
Bank overdrafts	2,729	5,196
Borrowings - Current	126,202	103,073
Total Borrowings	147,856	124,691

B8. Profit before taxation

Profit before taxation is arrived at after charging/(crediting):

	Current Quarter		Cumulative Quarter	
	30/09/2024 RM'000	30/09/2023 RM'000	30/09/2024 RM'000	30/09/2023 RM'000
1) <i>Other income</i>				
Dividend income	13	-	278	-
2) <i>Administration expenses & Cost of sales:</i>				
Depreciation of properties, plant & equipment	955	759	2,652	2,326
Property, Plant & Equipment written off	39	-	43	-
Employee benefit expenses	5,381	4,414	15,251	11,683
3) <i>Other (gains)/expenses:</i>				
Amortisation of intangible assets - balance contracts	333	-	997	-
Inventories written down	31	-	292	-
Impairment loss on trade receivables	15	99	45	99
Reversal of impairment loss on slow moving inventories	-	-	-	(26)
Reversal of impairment loss on trade receivables	(117)	-	(476)	(135)
Realised (gain)/loss on foreign exchange	(12)	(30)	11	91
Gain on termination of leases	(5)	-	(35)	(11)
(Gain)/Loss on disposal of properties, plant & equipment	(79)	-	(242)	185
Loss on disposal of other investments	159	609	159	269
Fair value loss/(gain) on other investments	-	2,040	-	(2,206)

Unaudited Report on Consolidated Results for the 9 months ended 30 September 2024 (Cont'd)

Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

Part B: Explanatory Notes Pursuant to Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B8. Profit before taxation (Cont'd)

Profit before taxation is arrived at after charging/(crediting):

	Current Quarter		Cumulative Quarter	
	30/09/2024	30/09/2023	30/09/2024	30/09/2023
	RM'000	RM'000	RM'000	RM'000
4) Finance costs/(income):				
Interest income	(32)	(16)	(97)	(28)
Bank overdrafts	82	51	289	82
Bankers acceptance	1,372	962	3,615	2,452
Lease liabilities	51	36	123	123
Term loan	232	226	715	552
Other interests	171	60	391	74

Save as disclosed above, the other disclosure items pursuant to Paragraph 16, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

B9. Changes in Material Litigations

The Group is not engaged in any material litigation either as plaintiff or defendant and the directors do not have any knowledge of any proceedings pending which might materially and adversely affect the financial position or business of the Group for the current quarter ended 30/09/2024.

B10. Proposed Dividends

The Directors do not recommend any dividends for the current quarter ended 30/09/2024.

B11. Earnings per share

(a) The earnings used as the numerator in calculating Basic and Diluted earnings per share (EPS) for the current quarter and cumulative quarter ended 30/09/2024 are as follows:

	Current Quarter RM'000	Cumulative Quarter RM'000
Profit for the financial period attributable to owners of the Parent (used as numerator for the Basic EPS)	1,114	3,629

(b) The weighted average number of ordinary shares used in the denominator in calculating Basic and Diluted earnings per share for the current quarter and cumulative quarter ended 30/09/2024 are as follows:

	Current Quarter '000	Cumulative Quarter '000
Weighted average number of ordinary shares in issue (used as denominator for the Basic EPS)	175,098	156,674
Adjustment for assumed exercise of warrants	35,520	35,520
Weighted average number of ordinary shares in issue (used as denominator for the Diluted EPS)	210,618	192,194
Basic EPS (Sen)	0.64	2.32
Diluted EPS (Sen)	0.53	1.89

B12. Authorisation for issue

The interim unaudited financial report was duly reviewed by Audit and Risk Management Committee and approved by the Board of Directors on 27/11/2024.