



DOLPHIN INTERNATIONAL BERHAD

(1001521-X)

**Unaudited Condensed Consolidated
Interim Financial Statements
for the 12 Months Ended 30 June 2024**



DOLPHIN INTERNATIONAL BERHAD (1001521-X)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2024

	<i>Note</i>	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		(Unaudited) 30 JUNE 2024 <i>RM'000</i>	(Unaudited) 30 JUNE 2023 <i>RM'000</i>	(Unaudited) 30 JUNE 2024 <i>RM'000</i>	(Audited) 30 JUNE 2023 <i>RM'000</i>
Revenue		1,456	4,160	12,507	17,706
Cost of sales		(699)	(3,443)	(7,904)	(12,029)
Gross profit		757	717	4,603	5,677
Other income		2,062	13,590	5,001	22,109
Administrative expenses		(2,151)	(27,010)	(9,501)	(36,079)
Results from operations		668	(12,703)	103	(8,293)
Finance costs		(155)	(159)	(501)	(507)
Profit/(Loss) before taxation	<i>B12</i>	513	(12,862)	(398)	(8,800)
Taxation	<i>B5</i>	(105)	64	(105)	3
Net profit/(loss) for the period		408	(12,798)	(503)	(8,797)
Exchange difference on translation of foreign operations		63	(129)	184	(119)
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD		471	(12,927)	(319)	(8,916)
Profit/(Loss) attributable to:					
Owners of the Company		425	(12,749)	(523)	(8,860)
Non-controlling interests		(17)	(49)	20	63
		408	(12,798)	(503)	(8,797)
Total Comprehensive Income/(Loss) attributable to:					
Owners of the Company		471	(12,866)	(357)	(8,967)
Non-controlling interests		-	(61)	38	51
		471	(12,927)	(319)	(8,916)
Earnings per share attributable to owners of the Company (sen)					
- Basic	<i>B10</i>	0.32	(0.95)	(0.39)	(0.67)
- Diluted	<i>B10</i>	0.32	(0.95)	(0.39)	(0.67)

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes to the unaudited condensed consolidated interim financial statements.

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION FOR THE PERIOD ENDED 30 JUNE 2024**

<i>Note</i>	(Unaudited) 30 JUNE 2024 <i>RM'000</i>	(Audited) 30 JUNE 2023 <i>RM'000</i>
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	2,621	1,659
Investment property	19,981	20,048
Right-of-use assets	1,578	1,297
Intangible assets	23,992	24,284
	<u>48,172</u>	<u>47,288</u>
CURRENT ASSETS		
Inventories	1,247	2,381
Trade and other receivables	1,682	3,168
Tax recoverable	261	115
Fixed deposit with a licensed bank	-	501
Cash and cash equivalents	318	1,646
	<u>3,508</u>	<u>7,811</u>
TOTAL ASSETS	<u>51,680</u>	<u>55,099</u>
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	27,273	23,427
Foreign currency translation reserve	780	615
Warrant reserve	-	3,846
Retained Profit	4,119	4,642
	<u>32,172</u>	<u>32,530</u>
Non-controlling interests	291	253
TOTAL EQUITY	<u>32,463</u>	<u>32,783</u>
LIABILITIES		
NON-CURRENT LIABILITIES		
Lease liabilities	954	572
Bank borrowings	5,906	6,624
Deferred tax liabilities	66	66
Contingent consideration	-	3,937
	<u>6,926</u>	<u>11,199</u>
CURRENT LIABILITIES		
Lease liabilities	667	772
Trade and other payables	10,780	9,409
Taxation	105	5
Bank borrowings	739	739
Short-term borrowings	-	192
	<u>12,291</u>	<u>11,117</u>
TOTAL LIABILITIES	<u>19,217</u>	<u>22,316</u>
TOTAL EQUITY AND LIABILITIES	<u>51,680</u>	<u>55,099</u>
Net Assets per share attributable to ordinary owners of the Company (sen)	<u>24.0</u>	<u>2.5</u>

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes to the unaudited condensed consolidated interim financial statements.



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2024

	← Attributable to Owners of the Company →						Total Equity RM'000
	<u>Non-Distributable</u>			<u>Distributable</u>			
	Share Capital RM'000	Foreign Currency Translation Reserve RM'000	Warrant Reserve RM'000	Retained Profit/ (Accumulated Losses) RM'000	Sub-total RM'000	Non- Controlling Interests RM'000	
At 1 July 2023	23,427	615	3,846	4,642	32,530	253	32,783
Transaction with owners							
Issuance of shares pursuant to exercise of Warrant B	0.2	-	-	-	0.2	-	0.2
Expiry of Warrant B	3,846	-	(3,846)	-	-	-	-
Total transaction with owners	3,846	-	(3,846)	-	0.2	-	0.2
Loss for the period	-	-	-	(523)	(523)	39	(484)
<i>Other comprehensive loss:</i>							
Foreign currency translation	-	166	-	-	166	-	166
Total comprehensive loss for the period	-	166	-	(523)	(358)	39	(319)
At 30 June 2024	27,273	780	-	4,119	32,172	291	32,463
At 1 July 2022	47,927	722	3,846	(29,498)	22,997	202	23,199
Transaction with owners							
Issuance of share for part settlement of purchase	18,500	-	-	-	18,500	-	18,500
Capital reduction	(43,000)	-	-	43,000	-	-	-
Total transaction with owners	(24,500)	-	-	43,000	18,500	-	18,500
Loss for the year	-	-	-	(8,860)	(8,860)	63	(8,797)
<i>Other comprehensive loss:</i>							
Foreign currency translation	-	(107)	-	-	(107)	(12)	(119)
Total comprehensive loss for the year	-	(107)	-	(8,860)	(8,967)	51	(8,916)
At 30 June 2023	23,427	615	3,846	4,642	32,530	253	32,783

The Unaudited Condensed Consolidated Interim Financial Statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes to the unaudited condensed consolidated interim financial statements

**DOLPHIN INTERNATIONAL BERHAD** (1001521-X)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2024

	12 MONTHS ENDED 30 JUNE 2024	12 MONTHS ENDED 30 JUNE 2023
	<i>RM'000</i>	<i>RM'000</i>
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(398)	(8,800)
<i>Adjustments for:</i>		
Amortisation of intangible assets	293	399
Bad debts written off	3	418
Depreciation of property, plant & equipment and investment properties	337	1,121
Depreciation of right-of-use assets	990	959
Fair value change on contingent consideration	-	85
(Gain)/ Loss on disposal of property, plant and equipment	(121)	44
Gain on disposal of investment in subsidiary companies	-	(19,168)
Impairment loss on property, plant and equipment	-	2,398
Impairment of goodwill	-	15,639
Intangible assets written off	-	275
Interest expenses	501	507
Interest income	-	(34)
Inventories written off	-	17
Property, plant and equipment written off	-	1,178
Reversal of contingent consideration not payable	(3,937)	-
Reversal of impairment loss on property, plant and equipment	-	(477)
Reversal of Loss allowance for receivables	-	(177)
Reversal of provision for foreseeable losses on contract assets	-	(366)
Unrealised gain on foreign exchange	-	(1)
Loss before working capital changes	<u>(2,332)</u>	<u>(5,983)</u>
Working Capital Changes		
Inventories	1,133	246
Contract assets	-	553
Trade and other receivables	1,474	4,435
Trade and other payables	<u>1,370</u>	<u>10,229</u>
Cash generated from operations	1,645	9,480
Interest received	-	34
Interest paid	(501)	(507)
Tax paid	(150)	(110)
Net cash generated from/(used in) operating activities	<u>994</u>	<u>8,897</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investment properties	-	(41)
Purchase of property, plant and equipment	(1,242)	(72)
Proceeds from disposal of property, plant and equipment	125	14
Uplift/(Placement) of fixed deposits	501	2,512
Net cash outflows from acquisition of subsidiary companies	-	(12,411)
Net cash outflows from disposal of subsidiary companies	-	(1)
Net cash used in investing activities	<u>(616)</u>	<u>(9,999)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
(Repayment)/Drawdown of short-term borrowings	(192)	192
Repayment of term loan	(718)	(695)
Repayment of lease liabilities	(992)	(961)
Net cash used in financing activities	<u>(1,902)</u>	<u>(1,464)</u>
Net decrease in cash and cash equivalents	(1,524)	(2,566)
Effects of exchange rate changes on cash and cash equivalents	196	(148)
Cash and cash equivalents at beginning of the financial period	1,646	4,360
Cash and cash equivalents at end of the financial period	<u>318</u>	<u>1,646</u>
Cash and cash equivalent at end of financial period comprise the following:		
Fixed deposit	-	501
Cash and bank balances	<u>318</u>	<u>1,646</u>
	318	2,147
Less: Pledged deposit with licensed bank	-	(501)
	<u>318</u>	<u>1,646</u>
	-	-

The Unaudited Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes to the unaudited condensed consolidated interim financial statements.



PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRSs") 134

A1 Basis of Preparation

The interim financial report of Dolphin International Berhad ("DIB" or the "Company") and its subsidiaries (the "Group") are unaudited and has been prepared in accordance with MFRS 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023.

The Board approved the change of financial year end from 30 June 2024 to 31 December 2024. The next financial year will commence from 1 July 2023 to 31 December 2024 covering a period of 18 months. The change of FYE aligns with the recent appointment of new External Auditors, to facilitate a seamless transition and enable effective management of audit deliverables while enhancing operational efficiency by strengthening the Company's operations and focus on the Company's business plan.

A2 Significant Accounting Policies

The significant accounting policies and presentations adopted by the Group for this interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2023, except for the adoption of the following standards that are mandatory for the current financial period:

MFRSs, Amendments to MFRSs and IC Interpretation effective 1 January 2023

MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendment to MFRS 17	Initial Application of MFRS 17 and MFRS 9 – Comparative Information
Amendments to MFRS 101	Disclosures of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendment to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial year:-

<u>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</u>	<u>Effective Date</u>
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 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 121: The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability	1 January 2025

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A3 Auditor's report of preceding annual financial statements

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

A4 Seasonal or Cyclical Factors

The Group does not experience significant fluctuations in operations due to seasonal factors.

A5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

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

A6 Changes in estimates

There were no changes in estimates that have had a material effect in the current financial quarter under review.

A7 Debt and equity securities

The issued share capital of the Company is adjusted to 133,788,582 ordinary shares after the share consolidation effective 3 October 2023.

Save for above, there were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial quarter under review.



PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRSs") 134 (cont'd)

A8 Dividend Paid

There were no dividend declared/recommend and paid to the shareholders of the Company during the current financial quarter under review.

A9 Segment Information

The Group prepared the following segment information based on the internal reports of the Group's strategic business units which are regularly reviewed by the Board of Directors for the purpose of making decisions about resource allocation and performance assessment.

The reportable operating segments are as follows:

- a) Provision of sales, service and contract work relating to palm oil milling ("Milling systems and solutions");
- b) Supply of parts and maintenance services (Supply of parts and maintenance services");
- c) Operator of restaurant and trading of food products ("Food and beverage");
- d) Trading of wines and other liquor products ("Trading"); and
- e) Investment holding and management services segment ("Investment holding").

(a) Analysis of revenue and results by segment

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Segment Revenue				
- Milling systems and solutions	-	-	-	-
- Supply of parts and maintenance services	-	-	-	-
- Food and beverage	2,287	4,717	12,797	17,171
- Trading	137	969	2,240	3,849
- Inter-co elimination	(968)	(1,526)	(2,530)	(3,314)
Total Revenue	1,456	4,160	12,507	17,706
Segment Results				
- Milling systems and solutions	(214)	5,241	(942)	5,666
- Supply of parts and maintenance services	1	(179)	(61)	(283)
- Food and beverage	1,263	(11,067)	2,841	(11,969)
- Trading	(11)	(53)	(105)	(57)
- Investment holding	(526)	(24,785)	(2,131)	(26,607)
Total Profit/(Loss) before Tax	513	(12,862)	(398)	(8,800)

(b) Analysis of revenue by geographic markets

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Revenue				
Malaysia	1,456	4,160	12,507	17,706
Overseas	-	-	-	-
	1,456	4,160	12,507	17,706

A10 Material Events Subsequent to the end of the current financial quarter

Subsequent to the financial period ended 30 June 2024:-

1. On 9 July 2024, the Company has announced for multiple proposal as following:-

- (i) a proposed variation to the terms of the sale of shares agreement ("SSA") dated 24 February 2022 (as supplemented by a supplemental SSA dated 15 July 2022) entered into between Asia Poly Food and Beverage Sdn Bhd ("AP F&B"), a wholly-owned subsidiary of Dolphin, with Dato' Yeo Boon Leong, Yeo Boon Thai, Yeo Boon Ho and Yeo Soon Bee (collectively, the "Vendors") for the acquisition of the entire equity interest in High Reserve F&B Sdn Bhd ("High Reserve") for the purchase consideration of RM36.00 million ("Previous Acquisition") by varying the payment terms of the Acquisition ("Proposed Variation")
- (ii) a private placement of up to 10% of the total number of issued shares of Dolphin ("Dolphin Share(s)" or "Share(s)") (excluding treasury shares, if any) to third party investor(s) to be identified later, at an issue price to be determined later, pursuant to Sections 75 and 76 of the Companies Act 2016 ("Act") ("Proposed Private Placement");
- (iii) an establishment of an employees' share option scheme ("ESOS") of up to 15% of the total number of issued shares in Dolphin (excluding treasury shares, if any) at any point in time over the duration of the ESOS to eligible persons ("Proposed ESOS"); and
- (iv) a proposed change of the Company's name from "Dolphin International Berhad" to "Oasis Harvest Corporation Berhad" ("Proposed Change of Name")

2. On 24 July 2024, the Company has been submitted the application in relation to the Proposal to Bursa Malaysia.

Save the disclosure above, there were no other material events subsequent to the end of the current financial period ended 30 June 2024.

A11 Changes in the Composition of the Group

There are no changes in the composition of Company during the current financial quarter under review.

A12 Contingent Liabilities or Contingent Assets

There were no material contingent liabilities or contingent assets up to the date of this report.

A13 Capital Commitments

There were no material capital commitments up to the date of this report.



PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA LISTING REQUIREMENTS

B1 Review of Performance

The summarised results of the Group:-

	Current quarter		Cumulative quarter	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Revenue	1,456	4,160	12,507	17,706
Profit/(Loss) before Tax	513	(12,862)	(398)	(8,800)

Current quarter against previous year corresponding quarter

The Group recorded revenue of RM 1.46 million in the current quarter as compared to the previous year's corresponding quarter revenue of RM 4.16 million. The decrease was mainly due to the sluggish food & beverage business and also due to ceased operation of two of our Uncle Don's outlets.

The Group generated huge loss in previous year's corresponding quarter mainly due to the impairment of goodwill and impairment loss on property, plant and equipment.

B2 Comparison with Preceding Quarter's Results

	Current quarter	Preceding quarter	Change
	30.06.2024	31.03.2024	
	RM'000	RM'000	%
Revenue	1,456	3,720	(60.9)
Profit before taxation	513	1,556	(67.0)
Profit after taxation	408	1,556	(73.8)

Revenue for the current quarter decreased compared to the preceding quarter due to sluggish food & beverage business and closure of one Uncle Don's outlet.

The Group recorded lower profit before taxation compared to preceding quarter mainly due to lower revenue for the quarter.

B3 Prospects

As the majority of the Group's restaurant outlets are located at the urban fringe of Klang Valley which has high population, the Board expects the business of the Group's restaurant outlets to progressively improve over time especially when market sentiments and consumer spending improve in the future.

With the new management onboard, the prospect is encouraging with more future initiatives to grow the restaurant outlets further.

B4 Variance of actual profit from Profit Forecast and Profit Guarantee

The Group did not provide any profit forecast or profit guarantee in any form of public documentation or announcement.

B5 Taxation

	Current Quarter		Cumulative Quarter	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Current Malaysian tax - current year	105	(64)	105	(3)
	105	(64)	105	(3)



PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA LISTING REQUIREMENTS (Cont'd)

B6 Status of Corporate Proposal

(i) Private Placement B

Malacca Securities announced that Bursa Securities had, vide its letter dated 29 September 2021, resolved to approve listing and quotation of up to 335,669,500 placement shares to be issued pursuant to the private placement on the Main Market of Bursa Securities (Private Placement B).

On 1 November 2021, an Extraordinary General Meeting was held and approval is given to the Board of Directors of the Company to allot and issue up to 335,669,500 new ordinary shares in the Company by way of private placement to independent third party investor(s) to be identified later in one or more tranches at an issue price for each tranche to be determined and fixed by the Board at a later date(s).

119,260,000 shares were issued at RM0.0767 per share and listed on the Main Market of Bursa Securities Malaysia Berhad on 18 November 2021. On 30 September 2022, the Company had announced that the extension of time up to 20 Sept 2022 granted by Bursa Securities to complete the implementation of the Private Placement has lapsed. Accordingly, the Private Placement is deemed completed on 29 September 2022.

The status of usage of Private Placement B are as follows:-

Purpose	Approved utilisation of proceeds (RM'000)	Partial proceeds raised as at 22 February 2023 (RM'000)	Actual utilisation as at 22 February 2023 (RM'000)	Balance unutilised as at 22 February 2023 (RM'000)	Variation (RM'000)	Utilisation (RM'000)	Balance utilisation (RM'000)	Revised timeframe for utilisation of proceeds
Working capital for UD Express outlets	5,000	-	-	-	-	-	-	Within 42 months
General working capital for DIB group	4,466	-	-	-	-	-	-	Within 24 months
Set up costs for UD Express outlet	9,982	5,775	579	5,196	(2,000)	(3,196)	-	Within 42 months
Repayment of borrowings	3,000	-	-	-	-	-	-	Within 6 months
Future expansion and acquisition for F&B business	3,000	2,772	2,772	-	-	-	-	Within 24 months
Estimated expenses	600	600	384	216	(216)	-	-	Within 1 months
Total	26,048	9,147	3,735	5,412	(2,216)	(3,196)	-	

(ii) Multiple Proposal

Mercury Securities Sdn Bhd had on 11 January 2023 announced that the Company proposed to undertake the following:

- > proposed reduction of Dolphin's issued share capital pursuant to Section 117 of the Company Act 2016;
- > proposed consolidation of every 10 existing Dolphin shares into 1 Consolidated Share; and
- > proposed renounceable rights issue of up to 253,505,508 Rights Shares together with up to 152,103,304 free detachable Warrants-C on the basis of 5 Rights Share together with 3 Warrants-C for every 3 Consolidated Shares held on an Entitlement Date to be determined later.

Mercury Securities had on 10 April 2023 announced that the Company submitted application to Bursa Securities for the withdrawal of the Proposed Share Consolidation and Proposed Right Issue; reason being the need to revise the structure of the Proposed Rights Issue.

At Extraordinary General Meeting held on 8 May 2023, the Shareholders passed an ordinary resolution to approve the capital reduction of Dolphin's issued share capital of RM43 million which to be set-off against accumulated losses.

Mercury Securities had on 26 October 2023 announced that Dolphin proposes to undertake a revised renounceable rights issue exercise which entails the proposed issuance of up to 178,384,776 Rights Shares together with up to 133,788,582 free detachable Warrants-C at an issue price of RM0.075 per Rights Shares on the basis of 4 Rights Shares together with 3 Warrants-C for every 3 Shares held on an entitlement date to be determined later.

However Mercury Securities announced that the Board had on 2 April 2024 resolved to abort the Proposed Rights Issue as Dolphin intends to explore other more expeditious manner to raise funds for its working capital.

Save as disclosed above, there were no other material corporate proposals announced.

B7 Bank Borrowings

	<u>30.06.2024</u>	<u>30.06.2023</u>
	<i>RM'000</i>	<i>RM'000</i>
Short term borrowings		
Secured :-		
Term loan	739	739
Long term borrowings		
Secured :-		
Term loan	5,906	6,624
Total	<u><u>6,645</u></u>	<u><u>7,363</u></u>



PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA LISTING REQUIREMENTS (Cont'd)

B8 Off Balance Sheet Financial Instruments

There is no off balance sheet financial instruments as at the date of this report.

B9 Material Litigation

Genesis Corp Pte. Ltd. & 2 others against DRSSB, Dolphin Applications Sdn. Bhd. (“DASB”), DIB and Low Teck Yin (“LTY”) (Shah Alam High Court Civil Suit No.: BA-22NCvC-148-04/2023 (“Suit”))

Ex-parte Order

DRSSB, DASB and DIB had, on 27 April 2023, received a copy of a draft ex-parte Order dated 27 April 2023 granted by the High Court in the Suit (“Ex-parte Order”). DRSSB, DASB, DIB and LTY were named as defendants in the Suit. The Ex-parte Order has the effect of, among others, preventing the voluntary winding up of DRSSB, DASB and DIB.

On 3 May 2023, the solicitors for DRSSB, DASB and DIB received the sealed Ex-parte Order. On 9 May 2023, the solicitors for DRSSB, DASB and DIB received the Writ, Statement of Claim and the cause papers for the Plaintiff’s injunction application dated 20 April 2023 in enclosure 4 (“Encl. 4”). DRSSB, DASB and DIB entered appearance on 10 May 2023.

Ex-parte Order was set aside

On 31 May 2023, the solicitors for DRSSB, DASB and DIB filed an application in enclosure 11 and 12 (“Setting Aside Applications”) to among others, set aside the Ex-parte Order and claim for an assessment to be conducted on the damages suffered by DRSSB, DASB and DIB as a result of the Ex-parte Order. Encl. 4 and Encl. 12 were heard together on 1 August 2023. The Court dismissed Encl. 4 with costs of RM10,000-00. The Court also allowed the Setting Aside Applications.

Assessment of Damages

On 25 August 2023, the solicitors for DASB and DIB filed an application to seek directions for assessment of damages incurred by DASB and DIB as a result of the Ex-parte Order. The trial for assessment of damages is fixed on 20 & 21 May 2025. The next case management is fixed on 21 April 2025 before the Registrar, and the final case management is fixed before the Judge on 6 May 2025 for parties to update the Court on the compliance of pre-trial directions.

Main Suit (Encl. 1)

On 18 October 2023, DASB & DIB filed an application for security for costs against the 1st Plaintiff in enclosure 39 (“Encl. 39”). On 4 January 2024, Encl. 39 was allowed, where the 1st Plaintiff is required to pay a sum of RM250,000-00 as security for costs within 14 days from 4 January 2024, failing which the claim will be dismissed.

The 1st Plaintiff failed to do so, and hence, on 22 January 2024, the Court ordered that the entire Plaintiffs’ claim against the DASB & DIB is struck out with no further order.

B10 Earnings Per Share

Basic and diluted

Basic earnings per share is calculated by dividing the profit after taxation for the period by the weighted average number of ordinary shares in issue during the period.

	Current Quarter		Cumulative quarter	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
Profit/(Loss) attributable to equity holders (RM'000)	425	(12,749)	(523)	(8,860)
Weighted average number of ordinary shares in issue ('000)	133,789	1,337,883	133,789	1,326,097
Basic earnings per share (sen)	0.32	(0.95)	(0.39)	(0.67)

The diluted earnings per share is equal to the basic earnings per share as the outstanding warrants are anti-dilutive.



PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA LISTING REQUIREMENTS (Cont'd)

B11 Dividends

No dividends has been declared or proposed for the current financial quarter under review.

B12 Profit/(Loss) before taxation

	Current Quarter		Cumulative Quarter	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) before taxation is arrived at after charging/(crediting):-				
Amortisation of intangible assets	73	181	293	399
Intangible assets written off	-	275	-	275
Bad debts written off	-	414	3	418
Depreciation of property, plant and equipment and Investment property and right-of-use assets	577	1,328	1,327	2,080
Finance costs	155	159	501	507
Interest income	-	(10)	-	(34)
(Gain)/ loss on disposal of property, plant and equipment	-	44	(121)	44
Loss/ (gain) on foreign exchange				
- Realised	-	-	(20)	(24)
- Unrealised	-	(4)	-	(0)
Reversal of contingent consideration not payable	(1,837)	-	(3,937)	-

B13 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 27 August 2024.