



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2024

	Individual Quarter		Cumulative Quarter	
	31 March 2024 RM'000	31 March 2023 RM'000	31 March 2024 RM'000	31 March 2023 RM'000
Revenue	47,012	25,390	47,012	25,390
Cost of sales	(47,320)	(23,702)	(47,320)	(23,702)
Gross profit	(308)	1,688	(308)	1,688
Other income	702	307	702	307
Expenses	(3,639)	(2,550)	(3,639)	(2,550)
Loss from operation	(3,245)	(555)	(3,245)	(555)
Finance costs	(3,277)	(2,083)	(3,277)	(2,083)
Loss before taxation	(6,522)	(2,638)	(6,522)	(2,638)
Taxation	(713)	(298)	(713)	(298)
Loss net of tax, representing total comprehensive loss for the period	(7,235)	(2,936)	(7,235)	(2,936)
Total comprehensive loss attributable to:				
- Equity holders of the Company	(7,235)	(2,936)	(7,235)	(2,936)
- Non-controlling interest	-	-	-	-
	(7,235)	(2,936)	(7,235)	(2,936)
Loss per share (Sen) attributable to equity holders of the Company:				
- Basic	(4.02)	(1.63)	(4.02)	(1.63)
- Diluted	N/A	N/A	N/A	N/A

Notes:

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial statement.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024

	Unaudited As at 31 March 2024 RM'000	Audited As at 31 December 2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	189,349	187,050
Right-of-use assets	22,969	23,122
Deferred tax assets	4,788	4,788
	217,106	214,960
Current assets		
Inventories	100,646	118,277
Current tax assets	267	187
Trade and other receivables	126,711	104,974
Deposits and prepayments	6,165	6,859
Other investments	1,250	1,350
Cash and bank balances	7,657	18,662
	242,696	250,309
Total Assets	459,802	465,269
EQUITY AND LIABILITIES		
Share capital	92,024	92,024
Merger reserve	3,623	3,623
Retained earnings	43,603	50,838
Total equity attributable to equity holders of the Company	139,250	146,485
Non-current liabilities		
Loans and borrowings	52,744	49,536
Deferred tax liabilities	5,418	5,436
Lease liabilities	7	2
	58,169	54,974
Current liabilities		
Loans and borrowings	187,061	185,675
Lease liabilities	2	7
Trade and other payables	72,259	76,238
Amount due to Directors	88	51
Contract Liabilities	1,984	1,142
Current tax liabilities	989	697
	262,383	263,810
Total liabilities	320,552	318,784
Total equity and liabilities	459,802	465,269
Net assets per share attributable to equity holders of the Company (RM)	0.77	0.81

Notes:

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

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

	Share Capital RM'000	Non- distributable Merger Reserve RM'000	Distributable Retained Earnings RM'000	Total RM'000
At 1 January 2024	92,024	3,623	50,838	146,485
Loss/Total comprehensive expense for the period	-	-	(7,235)	(7,235)
At 31 March 2024	<u>92,024</u>	<u>3,623</u>	<u>43,603</u>	<u>139,250</u>

Notes:

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



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2024

	Current Year to Date 31 March 2024 RM'000	Preceding Year Corresponding Period 31 March 2023 RM'000
Cash Flows from Operating Activities		
Loss before tax	(6,522)	(2,638)
Adjustments for:		
Depreciation of right-of-use assets	153	156
Depreciation of property, plant and equipment	3,521	2,750
Finance costs	3,277	2,083
Gain on disposal of property, plant and equipment	-	(20)
Unrealised foreign exchange (gain)/loss	(263)	(156)
Operating profit before changes in working capital	(834)	2,175
Changes in working capital:		
Inventories	17,631	(6,170)
Trade and other receivables, deposits and prepayments	(21,043)	(15,840)
Trade and other payables	(3,979)	(90)
Contract liabilities	842	244
Amount due to Directors	37	3
Cash (used in)/generated from operations	(6,346)	(19,678)
Income tax paid, net of refund	(518)	(209)
Interest paid	(136)	(1,755)
Interest received	33	
Net cash (used in)/generated from operating activities	(6,967)	(21,642)
Cash Flows from Investing Activities		
Acquisition of property, plant and equipment	(5,820)	(7,449)
Proceeds from disposal of property, plant and equipment	-	20
Withdrawal of pledged deposits	100	
Net cash used in investing activities	(5,720)	(7,429)
Cash Flows from Financing Activities		
Net drawdown/ (repayment) from loans and borrowings	5,628	28,847
Net drawdown/ (repayment) of lease liabilities	(1)	(8)
Interest paid	(3,174)	(328)
Net cash generated from financing activities	2,453	28,511
Net (decrease) in cash and cash equivalents	(10,234)	(560)
Effect of exchange rate fluctuations on cash held and bankers acceptances	263	160
Cash and cash equivalents at beginning of period	(8,460)	(19,733)
Cash and cash equivalents at end of period	(18,431)	(20,133)



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2024 (CONTINUED)

Notes:

	Current Year to Date 31 March 2024 RM'000	Preceding Year Corresponding Period 31 March 2023 RM'000
Cash outflows for leases as a lessee		
Included in net cash from operating activities:		
Expense relating to short term lease	46	32
Interest paid in relation to lease liabilities	2	3
Included in net cash from financing activities:		
Payment of lease liabilities	1	8
Total cash outflows for leases	49	43
Cash and cash equivalents at end of period comprises:		
Cash and bank balances	5,314	5,783
Fixed deposits with original maturities not exceeding three months	2,343	1,000
Bank overdrafts	(26,088)	(26,916)
	(18,431)	(20,133)

Note:

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial statement.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2024

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard 134 (“MFRS 134”): Interim Financial reporting and Appendix 9B part A of paragraph 9.22 of the Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”). The condensed consolidated interim financial statements also comply with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board.

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 Company and its subsidiaries since the financial year ended 31 December 2023.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the explanatory notes attached to this interim financial statement.

A2. Adoption of Malaysian Financial Reporting Standards

The significant accounting policies applied in the interim financial report are consistent with those adopted in the most recent audited annual financial statements for the year ended 31 December 2023, except for the effects of newly issued Malaysian Financial Reporting Standards (“MFRS”) and IC Interpretations (“IC Int.”) applied for the financial period beginning 1 January 2024.

MFRS/Amendment/Interpretation date	Effective
Amendments to MFRS 16, <i>Leases – Lease Liability in a Sale and Leaseback</i>	1 January 2024
Amendments to MFRS 101, <i>Presentation of Financial Statements – Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to MFRS 107, <i>Statement of Cash Flows</i> and MFRS 7, <i>Financial Instruments: Disclosures – Supplier Finance Arrangements</i>	1 January 2024
Amendments to MFRS 121, <i>The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 10, <i>Consolidated Financial Statements</i> and MFRS 128, <i>Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	To be determined

The initial application of the above is not expected to have any material financial impact on the Group’s results.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2024

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING (CONTINUED)

A3. Auditors’ Report on preceding Annual Financial Statements

The Auditors’ Reports on the financial statements of the Company and its subsidiaries for the financial year ended 31 December 2023 were not qualified.

A4. Changes in estimates

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

A5. Item of unusual nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter ended 31 March 2024.

A6. Seasonality of operations

The operations of the Group are not seasonal in nature.

A7. Debts and Equity Securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter.

A8. Dividends

There were no dividends proposed or declared for the current quarter under review.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2024

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING (CONTINUED)

A9. Segment information

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer similar products and services, but are managed separately because they require different marketing strategies.

- Manufacturing - Includes manufacturing and distributions of batteries.
- Marketing - Includes marketing and retailing of batteries and lubricants.

Other non-reportable segment comprises operations related to investment holding and dormant entities.

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

	Manufacturing RM'000	Marketing RM'000	Other non- Reportable segment RM'000	Total RM'000
<i>As At 31 March 2024</i>				
Segment (loss)/profit	(3,469)	252	(28)	(3,245)
Included in the measure of segment (loss)/profit are:				
Revenue from external customers	38,140	8,872	-	47,012
Inter-segment revenue	13,400	1	-	13,401
Depreciation	(3,648)	(26)	-	(3,674)
Not included in the measure of segment profit/ (loss) are:				
Finance costs	(3,272)	(5)	-	(3,277)
<i>As At 31 March 2023</i>				
Segment (loss)/profit	1,450	194	(2,199)	(555)
Included in the measure of segment (loss)/profit are:				
Revenue from external customers	16,938	8,452	-	25,390
Inter-segment revenue	6,596	-	-	6,596
Depreciation	(1,648)	(41)	(1,217)	(2,906)
Not included in the measure of segment profit/ (loss) are:				
Finance costs	(1,002)	8	(1,089)	(2,083)



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2024

PART A – EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING (CONTINUED)

A10. Property, plant and equipment

During the current financial quarter, the Group acquired assets at cost of RM5.82 million (31 March 2023: RM7.45 million).

A11. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements for the current quarter under review.

A12. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter under review.

A13. Commitments

The capital commitments of the Group as at 31 March 2024 are as follows:

	As at 31 March 2024 RM'000	As at 31 March 2023 RM'000
Commitments in respect of capital expenditure:		
- Approved and contracted for	31,473	53,048

A14. Contingencies

There were no contingencies as at the end of the current financial quarter.

A15. Significant Related Party Transaction

The transactions with a company in which certain Directors are common directors have interest for the current financial year were summarised as follows:

	As at 31 March 2024 RM'000	As at 31 March 2023 RM'000
Income:		
- Sales of automotive batteries	337	92
Expenses:		
- Purchases of automotive batteries	356	-

A16. Disclosure of derivatives

There were no outstanding derivatives as at the end of the current financial quarter.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2024

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Performance Review

Current quarter against corresponding quarter in prior year

The Group achieved revenue of RM47.01 million and recorded a loss before tax of RM6.52 million for the current quarter as compared to revenue of RM25.39 million and loss before tax of RM2.64 million for the corresponding quarter in prior year.

B2. Comment on Material Change in Loss/Profit before Tax Against Immediate Preceding Quarter

The Group achieved revenue of RM47.01 million and recorded a loss before tax of RM6.52 million for the current quarter as compared to revenue of RM35.10 million and loss before tax of RM9.38 million for immediate preceding quarter.

The increase in loss before tax for the current reporting quarter is mainly due to expenses incurred in the Group's new battery manufacturing plant and higher finance costs.

B3. Commentary on Prospects

The Malaysian economy grew at a higher rate of 4.2% in the first quarter of 2024 (4Q 2023: 2.9%), driven by stronger private expenditure and positive turnaround in exports. Household spending was higher amid continued growth in employment and wages. Better investment activities were supported by higher capital spending by both the private and public sectors. Exports rebounded amid higher external demand. On the supply side, most sectors registered higher growth. The manufacturing sector was lifted by a rebound across both the electrical and electronic (E&E) and non-E&E industries. On a quarter-on-quarter seasonally-adjusted basis, the economy expanded by 1.4% (4Q 2023: -1%).

Growth in 2024 will be driven by resilient domestic expenditure with additional support from the recovery in external demand. On the domestic front, continued employment and wage growth will support household spending. Investment activities will be driven by progress in multi-year projects across private and public sectors, alongside catalytic initiatives announced in national master plans, as well as the higher realisation of approved investments. The growth outlook remains subject to downside risks stemming from weaker-than-expected external demand, further escalation in geopolitical conflicts and larger declines in commodity production domestically. Nonetheless, there are upside risks from greater spillover from the tech upcycle, more robust tourism activities and faster implementation of existing and new investment projects. *Source: Economic and Financial Developments in Malaysia in the First Quarter of 2024 released by Bank Negara Malaysia)*

The Group has completed three production lines for its new battery manufacturing plant and the fourth line is expected to be completed in the 2nd quarter of 2024. These batteries will be sold in local and international markets which will gradually boost overall Group's performance.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2024

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee for the current quarter.

B5. Loss before Tax

Included in the loss before tax are the following items:

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	RM'000	RM'000	RM'000	RM'000
Loss for the period derived at after charging and crediting:				
Depreciation of right-of-use assets	153	156	153	156
Depreciation of property, plant and equipment	3,521	2,750	3,521	2,750
Rental of premises - expenses	46	32	46	32
Finance costs	3,277	2,083	3,277	2,083
Foreign exchange (gain)/loss:				
- realised	(292)	(52)	(292)	(52)
- unrealised	(263)	(156)	(263)	(156)
Rental of premises - income	(17)	(17)	(17)	(17)

B6. Taxation

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
	RM'000	RM'000	RM'000	RM'000
Malaysian taxation				
- current year	731	365	731	365
- prior year	-	-	-	-
	<hr/> 731	<hr/> 365	<hr/> 731	<hr/> 365
Deferred taxation	(18)	(67)	(18)	(67)
Taxation	<hr/> 713	<hr/> 298	<hr/> 713	<hr/> 298



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2024

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)

B7. Loans and Borrowings

Total Group borrowings as at 31 March 2024 were as follows:

	As at 31 March 2024 RM'000	As at 31 March 2023 RM'000
Current		
- Secured	187,061	144,566
- Unsecured	-	-
	187,061	144,566
Non-current		
- Secured	52,744	14,777
	239,805	159,343

Note:

The Group's short term borrowings comprised mainly banks overdrafts and trade lines for working capital purpose.

B8. Material Litigation

There was no material litigation against the Group.

B9. Dividend

There were no dividends proposed or declared for the current quarter under review.

B10. Loss per Share

Basic loss per share are calculated by dividing loss for the period, net of tax, attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the period.

The Company has no potential ordinary shares in issue as at 31 March 2024. As such, the fully diluted earnings per share of the Company are equivalent to the basic earnings per share.

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Loss attributable to equity holders of the Company (RM'000)	(7,235)	(2,936)	(7,235)	(2,936)
Weighted average number of ordinary share in issuance ('000)	180,000	180,000	180,000	180,000
Basic loss per share (Sen)	(4.02)	(1.63)	(4.02)	(1.63)
Diluted	N/A	N/A	N/A	N/A



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2024

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONTINUED)

B11. Disclosures of Gains/Losses Arising from Fair Value Changes of Financial Liabilities

The Group did not have any financial liabilities measures at fair value through profit or loss as at 31 March 2024.

B12. Authorised for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors passed at Board of Directors' meeting held on 29 May 2024.