

XIN HWA HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No.: 201301002265 (1032102-P)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2024

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XIN HWA HOLDINGS BERHAD

(Incorporated in Malaysia) Registration no.: 201301002265 (1032102-P)

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Financial Period Ended 30 SEPTEMBER 2024

	Note	Second Quarter Ended		Cumulative Quarter Ended	
		30.9.2024 RM'000 Unaudited	30.9.2023 RM'000 Unaudited	30.9.2024 RM'000 Unaudited	30.9.2023 RM'000 Unaudited
REVENUE	A9	43,219	31,743	76,509	68,770
COST OF SALES		(34,677)	(26,218)	(59,461)	(56,943)
GROSS PROFIT		8,542	5,525	17,048	11,827
OTHER INCOME		1,297	570	4,017	788
		9,839	6,095	21,064	12,615
ADMINISTRATIVE EXPENSES		(8,514)	(7,342)	(16,363)	(15,281)
SELLING AND DISTRIBUTION EXPENSES		(419)	(363)	(748)	(689)
FINANCE COSTS		(2,090)	(1,712)	(4,143)	(3,440)
PROFIT/ (LOSS) BEFORE TAX	B5	(1,184)	(3,322)	(190)	(6,795)
INCOME TAX EXPENSE	B6	(277)	(347)	(519)	(786)
PROFIT/ (LOSS) AFTER TAX		(1,461)	(3,669)	(709)	(7,581)
OTHER COMPREHENSIVE (EXPENSE)/ INCOME		(220)	(103)	(220)	78
TOTAL COMPREHENSIVE INCOME/ (EXPENSES) FOR THE FINANCIAL PERIOD		(1,681)	(3,772)	(929)	(7,503)
PROFIT/ (LOSS) AFTER TAX ATTRIBUTABLE TO:-					
- Owners of the Company		(1,831)	(3,351)	(1,079)	(7,274)
- Non-controlling interests		370	(318)	370	(307)
		(1,461)	(3,669)	(709)	(7,581)
TOTAL COMPREHENSIVE INCOME/ (EXPENSES) ATTRIBUTABLE TO:-					
- Owners of the Company		(2,051)	(2,454)	(1,299)	(7,196)
- Non-controlling interests		370	(318)	370	(307)
		(1,681)	(2,772)	(929)	(7,503)
Profit/ (loss) per share (sen) attributable to owners of the Company:-	B11				
- Basic		(0.72)	(1.31)	(0.42)	(2.85)
- Diluted		N/A	(1.31)	N/A	(2.85)

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to these interim financial statements.

XIN HWA HOLDINGS BERHAD

(Incorporated in Malaysia) Registration no.: 201301002265 (1032102-P)

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

	Note	As at 30.9.2024 RM'000 Unaudited	As at 31.3.2024 RM'000 Audited
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		270,436	272,986
Right-of-use assets		107,580	111,858
Goodwill		4,879	4,879
		382,895	389,723
CURRENT ASSETS			
Inventories		2,641	3,889
Trade receivables		29,471	24,226
Other receivables, deposits and prepayments		11,288	5,963
Current tax assets		3,134	3,574
Fixed deposits with licensed banks		644	2,601
Cash and bank balances		3,840	6,689
		51,018	46,942
TOTAL ASSETS		433,913	436,665
EQUITY AND LIABILITIES			
EQUITY			
Share capital		120,905	120,905
Reserves		84,575	85,874
		205,480	206,779
Equity attributable to owners of the Company			
Non-controlling interests		6,412	6,042
		211,892	212,821
TOTAL EQUITY		211,892	212,821
NON-CURRENT LIABILITIES			
Amount due to a director		810	911
Lease liabilities		46,157	51,752
Hire purchase payables	B8	2,680	3,303
Term loans	B8	82,548	77,654
Deferred tax liabilities		12,431	12,427
		144,626	146,047
CURRENT LIABILITIES			
Trade payables		18,892	15,011
Other payables and accruals		13,162	15,776
Amount due to director		3,150	190
Amount due to ultimate holding company		2,665	114
Lease liabilities		10,368	8,241
Hire purchase payables	B8	1,039	859
Term loans	B8	2,443	13,267
Bankers' acceptances	B8	5,436	7,812
Bank overdrafts	B8	20,235	16,371
Current tax liabilities		5	156
		77,395	77,797
TOTAL LIABILITIES		222,021	223,844
TOTAL EQUITY AND LIABILITIES		433,913	436,665
Net assets per share attributable to ordinary equity holders of the parent (RM) (1)		0.80	0.81

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to these interim financial statements.

(1) - Based on the issued share capital of 255,657,879 ordinary shares.

XIN HWA HOLDINGS BERHAD

(Incorporated in Malaysia) Registration no.: 201301002265 (1032102-P)

Unaudited Condensed Consolidated Statement of Changes in Equity for the Financial Period Ended 30 SEPTEMBER 2024

	----- Attributable to owners of the Company -----					Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Merger Deficit RM'000	Revaluation Reserve RM'000	Foreign Exchange Translation Reserve RM'000	Retained Profits RM'000			
As at 1 April 2024	120,905	(68,979)	76,920	95	77,838	206,779	6,042	212,821
Profit after tax for the financial period	-	-	-	-	(1,079)	(1,079)	370	(709)
Other comprehensive expenses for the financial period:- - Foreign currency translation differences	-	-	-	(220)	-	(220)	-	(220)
Total comprehensive income for the financial period	-	-	-	(220)	(1,079)	(1,299)	370	(929)
As at 30 September 2024	120,905	(68,979)	76,920	(125)	76,759	205,480	6,412	211,892
As at 1 April 2023	120,905	(68,979)	37,330	52	99,110	188,418	5,848	194,266
Loss after tax for the financial period	-	-	-	-	(7,274)	(7,274)	(307)	(7,581)
Other comprehensive income for the financial period:- - Foreign currency translation differences	-	-	-	78	-	78	-	78
Total comprehensive expenses for the financial period	-	-	-	78	(7,274)	(7,196)	(307)	(7,503)
As at 30 September 2023	120,905	(68,979)	37,330	130	91,836	181,222	5,541	186,763

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to these interim financial statements.

XIN HWA HOLDINGS BERHAD

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Unaudited Condensed Consolidated Statement of Cash Flows for the Financial Period Ended 30 SEPTEMBER 2024

	Note	As at 30.9.2024 RM'000 Unaudited	As at 30.9.2023 RM'000 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss) before tax		(190)	(6,795)
Adjustments for:-			
Depreciation expenses		10,618	8,864
Interest expenses		4,001	3,387
Interest income		(247)	(100)
Gain on disposal of property, plant and equipment		(2,349)	(54)
Reversal of impairment losses on property, plant and equipment		(497)	-
Unrealised gain on foreign exchange		(78)	-
		<hr/>	<hr/>
Operating profit before working capital changes		11,258	5,302
Decrease in inventories		1,249	4,855
(Increase)/Decrease in trade and other receivables		(10,504)	2,078
Increase/(Decrease) in trade and other payables		726	(2,941)
Increase in amount owing to director		2,858	-
Increase in amount owing to ultimate company		2,551	-
		<hr/>	<hr/>
CASH FROM OPERATIONS		8,138	9,294
Income tax paid		(230)	(652)
Income tax refunded		-	-
		<hr/>	<hr/>
NET CASH FROM OPERATING ACTIVITIES		7,908	8,642
CASH FLOWS FROM/ (FOR) INVESTING ACTIVITIES			
Addition to right-of-use assets		(558)	-
Interest income received		247	100
Withdrawal/ (placement) of fixed deposits		1,957	1,451
Proceeds from disposal of property, plant and equipment		2,943	157
Purchase of property, plant and equipment		(2,974)	(7,066)
		<hr/>	<hr/>
NET CASH FROM/ (FOR) INVESTING ACTIVITIES		1,615	(5,358)
CASH FLOWS FOR FINANCING ACTIVITIES			
Draw down of bankers' acceptances		5,835	9,371
Draw down of hire purchase payables		-	242
Draw down of term loans		387	1,148
Interest paid		(4,001)	(3,387)
Net repayment of bankers' acceptance		(8,211)	(7,027)
Net repayment of hire purchase payables		(443)	(318)
Net repayment of lease liabilities		(3,470)	(2,639)
Net repayment of term loans		(6,317)	(6,018)
Proceeds from the issuance of ordinary shares	A7	-	-
		<hr/>	<hr/>
NET CASH FOR FINANCING ACTIVITIES		(16,220)	(8,628)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(6,697)	(5,344)
EFFECT OF FOREIGN EXCHANGE TRANSLATION		(17)	50
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD		(9,672)	(933)
		<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD		(16,386)	(6,227)
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD COMPRISE:-			
- Deposit with financial institutions		9	4,772
- Cash and bank balances		3,841	4,753
- Bank overdraft		(20,235)	(15,752)
		<hr/>	<hr/>
		(16,386)	(6,227)

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to these interim financial statements.

XIN HWA HOLDINGS BERHAD

(Incorporated in Malaysia) Registration no.: 201301002265 (132102-P)

Interim Financial Report for the Financial Period Ended 30 SEPTEMBER 2024

Part A – Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting

A1. Basis of Preparation

The interim financial report is 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, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 March 2024 and the accompanying explanatory notes attached to the audited financial statements.

The accounting policies and methods of computations adopted in these interim financial statements are consistent with those adopted in the financial statements for the financial year ended 31 March 2024.

A2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those adopted as disclosed in the financial statements for the year ended 31 March 2024, except for the following: -

- (a) New applicable accounting standards adopted during the current financial year

MFRSs and/or IC Interpretations (Including The Consequential Amendments)
Amendments to MFRS 101: Disclosure of Accounting Policies
Amendments to MFRS 108: Definition of Accounting Estimates
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

- (b) New applicable accounting standards issued but not yet effective

The Group and the Company have 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: -

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
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: Lack of Exchangeability	1 January 2025
MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
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

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.

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Interim Financial Report for the Financial Period Ended 30 SEPTEMBER 2024**Part A – Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting****A3. Auditors' Report on Preceding Annual Financial Statements**

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 31 March 2022. A material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern.

A4. Seasonal or Cyclical Factors

The financial performance of the Group is not significantly affected by any seasonal or cyclical factors.

A5. Item of Unusual Nature

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow because of their nature, size or incidence for the financial quarter under review.

A6. Material Changes in Estimates

There were no changes in estimates of amounts reported in prior financial years that have had a material effect in the current financial quarter.

A7. Changes in Debt and Equity Securities

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

A8. Dividend Paid

There was no dividend paid during the current quarter under review.

A9. Segmental Information

The Group has two reportable segments as shown below, which are the Group's strategic business units in three principal geographical areas. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment.

Business activities

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>				
Land transport, warehousing and other services	37,210	26,800	65,272	59,569
Manufacturing	6,010	4,943	11,236	9,201
Total	43,220	31,743	76,508	68,770
<u>Profit/ (Loss) before tax</u>				
Land transport, warehousing and other services	(1,574)	(3,914)	(751)	(7,973)
Manufacturing	389	592	560	1,178
Total	(1,184)	(3,322)	(190)	(6,795)

Interim Financial Report for the Financial Period Ended 30 SEPTEMBER 2024

Part A – Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting

Geographical area

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>				
Malaysia	41,762	25,833	72,920	57,437
Singapore	1,158	5,156	2,955	10,041
Indonesia	299	754	634	1,292
Total	43,219	31,743	76,509	68,770

A10. Valuation of Property, Plant and Equipment

As at 30 September 2024, all property, plant and equipment other than land and buildings are stated at cost less accumulated depreciation. Land and buildings are stated at valuation, which are the fair values at the date of revaluation.

A11. Material Events Subsequent to the End of Interim Period

On 5 November 2024 the Company announced that Xin Hwa Trading & Transport Sdn. Bhd. (“XHTT”), a wholly-owned subsidiary of the Company, has on 4 November 2024 received a notice from the Land Public Transport Agency (‘APAD’) Johor Bahru regarding the suspension of its Goods Vehicle Operator License (“Operator License”). The suspension will take effect from 13 November 2024 to 10 February 2025, or until XHTT achieves full compliance with the Code of Practice for Industrial Safety (“ICOP-Keselamatan”) (“Suspension Period”).

The suspension was imposed due to XHTT’s non-full compliance with the ICOP-Keselamatan, specifically in ensuring that all goods vehicles under its operation are maintained in a condition deemed safe for use by the Director General of Road Transport (“Suspension”).

During the Suspension Period, XHTT will not be permitted to operate or provide any services using any vehicles covered under the terms of its Operator License.

XHTT is a major subsidiary of the Company pursuant to the definition given in the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

By making reference to the financial performance of September 2024, the adverse financial impact arising from the Suspension is estimated at 15% to 20% of the Group’s revenue (monthly basis). In the event the Suspension Period remains at 3 months, the adverse impact on the Group’s revenue throughout the entire financial year would be in the region of 4% to 5%.

The expected losses are estimated to be about 21% (being the gross profit margin taken from the Audited Financial Statements for the financial year ended 31 March 2024) of the affected revenue. Nevertheless, the Company is taking immediate actions to mitigate the losses by arranging the vehicles registered under other subsidiaries to fulfil the urgent deliveries of XHTT and outsource some of the services to competent third party(ies) transporters.

The Company acknowledges that the Suspension would have an adverse impact on its operations. In response, the Company is taking immediate corrective actions to ensure full compliance with the ICOP-Keselamatan.

A formal written appeal has been submitted to APAD on 6 November 2024, with the supporting facts that the compliance issues raised by APAD have since been solved. In the appeal, the Company has requested for the Suspension to be lifted as soon as possible in order for the operations of XHTT to be resumed.

Save for the above there were no material events that have occurred subsequent to the end of the current financial

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Interim Financial Report for the Financial Period Ended 30 SEPTEMBER 2024

Part A – Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting

quarter from 1 October 2024 to the date of this report.

A12. Changes in Composition of the Group

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

A13. Contingent Liabilities or Contingent Assets

No provisions are recognised on the following matters as it is not probable that a future sacrifice of economic benefits will be required or the amount is not capable of reliable measurement: -

	RM'000
Secured:	
- Corporate guarantee given to licensed bank for credit facilities granted to subsidiary	110,662

A14. Capital Commitments

Capital commitments for property, plant and equipment not provided for as at 30 September 2024 are as follows:-

	RM'000
Approved and contracted for:	
- Property, plant and equipment	-

A15. Related party transactions

There was no material related party transactions during the current financial quarter under review.

Interim Financial Report for the Financial Period Ended 30 SEPTEMBER 2024**Part B – Explanatory Notes Pursuant to the Main Market Listing Requirements of Bursa Securities****B1. Review of Performance of the Group**

For the current financial quarter ended 30 September 2024, the Group recorded revenue of RM43.2 million, an increase of 36.2% or RM11.5 million as compared to the corresponding preceding financial period. This growth was predominantly driven by the land transport operation and warehouse & distribution, which experienced a revenue increase of RM 11.3 million. The growth in the land transport and warehousing sectors was significantly bolstered by the contributions of two newly incorporated companies, Xin Hwa International Sdn Bhd (“XHILSB”) and Xin Hwa Supply Chain Sdn Bhd (“XHSC”), which commenced operations in Q4 FY2024 and Q3 FY2024, respectively.

The Group’s revenue is principally derived from land transport and warehousing, which contributing approximately 87% of the Group’s total revenue. Further zooming into the division, of the RM43.2 million, land transport and warehousing contributed RM29.6 million (68.5%) and RM7.8 million (18.1%) respectively. On the other hand, the manufacturing segment accounted for the remaining 13.9% or RM6.0 million of the Group’s total revenue.

In terms of profitability, the group gross profit is 19.7% for current quarter ended 30 September 2024, which is slightly higher than preceding quarter ended 30 September 2023. However, after deducting operating expenses (administrative expenses, selling & distribution and finance costs), the group suffer losses higher loss margin at 12% compared to preceding financial quarter ended 30 September 2023 at 9%.

The Group reported a loss before tax (“LBT”) of RM1.2 million for the current financial quarter as compared to a LBT of RM3.3 million for the corresponding preceding financial quarter. The decrease in LBT as compared to the corresponding preceding financial period was primarily due to the improved sales, lower operating expenses, depreciation and salaries expenses in current financial quarter and the disposal gain of property, plant and equipment..

B2. Variation of Quarterly Results Compared to the Results of the Preceding Quarter

	3 Months Ended		Deviation	
	30.09.2024	30.06.2024	Amount	
	RM’000	RM’000	RM’000	%
Revenue	43,219	33,289	9930	29.8
Profit/(Loss) Before Tax	(1,184)	994	(2,178)	(291.1)

The Group’s total revenue increase by 29.8%, arising from RM33.3 million in the immediate preceding financial quarter to RM43.2 million in the current financial quarter. The increase in revenue as compared to immediate preceding quarter was mainly due to the cargo transportation services by XH Universal Sdn Bhd (“XHUF”).

The Group reported a LBT of RM1.2 million for the current quarter, a significant decrease from the profit before tax (“PBT”) of RM0.9 million in the immediate preceding quarter. This reduction can be attributed to gain of disposal of property, plant and equipment for the last preceding financial quarter. .

Interim Financial Report for the Financial Period Ended 30 SEPTEMBER 2024

Part B – Explanatory Notes Pursuant to the Main Market Listing Requirements of Bursa Securities

B3. Prospects of the Group

The Group foresees ongoing challenges within its operating business environment. To navigate these economic conditions, the Group has taken necessary measures to actively engage with businesses, ensuring cost-savings and reductions while combating the challenging economic environment. The Group will continuously monitor the changes in business environment and supply chains.

The Group is dedicated to expanding its operations in line with the current economic environment through the following business expansion plans:

- Expansion of the Group's fleet of vehicles;
- Expansion into the Indonesian market;
- Enhance the warehousing facilities of the Group;
- Expansion of the external haulage division in Penang and Kuantan, and
- Expansion of the manufacturing capacity

B4. Profit Forecast and Profit Estimate

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

B5. Profit/(Loss) before tax

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
Profit/ (loss) before tax is arrived after charging/ (crediting):				
Depreciation expenses	5,383	4,420	10,618	8,864
Gain on disposal of property, plant and equipment	(244)	(5)	(2,349)	-
(Gain)/ loss on foreign exchange				
- Realised	(59)	8	(60)	(14)
- Unrealised	231	(335)	309	(335)
Interest expense	2,003	1,686	4,001	3,387
Interest income	(221)	(38)	(247)	(100)

Save for the above, the other items as required under Paragraph 16, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

B6. Income Tax Expense

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
<u>Income tax expense</u>				
Current tax expense	277	347	519	786
Deferred tax expense	-	-	-	-
Total	277	347	519	786

The Group's effective tax rates for current quarter and cumulative quarter ended were lower than the Malaysian statutory tax rate of 24% mainly due to the qualifying capital expenditure and the losses incurred by some of the subsidiary companies.

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Interim Financial Report for the Financial Period Ended 30 SEPTEMBER 2024**Part B – Explanatory Notes Pursuant to the Main Market Listing Requirements of Bursa Securities**

B7. Status of Corporate Proposals

There was no other corporate proposal announced and not completed as at the date of this report.

B8. Group Borrowings

The Group's borrowings as at 30 September 2024 are as follows:

	As at 30.9.2024 RM'000 Unaudited	As at 31.3.2024 RM'000 Audited
<u>Long-term borrowings (Secured)</u>		
Hire purchase payables	2,680	3,303
Term loans	82,548	77,654
	<hr/> 85,228	<hr/> 80,957
<u>Short-term borrowings (Secured)</u>		
Hire purchase payables	1,039	859
Term loans	2,443	13,267
Banker acceptance	5,436	7,812
Bank overdrafts	20,235	16,371
	<hr/> 29,153	<hr/> 38,309
Total borrowings	<hr/> 114,381	<hr/> 119,266

B9. Material Litigation

The Group does not have any material litigation and the Directors are not aware of any proceedings pending or threatened against the Group as at the date of issuance of this interim financial report.

B10. Dividends

No dividend was declared or paid for the financial quarter under review.

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Interim Financial Report for the Financial Period Ended 30 SEPTEMBER 2024**Part B – Explanatory Notes Pursuant to the Main Market Listing Requirements of Bursa Securities****B11. Loss Per Share**

Basic and Diluted Loss Per Share

The basic and diluted loss per share for the current quarter and financial period to date are computed as follows: -

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.9.2024	30.9.2023	30.9.2024	30.9.2023
	RM'000	RM'000	RM'000	RM'000
Profit/ (loss) after tax attributable to owners of the Company	(1,831)	(3,351)	(1,079)	(7,274)
Weighted average number of ordinary shares in issue ('000) (basic)	255,658	255,658	255,658	255,658
Effects of conversion of warrants	N/A	-	N/A	-
Weighted average number of ordinary shares in issue ('000) (diluted)	N/A	255,658	N/A	255,658
Basic earnings/ (loss) per share (sen)	(0.72)	(1.31)	(0.42)	(2.85)
Diluted loss per share (sen)	N/A	(1.31)	N/A	(2.85)