



## **AwanBiru Technology Berhad**

[Registration No. 201001038336]  
(Incorporated in Malaysia)

**Unaudited Interim Financial Report  
For the Quarter Ended 30 June 2024**

**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024****AWANBIRU TECHNOLOGY BERHAD**

(Registration No.201001038336)

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

	<b>Individual Quarter</b>		<b>Cumulative Period</b>	
	<b>Current</b>	<b>Preceding</b>	<b>Current</b>	<b>Preceding</b>
	<b>Year Quarter</b>	<b>Year Quarter</b>	<b>Year To Date</b>	<b>Year To Date</b>
<b>Note</b>	<b>30/6/2024</b>	<b>30/6/2023</b>	<b>30/6/2024</b>	<b>30/6/2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	9,840	5,203	94,230	39,968
Cost of sales	(6,244)	(2,081)	(66,565)	(22,902)
Gross profit	3,596	3,122	27,665	17,066
Other income	2,775	1,138	4,326	2,926
	6,371	4,260	31,991	19,992
Administrative expenses	(5,554)	(3,697)	(25,698)	(21,977)
Other expenses	(374)	(1,171)	(1,572)	(3,544)
Finance costs	(397)	(193)	(998)	(766)
Profit/(Loss) before taxation	<b>B5</b> 46	(801)	3,723	(6,295)
Income tax expense	<b>B6</b> (905)	924	(1,491)	(267)
<b>Total comprehensive income/(expenses) for the financial period</b>	<b>(859)</b>	<b>123</b>	<b>2,232</b>	<b>(6,562)</b>
<b>Profit/(Loss) after taxation attributable to:-</b>				
Owners of the Company:	(813)	44	2,513	(6,295)
Non-controlling interest	(46)	79	(281)	(267)
	<b>(859)</b>	<b>123</b>	<b>2,232</b>	<b>(6,562)</b>
<b>Total comprehensive income/(expenses) attributable to:</b>				
Owners of the Company:	(813)	44	2,513	(6,295)
Non-controlling interest	(46)	79	(281)	(267)
	<b>(859)</b>	<b>123</b>	<b>2,232</b>	<b>(6,562)</b>
<b>Earnings/(Loss) Per Share attributable to owners of the Company (Sen)</b>				
Basic	<b>B12</b> (0.10)	0.01	0.32	(0.80)

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 period from 1 July 2022 to 30 June 2023 and the accompanying explanatory notes attached to these interim financial statements.

**AWANBIRU TECHNOLOGY BERHAD**  
**(Registration No.201001038336)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2024**

	<b>Note</b>	<b>Unaudited As at 30/6/2024 RM'000</b>	<b>Audited As at 30/6/2023 RM'000</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment		22,439	21,222
Investment properties		21,630	24,180
Development cost		-	-
		<u>44,069</u>	<u>45,402</u>
<b>CURRENT ASSETS</b>			
Contract costs		65	6,267
Trade and other receivables		322,846	324,446
Contract assets		45,633	29,608
Short-term investment		300	5,529
Cash and cash equivalents		19,147	7,876
Current tax assets		1,461	1,582
		<u>389,452</u>	<u>375,308</u>
		<u>433,521</u>	<u>420,710</u>
<b>TOTAL ASSETS</b>			
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables		213,227	198,197
Borrowings	<b>B8</b>	3,707	3,663
Current tax liabilities		6	-
Contract liabilities		1,825	2,635
		<u>218,765</u>	<u>204,495</u>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	<b>B8</b>	6,784	10,489
Redeemable Preference Shares "A"		152	152
Deferred tax liabilities		16,869	16,869
		<u>23,805</u>	<u>27,510</u>
		<u>242,570</u>	<u>232,005</u>
<b>TOTAL LIABILITIES</b>			
<b>NET ASSETS</b>			
		<u>190,951</u>	<u>188,705</u>
<b>EQUITY</b>			
Share capital		177,036	176,997
Treasury shares		(3,366)	(3,366)
Warrant reserve		19,812	19,812
LTIP reserve		-	25
Accumulated losses		(13,664)	(16,177)
Total equity attributable to owners of the Company		<u>179,818</u>	<u>177,291</u>
Non-controlling interest		11,133	11,414
		<u>190,951</u>	<u>188,705</u>
<b>TOTAL EQUITY</b>			
<b>TOTAL LIABILITIES &amp; EQUITY</b>			
		<u>433,521</u>	<u>420,710</u>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (SEN)</b>			
		22.76	22.44

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial period from 1 July 2022 to 30 June 2023 and the accompanying explanatory notes attached to these interim financial statements.

**AWANBIRU TECHNOLOGY BERHAD**  
**(Registration No.201001038336)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED 30 JUNE 2024**

	←-----Non-distributable----->					Distributable		
	Share Capital RM'000	Warrant Reserve RM'000	LTIP Reserve RM'000	Treasury Shares RM'000	Accumulated Losses RM'000	Attributable to owners of the Company RM'000	Non- controlling Interest RM'000	Total Equity RM'000
<b>At 30 June 2022 /1 July 2022</b>	176,861	19,812	94	(3,366)	(9,671)	183,730	11,470	195,200
Profit after taxation/Total comprehensive income for the year	-	-	-	-	(6,506)	(6,506)	(56)	(6,562)
Transaction with owners of the Company:-								
- ESOS exercised	64	-	(12)	-	-	52	-	52
- Share options and LTIP shares granted	-	-	15	-	-	15	-	15
- Shares issued	72	-	(72)	-	-	-	-	-
	136	-	(69)	-	-	67	-	67
<b>At 30 June 2023</b>	<b>176,997</b>	<b>19,812</b>	<b>25</b>	<b>(3,366)</b>	<b>(16,177)</b>	<b>177,291</b>	<b>11,414</b>	<b>188,705</b>
Profit after taxation/Total comprehensive income for the year	-	-	-	-	2,513	2,513	(281)	2,232
Transaction with owners of the Company:-								
- Share options and LTIP shares granted	-	-	14	-	-	14	-	14
- Shares issued	39	-	(39)	-	-	-	-	-
	39	-	(25)	-	-	14	-	14
<b>At 30 June 2024</b>	<b>177,036</b>	<b>19,812</b>	<b>-</b>	<b>(3,366)</b>	<b>(13,664)</b>	<b>179,818</b>	<b>11,133</b>	<b>190,951</b>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial period from 1 July 2022 to 30 June 2023 and the accompanying explanatory notes attached to these interim financial statements.

**AWANBIRU TECHNOLOGY BERHAD**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE QUARTER ENDED 30 JUNE 2024**

	<b>Current 12 months 30/6/2024 RM'000</b>	<b>Preceding Year 12 months 30/6/2023 RM'000</b>
<b>CASH FLOWS FOR OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	3,723	(6,295)
Adjustments for:		
Depreciation of property and equipment	1,571	1,875
Impairment loss on trade and other receivables	-	1,485
Interest income	(130)	(484)
Interest expense	998	758
LTIP expense	14	15
Loss on disposal of property and equipment	-	14
Property and equipment written off	-	464
Reversal of impairment on trade and other receivables	(268)	(417)
Operating profit/(loss) before working capital changes	5,908	(2,585)
Working capital changes:-		
Changes in contract costs	6,202	(5,885)
Changes in contract assets	(16,025)	29,754
Changes in trade and other receivables	1,868	(8,275)
Changes in contract liabilities	(810)	(1,325)
Changes in trade and other payables	15,030	(10,480)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	12,173	1,204
Interest paid	(998)	(758)
Income tax paid	(1,364)	(2,228)
<b>NET CASH FLOW FROM/(FOR) OPERATING ACTIVITIES</b>	9,811	(1,782)
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Proceed from disposal of property and equipment	-	2
Purchase of property and equipment	(238)	(1,144)
Interest received	130	484
<b>NET CASH FLOW FOR INVESTING ACTIVITIES</b>	(108)	(658)
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Repayment of term loans	(3,661)	(3,677)
Advance from directors	-	123
Proceed from issuance of ordinary shares	-	52
Withdrawal of deposit pledged with a licensed bank	235	558
<b>NET CASH FLOW FOR FINANCING ACTIVITIES</b>	(3,426)	(2,944)
Net increase/(decrease) in cash and cash equivalents	6,277	(5,384)
Cash and cash equivalents at beginning of the financial year	11,872	17,256
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>	18,149	11,872
<b>CASH AND CASH EQUIVALENT AT END OF THE FINANCIAL YEAR COMPRISES THE FOLLOWING:-</b>		
Cash and bank balances	17,849	6,343
Deposits with licensed banks	1,298	1,533
Short-term investments	300	5,529
	19,447	13,405
Less: Deposits pledged with licensed banks	(1,298)	(1,533)
	18,149	11,872

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial period from 1 July 2022 to 30 June 2023 and the accompanying explanatory notes attached to these interim financial statements.

## **AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024**

### **NOTES TO THE INTERIM FINANCIAL REPORT**

#### **PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134")**

##### **A1. BASIS OF PREPARATION**

These condensed consolidated interim financial statements have been prepared in accordance with the requirement of Malaysian Financial Reporting Standards ("MFRSs") 134 *Interim Financial Reporting*, IAS 34 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirement of Bursa Malaysia Securities Berhad. They do not include all the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group for the year ended 30 June 2023.

The accounting policies and methods of computation by the Group in this interim financial statement are consistent with those adopted in the financial statements for the period ended 30 June 2023 excepts for those standards, amendments and interpretations which are effective from the annual period beginning on or after 1 January 2023.

At the beginning of the current financial year, the Group adopted new MFRSs, Amendments to MFRSs and an IC Interpretation (collectively referred to as "pronouncements") that have been issued by the MASB and are applicable as listed below: -

- Amendments to MFRS 3: Reference to the Conceptual Framework
- Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract
- Annual Improvements to MFRS Standards 2018 – 2020

The Group expect that the adoption of the above standards and interpretations will have no material impact on the financial statements in the year of initial application.

**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024****A2. CHANGES IN ACCOUNTING POLICIES**

At the date of authorisation of these interim financial statements, the following MFRSs, Amendments to MFRSs and Issues Committee (“IC”) Interpretations were issued but not yet effective and have not been applied by the Group:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendment to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2024
Amendments to MFRS 101: Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 112: International Tax Reform – Pillar Two Model Rules	1 January 2023
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025

The adoption of the above standards and amendments are not expected to have any material financial impact to the Group upon their first adoption.

**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024**

**A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the audited annual financial statements for the financial year ended 30 June 2023 was not qualified.

**A4. SEASONAL OR CYCLICAL FACTORS**

The business operations of the Group for the quarter ended 30 June 2024 is not significantly affected by any seasonal or cyclical factors.

**A5. ITEMS OF UNUSUAL NATURE, SIZE OR INCIDENT**

There were no material unusual items or events affecting the assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter ended 30 June 2024.

**A6. CHANGES IN ESTIMATES**

There were no material changes in estimates of amounts reported in prior financial years that have a material effect to this interim financial report.

**A7. CHANGES IN DEBT AND EQUITY SECURITIES**

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

**A8. VALUATION OF PROPERTY AND EQUIPMENT**

There was no revaluation of the property and equipment in the current financial quarter.

**A9. DIVIDENDS PAID**

There was no dividend paid during the current financial quarter.



**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024**

**A10. SEGMENTAL INFORMATION**

The Group's business segments reflect the internal reporting structure as follows:

- a) **Software & Services** – license distribution, implementation, system integration, managed services, application development, other cloud related solutions and services (IaaS, SaaS, PaaS, XaaS).
- b) **Talent** – provision of career placement, talent upskilling, reskilling, training and certification.
- c) **Concession** – delivery of total solution for the integrated and comprehensive core immigration system which includes design, customise, install, configure, test, commission and maintenance throughout the concession period.
- d) **Others** – investment holding and other inactive subsidiaries.

**AWANBIRU TECHNOLOGY BERHAD**

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**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024**

**A10. SEGMENTAL INFORMATION (CONT'D)**

	RESULTS FOR 3 MONTHS ENDED 30 JUNE 2024 (UNAUDITED)					RESULTS FOR 3 MONTHS ENDED 30 JUNE 2023 (UNAUDITED)				
	Software & Services RM'000	Talent RM'000	Concession RM'000	Others RM'000	Total RM'000	Software & Services RM'000	Talent RM'000	Concession RM'000	Others RM'000	Total RM'000
<b>Revenue</b>						<b>Revenue</b>				
External revenue	9,394	446	-	-	9,840	2,948	2,255	-	-	5,203
Inter-segment revenue	-	-	-	3,187	3,187	-	189	-	500	689
Segment revenue	9,394	446	-	3,187	13,027	2,948	2,444	-	500	5,892
Consolidation adjustments					(3,187)					(689)
Consolidated revenue					9,840					5,203
<b>Results</b>						<b>Results</b>				
Segment profit/(loss) before interest and taxation	2,996	(191)	(143)	(2,254)	408	1,293	307	264	(2,472)	(608)
Finance costs					(362)					(193)
Consolidation adjustments					-					-
<b>Total Profit Before Taxation</b>					<b>46</b>					<b>(801)</b>

**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024****A10. SEGMENTAL INFORMATION (CONT'D)**

	RESULTS FOR 12 MONTHS ENDED 30 JUNE 2024 (UNAUDITED)					RESULTS FOR 12 MONTHS ENDED 30 JUNE 2023 (UNAUDITED)					
	Software & Services RM'000	Talent RM'000	Concession RM'000	Others RM'000	Total RM'000	Software & Services RM'000	Talent RM'000	Concession RM'000	Others RM'000	Total RM'000	
<b>Continuing Operations</b>						<b>Continuing Operations</b>					
<b>Revenue</b>						<b>Revenue</b>					
External revenue	76,692	17,538	-	-	94,230	23,934	16,034	-	-	39,968	
Inter-segment revenue	-	260	-	12,748	13,008	-	595	-	2,000	2,595	
Segment revenue	76,692	17,798	-	12,748	107,238	23,934	16,629	-	2,000	42,563	
Consolidation adjustments					(13,008)					(2,595)	
Consolidated revenue					94,230					39,968	
<b>Results</b>						<b>Results</b>					
Segment profit/(loss) before interest and taxation	14,285	3,459	(930)	(12,128)	4,686	2,797	2,537	(173)	(10,690)	(5,529)	
Finance costs					(963)					(766)	
Consolidation adjustments					-					-	
<b>Total Profit Before Taxation</b>					<b>3,723</b>					<b>(6,295)</b>	

**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024**

**A11. MATERIAL EVENTS SUBSEQUENT TO THE END OF INTERIM QUARTER**

There were no items, transactions or events of a material and unusual nature that have arisen since 30 June 2024 to the date of this announcement which would substantially affect the financial results of the Group for the current financial quarter that have not been reflected in the condensed financial statements.

**A12. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the current financial quarter.

**A13. CONTINGENT LIABILITIES OR CONTINGENT ASSETS**

There were no contingent assets. Contingent liabilities during the financial period were as follows: -

	<b>RM '000</b>
- Performance guarantee extended by a subsidiary to third party	984
- Dividend payable on Redeemable Preference Shares ("RPS")	28,804
	<u>29,788</u>

**A14. CAPITAL COMMITMENTS**

Capital commitments of the Group in respect of property and equipment as at 30 June 2024 are as follows:

	<b><u>RM'000</u></b>
- Approved but not contracted for	<u>10</u>

**A15. SIGNIFICANT RELATED PARTY TRANSACTIONS**

There were no significant related party transactions for the quarter ended 30 June 2024.

**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024**

**NOTES TO THE INTERIM FINANCIAL REPORT**

**PART B – ADDITIONAL INFORMATION AS REQUIRED BY MAIN MARKET LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

**B1. OPERATING SEGMENTS REVIEW**

	INDIVIDUAL QUARTER				CUMULATIVE QUARTER				
	Current Quarter 30/6/2024 RM'000	Preceding Year Quarter 30/6/2023 RM'000	Variance		Current Year to Date 30/6/2024 RM'000	Preceding Year to Date 30/6/2023 RM'000	Variance		
<u>Segmental Revenue:</u>			RM'000	(%)			RM'000	(%)	
Software & Services	9,394	2,948	6,446	219%	76,692	23,934	52,758	220%	
Talent	446	2,444	(1,998)	-82%	17,798	16,629	1,169	7%	
Others	3,187	500	2,687	537%	12,748	2,000	10,748	537%	
	13,027	5,892	7,135	121%	107,238	42,563	64,675	152%	
Inter-segment Elimination	(3,187)	(689)	(2,498)	-363%	(13,008)	(2,595)	(10,413)	-401%	
<b>Group</b>	<b>9,840</b>	<b>5,203</b>	<b>4,637</b>	<b>89%</b>	<b>94,230</b>	<b>39,968</b>	<b>54,262</b>	<b>136%</b>	
<b><u>Profit/(Loss) Before Taxation</u></b>									
Software & Services	2,864	1,222	1,642	-134%	13,934	2,517	11,417	454%	
Talent	(332)	231	(564)	-244%	3,083	2,238	845	38%	
Concession	(143)	264	(407)	-154%	(930)	(173)	(757)	-438%	
Others	(2,343)	(2,518)	175	7%	(12,364)	(10,877)	(1,487)	-14%	
	46	(801)	847	106%	3,723	(6,295)	10,018	159%	
Inter-segment Elimination	-	-	-	-	-	-	-	-	
<b>Group</b>	<b>46</b>	<b>(801)</b>	<b>847</b>	<b>106%</b>	<b>3,723</b>	<b>(6,295)</b>	<b>10,018</b>	<b>159%</b>	

## **AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024**

### **B1. OPERATING SEGMENTS REVIEW (CONT'D)**

#### **THREE (3) MONTHS RESULTS (Q4 FY2024 vs Q4 FY2023)**

The Group revenue for the three (3) months period under review increased from RM5.2 million in Q4 FY2023 to RM9.8 million in Q4 FY2024, mainly on the back of higher Software and Services revenue.

With the higher revenue, the Group recorded a profit before taxation of RM0.05 million in Q4 FY2024 as compared to a loss before taxation of RM0.8million in Q4 FY2023. Factors affecting the results for this quarter were as follows:

- i. Software & Services recorded a higher profit before taxation of RM2.9 million in Q4 FY24 as compared to a profit before taxation of RM1.2 million in Q4 FY23 mainly due to the higher revenue in the current quarter; offset with
- ii. Talent segment recorded a loss before taxation of RM0.3 million in Q4 FY2024 as compared to a profit before taxation of RM0.2 million in Q4 FY2023 mainly due to the lower revenue recorded in the current quarter.

#### **TWELVE (12) MONTHS RESULTS (FY2024 vs FY2023)**

The Group revenue for the twelve (12) months period under review increased from RM40.0 million in FY2023 to RM94.2 million in FY2024, higher by RM54.2 million mainly due to higher revenue from Software & Services segment.

The Group turned around from a loss before taxation of RM6.3 million in FY2023 to a profit before taxation of RM3.7million in FY2024. Factors contributing to the results for this quarter were as follows:

- i. Software & Services recorded a profit before taxation of RM13.9 million in FY2024, which 454% higher as compared to the profit before taxation of RM2.5 million in FY2023. The higher profit before tax is due to an increase in revenue; and
- ii. Talent segment recorded a higher profit before taxation of RM3.1 million in FY2024 as compared to the profit before taxation of RM2.2 million in FY2023 due to a higher revenue in FY2024.

**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024

**B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS**

	<b>Current Quarter 30/6/2024 RM'000</b>	<b>Immediate Preceding Quarter 31/3/2024 RM'000</b>	<b>Variance RM'000 (%)</b>	
<b><u>Segmental Revenue:</u></b>				
Software & Services	9,394	55,665	(46,271)	-83%
Talent	446	500	(54)	-11%
Others	3,187	1,425	1,762	124%
	13,027	57,590	(44,563)	-77%
Inter-segment Elimination	(3,187)	(1,825)	(1,362)	-75%
<b>Group</b>	9,840	55,765	(45,925)	-82%
<b><u>Profit/(Loss) Before Taxation</u></b>				
Software & Services	2,864	8,539	(5,675)	-66%
Talent	(332)	(1,725)	1,393	-81%
Concession	(143)	(402)	259	64%
Others	(2,343)	(4,107)	1,764	43%
	46	2,305	(2,259)	-98%
Inter-segment Elimination	-	-	-	-
<b>Group</b>	46	2,305	(2,259)	-98%

The Group recorded a profit before taxation of RM0.05 million in Q4 FY2024 as compared to a profit before taxation of RM2.3 million in Q3 FY2024 due to lower revenue recorded in the current quarter.

## **AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024**

### **B3. PROSPECTS FOR THE FINANCIAL YEAR ENDING 30 JUNE 2025**

With the profit before taxation of RM0.05 million in Q4 FY2024, the Group achieved a profit before taxation of RM3.7 million in FY2024, demonstrating a significant turnaround from the RM6.3 million loss recorded in FY2023. The Group's profit in FY2024 was driven by the strong performances in both Software & Services and Talent segments. This achievement underscores the continuous advancements resulting from our ongoing transformation plan formulated in 2021, centered around our key offerings of Cloud-Based Software Solutions, Platform as a Service, Infrastructure as a Service, Talent as a Service, and System Integration.

Our Software & Services segment has established a strong presence and position as the premier partner with MSP status for Google Cloud in Malaysia under the Government's Cloud Framework Agreement (CFA) to help drive the government's digital transformation plan. To provide a wider spectrum of Cloud solutions and services, we have developed our capabilities in analytics, cloud migration, big data, artificial intelligence and business transformation via ERP to drive future growth.

With the upliftment of the Affected Listed Issuer status by Bursa and the significant progress achieved in FY2024, the Board and Management are confident and optimistic of the Group's FY2025 outlook. We remain focused on strengthening our synergistic offerings in driving value and growth for the Group.

### **B4. VARIANCE ON PROFIT FORECAST/PROFIT ESTIMATE**

The Group did not issue any profit forecast or profit estimate previously in any public document.



**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024

**B5. PROFIT/(LOSS) BEFORE TAXATION**

Profit/(Loss) before taxation is derived after taking into consideration of the following:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Quarter 30/6/2024 RM'000</b>	<b>Preceding Year Quarter 30/6/2023 RM'000</b>	<b>12 months Current Year to date 30/6/2024 RM'000</b>	<b>12 months Preceding Year to date 30/6/2023 RM'000</b>
Interest expense	397	193	998	766
Interest income	(38)	(229)	(130)	(368)
Depreciation and amortisation	373	495	1,571	1,876
Foreign exchange loss	161	35	335	37
Impairment losses on trade and other receivables	160	266	35	1,486
Reversal of impairment losses on trade and other receivables	-	(72)	(148)	(417)

**B6. INCOME TAX EXPENSE**

The Group consolidated tax expense was computed based on the respective company's results separately. Certain companies within the Group reported profits before tax and therefore were taxable.

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Quarter 30/6/2024 RM'000</b>	<b>Preceding Year Quarter 30/6/2023 RM'000</b>	<b>12 months Current Year to date 30/6/2024 RM'000</b>	<b>12 months Preceding Year to date 30/6/2023 RM'000</b>
Malaysia tax:				
- for the current year	905	(749)	1,405	370
- under provision in prior year	-	(175)	86	(103)
	<u>905</u>	<u>(924)</u>	<u>1,491</u>	<u>267</u>

## **B7. STATUS OF CORPORATE PROPOSALS**

The Company is implementing the following proposals that form part of the Group's rationalisation plan:

### **1. Long term incentive plan ("LTIP")**

The Company had, on 25 January 2021, announced that the effective date for the LTIP has been fixed to commence on 25 January 2021. The LTIP comprises the establishment of an employee share option scheme and share grant plan of up to 15% of the issued share capital of the Company at any point in time during the duration of the LTIP for eligible directors and employees of the Company and its subsidiaries.

The LTIP shall be in force for a period of five (5) years from the effective date and extendable for a period of up to another five (5) years immediately from the expiry of the five (5) years upon the recommendation of the LTIP Committee and shall not in aggregate exceed ten (10) years from the effective date or such longer period as may be permitted by Bursa Securities or any other relevant authorities.

### **2. Proposed scheme of arrangement**

Prestariang SKIN Sdn. Bhd. ("PSKIN") filed an Originating Summons on 15 November 2023 with the KLHC to convene a creditors' meeting under section 366 of the Companies Act 2016 for a scheme of arrangement ("SOA 2") and a restraining order against all legal proceedings during the restructuring process until the conclusion of the negotiations and legal proceedings by PSKIN to seek compensation from the Government of Malaysia ("GOM") for the termination of the SKIN contract ("GOM Proceedings").

Following the leave granted by the KLHC pertaining to the SOA 2 on 30 November 2023, a court-convened meeting took place on 22 December 2023 and was approved by the scheme creditors.

The objectives of the SOA 2 are, amongst others, to preserve the going concern of PSKIN while it engages in negotiations and legal proceedings to seek compensation from the GOM for the termination of the SKIN contract and to allow PSKIN to obtain the payment from GOM pursuant to the outcome of the GOM Proceedings and any appeals therefrom and consequently provide payment of its debts owing to the scheme creditors as compared to a liquidation scenario. The application is not expected to have any material impact on the financial and operational matters of the Company and its subsidiaries. Further, the Proposed Scheme does not involve any lenders of PSKIN or the Group.

**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024****B7. STATUS OF CORPORATE PROPOSALS (CONT'D)****3. Creditor's Voluntary Liquidation**

On 2 April 2021, the Company announced that Prestariang Tech Services Sdn. Bhd. ("PTSSB"), a wholly owned subsidiary of Awantec Services Sdn. Bhd., which in turn is a subsidiary of the Company, was undergoing a Creditors' Voluntary Winding Up.

Mr. Lim Tian Huat and Mr. Chiang Teng Guan of Messrs. Rodgers Reidy & Co. were appointed as the Joint and Several Liquidators for the Creditors' Voluntary Winding Up of PTSSB by a resolution of the Company and its Creditors at the First Creditor's Meeting held on 3 May 2021.

The Creditors' Voluntary Winding Up is part of an overall debt management exercise undertaken by the Company for the wholly owned subsidiaries of Awantec Services Sdn. Bhd. (namely PSKIN and PTSSB) following the termination of the SKIN Project. Further, PTSSB cannot by reason of its liabilities continue its business as usual.

**B8. BORROWINGS**

The Group's borrowing and debts securities as at 30 June 2024 are as follows:

	Long term borrowing		Short term borrowing			Total (RM'000)
	Secured	Total	Secured	Unsecured	Total	
	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>Borrowings</b>						
- Term loan	6,784	6,784	3,707	-	3,707	10,491
<b>Debt Securities</b>						
- RPS "A"	152	152	-	-	-	152
Total	6,936	6,936	3,707	-	3,707	10,643

## **AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024**

### **B9. MATERIAL LITIGATION**

The Group initiated legal action by filing an Originating Summons (“OS”) dated 15 April 2019 against the Government of Malaysia (“GOM”) as Defendant seeking RM733 million in connection with the termination of the Sistem Kawalan Imigresen Nasional (“SKIN”) due to expropriation.

On 14 March 2024, the Kuala Lumpur High Court (“**KLHC**”) delivered its decision, ordering the following:

- I. The GOM is ordered to compensate PSKIN with the judgment sum of RM231,549,002.90 (“Judgment Sum”) for the termination of the Concession Agreement through expropriation;
- II. The GOM is ordered to pay the interest on the Judgement Sum at the rate of 5% per annum calculated from the date of judgement to the date of full satisfaction of the judgement to PSKIN; and
- III. The GOM is to ordered to pay the costs of RM80,000 (subject to allocator fees) to PSKIN.<sup>(1)</sup>

*Note:*

1. Subsequent to the case management held on 4 April 2024, the KLHC has clarified that the payment of costs of RM80,000 is not subject to allocator fees as the GOM is not obliged to pay allocator fees pursuant to the Chief Justice’s Practice Directions No.1 Year 2018.

Both the GOM and PSKIN have filed their respective Notices of Appeal to the Court of Appeal against the KLHC’s decision on 8 April 2024. Both appeals are awaiting further instructions from the Court of Appeal.

### **B10. FAIR VALUE HIERARCHY**

There were no transfers between any levels of the fair value hierarchy which took place during the current quarter and the comparative period. There was also no change in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

### **B11. PROPOSED DIVIDEND**

No interim dividend has been declared for the current quarter ended 30 June 2024.

**AWANBIRU TECHNOLOGY BERHAD**

(Registration No. 201001038336)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2024

**B12. EARNINGS/(LOSS) PER SHARE**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Quarter 30/6/2024</b>	<b>Preceding Year Quarter 30/6/2023</b>	<b>12 months Current Year to date 30/6/2024</b>	<b>12 months Preceding Year to date 30/6/2023</b>
Profit/(Loss) after taxation attributable to owners of the Company (RM'000)	(813)	44	2,513	(6,295)
Weighted average number of ordinary shares in issue ('000)	789,987	789,892	789,987	789,892
Basic earnings/(loss) per share (sen)	(0.10)	0.01	0.32	(0.8)

**B13. AUTHORISED FOR ISSUE**

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 30 August 2024.

**BY ORDER OF THE BOARD****CHUA SIEW CHUAN (SSM PC No. 201908002648)****LIM LIH CHAU (SSM PC No. 201908001454)**

Secretaries

**Kuala Lumpur****30 August 2024**