



KAREX BERHAD

(Incorporated in Malaysia)

(Registration no: 201201034091 (1018579-U))

Interim Financial Report for the First Quarter Ended 30 September 2024

Condensed Consolidated Statement of Profit or Loss	1
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	2
Condensed Consolidated Statement of Financial Position	3
Condensed Consolidated Statement of Changes in Equity	4
Condensed Consolidated Statement of Cash Flows	5 - 6
Notes to the Condensed Financial Statements	7 - 14

KAREX BERHAD

201201034091 (1018579-U)
(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024
(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS ⁽¹⁾

	3 MONTHS ENDED		PERIOD-TO-DATE		
	Note	30.9.2024 RM'000	30.9.2023 RM'000	30.9.2024 RM'000	30.9.2023 RM'000
Revenue		134,960	129,509	134,960	129,509
Cost of goods sold		(91,972)	(89,724)	(91,972)	(89,724)
Gross profit		42,988	39,785	42,988	39,785
Other income		363	441	363	441
Distribution expenses		(14,558)	(13,430)	(14,558)	(13,430)
Administrative expenses		(17,323)	(17,490)	(17,323)	(17,490)
Other expenses		(5,067)	(68)	(5,067)	(68)
Result from operating activities		6,403	9,238	6,403	9,238
Interest income		126	28	126	28
Finance costs		(1,880)	(2,094)	(1,880)	(2,094)
Net finance cost		(1,754)	(2,066)	(1,754)	(2,066)
Profit before tax		4,649	7,172	4,649	7,172
Tax expense	B6	(3,250)	(1,916)	(3,250)	(1,916)
Profit for the period	B13	1,399	5,256	1,399	5,256
Profit for the period attributable to:					
Owners of the Company		1,399	5,256	1,399	5,256
Profit per share attributable to owners of the Company (sen):					
- Basic	B11	0.13	0.50	0.13	0.50
- Diluted	B11	0.13	0.50	0.13	0.50

Notes:

(1) The Unaudited Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes as attached to this interim financial statements.

KAREX BERHAD

201201034091 (1018579-U)
(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ⁽¹⁾

	3 MONTHS ENDED		PERIOD-TO-DATE		
	Note	30.9.2024 RM'000	30.9.2023 RM'000	30.9.2024 RM'000	30.9.2023 RM'000
Profit for the period		<u>1,399</u>	<u>5,256</u>	<u>1,399</u>	<u>5,256</u>
Other comprehensive expense, net of tax Items that may be reclassified subsequently to profit or loss					
Foreign currency translation differences for foreign operations		<u>(9,156)</u>	<u>(2,460)</u>	<u>(9,156)</u>	<u>(2,460)</u>
Total comprehensive (expense)/ income for the period		<u>(7,757)</u>	<u>2,796</u>	<u>(7,757)</u>	<u>2,796</u>
Total comprehensive (expense)/ income attributable to: Owners of the Company		<u>(7,757)</u>	<u>2,796</u>	<u>(7,757)</u>	<u>2,796</u>

Notes:

- (1) 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 30 June 2024 and the accompanying explanatory notes as attached to this interim financial statements.

KAREX BERHAD

201201034091 (1018579-U)

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION⁽¹⁾

	AS AT 30.9.2024 RM'000	AS AT 30.6.2024 RM'000
	Note	
Assets		
Property, plant and equipment	259,938	258,748
Right-of-use assets	24,834	26,383
Intangible assets	95,893	100,186
Deferred tax assets	2,400	2,700
Total non-current assets	383,065	388,017
Inventories	140,694	155,162
Trade and other receivables	123,052	124,217
Derivative financial assets	2,895	-
Tax recoverable	2,314	2,458
Cash and cash equivalents	45,075	38,986
Total current assets	314,030	320,823
Total assets	697,095	708,840
Equity		
Share capital	324,244	324,244
Reserves	145,647	158,671
Total equity attributable to owners of the Company/ Total equity	469,891	482,915
Liabilities		
Loan and borrowings	B8 38,785	43,142
Lease Liabilities	15,702	16,503
Deferred tax liabilities	5,149	4,756
Total non-current liabilities	59,636	64,401
Loan and borrowings	B8 82,758	77,173
Lease Liabilities	2,268	3,029
Trade and other payables	65,221	62,544
Contract liabilities	15,323	16,948
Derivative financial liabilities	-	111
Taxation	1,998	1,719
Total current liabilities	167,568	161,524
Total liabilities	227,204	225,925
Total equity and liabilities	697,095	708,840
Net assets per share attributable to owners of the Company (RM)	0.45	0.46

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes as attached to this interim financial statements.

KAREX BERHAD

201201034091 (1018579-U)

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ⁽¹⁾

	Attributable to owners of the Company					Total equity RM'000
	Share capital RM'000	Non-distributable			Distributable	
		Merger reserve RM'000	Translation reserve RM'000	Other reserve RM'000	Retained earnings RM'000	
30 September 2024						
At 1 July 2024	324,244	63,511	15,602	718	78,840	482,915
Foreign currency translation differences for foreign operations/						
Total other comprehensive expense for the period	-	-	(9,156)	-	-	(9,156)
Profit for the period	-	-	-	-	1,399	1,399
Total comprehensive (expense)/ income for the period	-	-	(9,156)	-	1,399	(7,757)
Dividends to owners of the Company/ Total Transactions with owners of the Company	-	-	-	-	(5,267)	(5,267)
At 30 September 2024	324,244	63,511	6,446	718	74,972	469,891
30 September 2023						
At 1 July 2023	324,244	63,511	16,894	718	71,200	476,567
Foreign currency translation differences for foreign operations/						
Total other comprehensive expense for the period	-	-	(2,460)	-	-	(2,460)
Profit for the period	-	-	-	-	5,256	5,256
Total comprehensive (expense)/ income for the period	-	-	(2,460)	-	5,256	2,796
At 30 September 2023	324,244	63,511	14,434	718	76,456	479,363

Notes:

(1) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes as attached to this interim financial statements.

KAREX BERHAD

201201034091 (1018579-U)

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾

	PERIOD-TO-DATE	
	30.9.2024	30.9.2023
	RM'000	RM'000
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before tax	4,649	7,172
Adjustment for:		
Non-cash items	6,097	8,899
Operating profit before changes in working capital	10,746	16,071
Net changes in current assets	12,209	(12,875)
Net changes in current liabilities	(2,268)	4,151
Cash generated from operations	20,687	7,347
Tax paid	(2,134)	(1,469)
Net cash from operating activities	18,553	5,878
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition of:		
- Property, plant and equipment	(5,546)	(5,520)
- Intangible asset	(4)	(11)
Proceed from disposal of:		
- Property, plant and equipment	104	176
Interest received	126	28
Net cash used in investing activities	(5,320)	(5,327)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Dividend paid to owners of the Company	(5,267)	-
Net (repayment)/ drawdown of borrowings and interest paid	(539)	11,389
Net cash (used in)/ from financing activities	(5,806)	11,389
Effect of exchange rate fluctuations on cash held	(1,338)	116
Net changes in cash and cash equivalents	6,089	12,056
Cash and cash equivalents at beginning of the period	38,986	27,629
Cash and cash equivalents at end of the period	45,075	39,685

KAREX BERHAD

201201034091 (1018579-U)

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ⁽¹⁾

Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise:

	PERIOD-TO-DATE	
	30.9.2024	30.9.2023
	RM'000	RM'000
Cash and bank balances	45,075	44,021
Short-term deposits	-	2,094
	45,075	46,115
Less: Fixed deposits pledged	-	(64)
Bank Overdraft	-	(6,366)
	45,075	39,685

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes as attached to this interim financial statements.

KAREX BERHAD (1018579-U)
201201034091 (1018579-U)
(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

A. EXPLANATION NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD ("MFRS") 134: INTERIM FINANCIAL REPORTING

A1. Accounting policies and methods of computation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 (Appendix 9B Part 9A) of the Main Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2024 and the accompanying explanatory notes as attached to this interim financial statements.

These explanatory notes 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 30 June 2024.

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted as disclosed in the audited financial statements for the financial year ended 30 June 2024, except for the adoption of the following amendments to MFRS:

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

The adoption of these amendments to MFRSs did not result in significant changes in the accounting policies of the Group and had no significant effect on the financial performance or position of the Group

Standards and Amendments in Issue but Not Yet Effective

As at the date of authorisation of these interim financial statements, the Group has not adopted the following revised MFRSs, Interpretations and amendments which have been issued but not yet effective as stated below:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2025

- Amendments to MFRS 121, The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9, Financial Instruments and MFRS 7, Financial Instruments: Disclosures
 - Classification and Measurement of Financial Instruments

Amendments that are part of Annual Improvements – Volume 11:

- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards
- Amendments to MFRS 7, Financial Instruments: Disclosures
- Amendments to MFRS 9, Financial Instruments
- Amendments to MFRS 10, Consolidated Financial Statements
- Amendments to MFRS 107, Statement of Cash Flows

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2027

- MFRS 18, Presentation and Disclosure in Financial Statements
- MFRS 19, Subsidiaries without Public Accountability: Disclosures

MFRSs, Interpretations and amendments effective for a date yet to be confirmed

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group plans to apply these accounting standards, amendments and interpretations in the respective financial year when these standards, amendments and interpretations become effective.

A2. Comments about seasonal or cyclical factors

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

A3. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period-to-date.

A4. Changes in estimates

There were no changes in estimates that have had a material effect in the current quarter and financial period-to-date results.

KAREX BERHAD (1018579-U)

201201034091 (1018579-U)

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS**A. EXPLANATION NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING****A5. Debt and equity securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial period-to-date.

A6. Dividends paid

Since the end of the previous financial year, the Company paid a single tier interim dividend of 0.5 sen per ordinary share totalling RM 5,267,304 in respect of the financial year ended 30 June 2024 on 23 September 2024.

A7. Segmental information

The Group's operating segmental report for the financial period-to-date was as follows:-

Segment	Composition
Sexual Wellness	Sale of condoms, personal lubricants and sex toys.
Medical	Sale of catheters, probe covers, HIV & pregnancy testkits and other medical related products.
Other segment	Sale of products not related to Sexual Wellness and Medical.

	Sexual Wellness RM'000	Medical RM'000	Others RM'000	Eliminations RM'000	Total RM'000
3 months ended 30.9.2024					
<u>Revenue</u>					
External revenue	122,753	8,754	3,453	-	134,960
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>122,753</u>	<u>8,754</u>	<u>3,453</u>	<u>-</u>	<u>134,960</u>
<u>Results</u>					
Segment profit	10,756	4,582	510	-	15,848
Interest income					110
Finance cost					(1,443)
Unallocated amounts					(9,866)
Profit before tax					<u>4,649</u>
Tax expense					(3,250)
Profit after tax					<u>1,399</u>
<u>Total Assets</u>					
Reportable segment assets	621,099	57,694	16,839	-	695,632
Unallocated assets					1,463
Total Assets					<u>697,095</u>
3 months ended 30.9.2023					
<u>Revenue</u>					
External revenue	118,116	8,286	3,107	-	129,509
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>118,116</u>	<u>8,286</u>	<u>3,107</u>	<u>-</u>	<u>129,509</u>
<u>Results</u>					
Segment profit/ (loss)	10,575	(1,496)	203	-	9,282
Interest income					8
Finance cost					(2,094)
Unallocated amounts					(24)
Profit before tax					<u>7,172</u>
Tax expense					(1,916)
Profit after tax					<u>5,256</u>
<u>Total Assets</u>					
Reportable segment assets	632,060	77,724	9,678	-	719,462
Unallocated assets					21,200
Total Assets					<u>740,662</u>

KAREX BERHAD (1018579-U)
201201034091 (1018579-U)
(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

A. EXPLANATION NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD (“MFRS”) 134: INTERIM FINANCIAL REPORTING

A7. Segmental information (continued)

Geographical Segments

The Group’s geographical revenue for the financial period-to-date is as follows:-

	PERIOD-TO-DATE	
	30.9.2024	30.9.2023
	RM'000	RM'000
Asia	29,818	36,858
Africa	14,287	10,342
Americas	64,567	60,239
Europe	26,288	22,070
	<u>134,960</u>	<u>129,509</u>

A8. Subsequent events

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

A9. Changes in composition of the Group

There are no other changes in the composition of the Group for the current quarter and financial period-to-date

A10. Changes in contingent liabilities and contingent assets

There were no material changes in contingent liabilities or contingent assets as at date of this report.

KAREX BERHAD (1018579-U)
(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

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

B1. Performance review

	3 MONTHS ENDED				PERIOD-TO-DATE			
	30.9.2024	30.9.2023	Variance		30.9.2024	30.9.2023	Variance	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	134,960	129,509	5,451	4.2	134,960	129,509	5,451	4.2
Result from operating activities	6,403	9,238	(2,835)	(30.7)	6,403	9,238	(2,835)	(30.7)
Profit before tax	4,649	7,172	(2,523)	(35.2)	4,649	7,172	(2,523)	(35.2)
Profit after tax	1,399	5,256	(3,857)	(73.4)	1,399	5,256	(3,857)	(73.4)
Profit attributable to owners of the Company	<u>1,399</u>	<u>5,256</u>	<u>(3,857)</u>	(73.4)	<u>1,399</u>	<u>5,256</u>	<u>(3,857)</u>	(73.4)

During the first quarter ended 30 September 2024 ("1QFY2025"), the Group recorded a revenue of RM135.0 million representing an increase of 4.2% from the same quarter in the previous financial year. This was due to an increase in the sales of condoms and personal lubricants. Sales to the Commercial market were especially strong, accounting for approximately 70% of overall revenue. This sales mix contributed to a gross profit margin of 31.9% during the 1QFY2025, which is an improvement from the same quarter in the previous financial year. In spite of this, unfavourable foreign exchange movements during the quarter dampened profitability resulting in a profit before tax of RM4.6 million and a profit after tax of RM1.4 million.

B2. Variance of results for the current quarter ended 30 September 2024 against the immediately preceding quarter

	3 MONTHS ENDED			
	30.9.2024	30.6.2024	Variance	
	RM'000	RM'000	RM'000	%
Revenue	134,960	123,920	11,040	8.9
Result from operating activities	6,403	7,089	(686)	(9.7)
Profit before tax	4,649	5,289	(640)	(12.1)
Profit after tax	1,399	4,839	(3,440)	(71.1)
Profit attributable to owners of the Company	<u>1,399</u>	<u>4,839</u>	<u>(3,440)</u>	(71.1)

The revenue of RM135.0 million for the 1QFY2025 represented an increase of 8.9% compared to the immediately preceding quarter. This was mainly due to an increase in condom sales to the Commercial market as well as sales of Medical products such as catheters and probe covers. Despite this, profitability during the quarter was affected by unfavourable foreign exchange movements resulting in a decrease in profit before tax and profit after tax in comparison to the immediately preceding quarter.

KAREX BERHAD (1018579-U)
(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

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

B3. a) Group's Prospects for the financial year ending 30 June 2025

The global condom market is expected to grow at a rate exceeding the global economy's over the next few years. This is driven by increased sexual health awareness as well as a shift away from government procurement models in favor of private sector models in many markets. This paradigm shift has resulted in a rapid consolidation of the industry over the last few years and favored larger manufacturers that have invested in modernization and innovation. The adoption of e-commerce is also another important factor that has accelerated the ability of brands to deliver awareness on product differentiation and gain market share in the process.

The Group expects to continue to capture more high-value orders of both condoms and personal lubricants by leveraging on its proven reputation within the industry. The Group continues to offer a unique proposition of a portfolio containing an unparalleled variety of products and packaging as well as possessing the regulatory expertise to export its products to the most extensive range of markets amongst manufacturers. Moreover, with more consumer brands placing an increased emphasis on supply chain sustainability, the Group also distinguishes itself from other manufacturers in the region through its award winning economic, environmental, social and governance sustainability efforts.

Although the dynamic shift between the Tender and Commercial markets will result in a disruption to traditional condom sales channels in the short term, the Group is confident that this will result in growth opportunities in the medium term. Trends such as the shift in consumer preferences away from natural latex condoms towards synthetic condoms in some markets are expected to present an exceptional opportunity to capture a larger share of the value within the global condom market. Sustained improvements to profitability will ultimately depend on the success of these projects whilst efficiently navigating the uncertainties presented by the global economy and recent geopolitical conflicts.

b) Forecast or target previously announced

The disclosure requirements are not applicable for the current quarter and financial period-to-date.

B4. Statement of the Board of Directors' opinion on achievement of forecast or target

The disclosure requirements are not applicable for the current quarter and financial period-to-date.

B5. Profit forecast or profit guarantee

No profit forecast or profit guarantee was published.

B6. Tax expense

	3 MONTHS ENDED		PERIOD-TO-DATE	
	30.9.2024 RM'000	30.9.2023 RM'000	30.9.2024 RM'000	30.9.2023 RM'000
Current tax expenses				
- Current period	1,205	2,593	1,205	2,593
Deferred taxation	2,045	(677)	2,045	(677)
	3,250	1,916	3,250	1,916

The Group's effective tax rate for the current period is higher, primarily due to the impact of non-deductible expenses, particularly related to the unrealized foreign exchange loss recognized during the period.

B7. Status of corporate proposals

There were no other corporate proposals pending completion at the date of this report.

KAREX BERHAD (1018579-U)
(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

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

B8. Loans and borrowings (secured)

The Group's loans and borrowings as at end of the reporting year are as follows :

	Denominated in	30.9.2024		30.9.2023	
		Foreign Currency in'000	RM'000	Foreign Currency in'000	RM'000
Non-current					
Term Loan	RM	N/A	28,316	N/A	32,906
	USD ⁽¹⁾	2,218	9,135	3,818	17,906
			37,451		50,812
Hire Purchase	RM	N/A	1,334	N/A	244
			38,785		51,056
Current					
Term Loan	RM	N/A	4,583	N/A	4,583
	USD ⁽¹⁾	1,446	5,959	1,339	6,280
			10,542		10,863
Hire Purchase	RM	N/A	382	N/A	390
Banker acceptance	RM	N/A	5,892	N/A	9,714
	Thai Baht ⁽¹⁾	181,594	23,244	239,362	30,782
			29,136		40,496
Export Financing	RM	N/A	9,038	N/A	-
	USD ⁽¹⁾	-	-	3,062	14,361
	GBP ⁽¹⁾	388	2,146	120	689
			11,184		15,050
Revolving Credit	RM	N/A	23,604	N/A	26,989
	USD ⁽¹⁾	1,920	7,910	-	-
			N/A		26,989
Bank Overdraft	RM	N/A	-	N/A	3,028
	Thai Baht ⁽¹⁾	-	-	25,956	3,338
			-		6,366
			82,758		100,154

KAREX BERHAD (1018579-U)
(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

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

B8. Loans and borrowings (secured) (continued)

	Denominated in	30.9.2024		30.9.2023	
		Foreign Currency in'000	RM'000	Foreign Currency in'000	RM'000
Total					
Term Loan	RM	N/A	32,899	N/A	37,489
	USD ⁽¹⁾	3,664	15,094	5,157	24,186
			47,993		61,675
Hire Purchase	RM	N/A	1,716	N/A	634
Banker acceptance	RM	N/A	5,892	N/A	9,714
	Thai Baht ⁽¹⁾	181,594	23,244	239,362	30,782
			29,136		40,496
Export Financing	RM ⁽¹⁾	N/A	9,038	N/A	-
	USD ⁽¹⁾	-	-	3,062	14,361
	GBP ⁽¹⁾	388	2,146	120	689
			11,184		15,050
Revolving Credit	RM	N/A	23,604	N/A	26,989
	USD ⁽¹⁾	1,920	7,910	-	-
		N/A	31,514		26,989
Bank Overdraft	RM	N/A	-	N/A	3,028
	Thai Baht ⁽¹⁾	-	-	25,956	3,338
			-		6,366
			121,543		151,210
	100 Thai Baht to RM		12.80		12.86
	1 USD to RM		4.12		4.69
	1 GBP to RM		5.53		5.74

Notes:

(1) Converted at the respective exchange rate prevailing as at period ended

B9. Changes in material litigation

There was no material litigation as at the date of this report.

B10. Dividend proposed

No dividend was proposed in respect of the current financial period.

B11. Earnings per share ("EPS")

Basic EPS is calculated by dividing the profit for the period attributable to owners of the Company by the weighted average number of ordinary shares of the Company during the financial period.

	3 MONTHS ENDED		PERIOD-TO-DATE	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
Profit per share attributable to owners of the Company (sen): (RM'000)	1,399	5,256	1,399	5,256
Weighted average number of ordinary shares (in million)	1,053	1,053	1,053	1,053
Basic EPS (sen)	0.13	0.50	0.13	0.50

The basic EPS and the diluted EPS are the same for the period as the Company has no dilutive potential ordinary shares as of the end of the reporting period.

KAREX BERHAD (1018579-U)
(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2024

(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

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

B12. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Company and its subsidiaries for the financial year ended 30 June 2024 were not qualified.

B13. Profit for the period is arrived at after crediting/ (charging)

	3 MONTHS ENDED		PERIOD-TO-DATE	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
(a) Interest income	126	28	126	28
(b) Other income including investment income	-	-	-	-
(c) Interest expense	(1,880)	(2,094)	(1,880)	(2,094)
(d) Depreciation and amortization	(5,671)	(5,583)	(5,671)	(5,583)
Amortisation for right-of-use assets	(614)	(621)	(614)	(621)
(e) Reversal/ (Allowance) for and written off on receivables	122	(32)	122	(32)
(f) Allowance for and written off of inventories	(1,032)	(430)	(1,032)	(430)
(g) Gain on disposal of quoted or unquoted investments or properties	-	-	-	-
(h) Impairment of assets	-	-	-	-
(i) Foreign exchange (loss)/ gain	(7,917)	583	(7,917)	583
(j) Gain on derivatives	2,895	(166)	2,895	(166)
(k) Rental expenses	(933)	(1,255)	(933)	(1,255)
(l) Exceptional items	-	-	-	-

B14. Realised and unrealised profit/ (losses) disclosure

	AS AT 30.9.2024 RM'000	AS AT 30.6.2024 RM'000
Total retained earnings of the Company and subsidiary companies:		
- Realised	201,713	207,068
- Unrealised	(6,787)	(5,598)
	194,926	201,470
Consolidated adjustments	(119,954)	(122,630)
Total retained earnings	74,972	78,840

By order of the Board
21 November 2024