

PDZ HOLDINGS BHD [199501031213 (360419 - T)]

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the financial period ended 30 September 2024 (Unaudited)

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Quarter	To Date	To Date
	<u>30.9.2024</u>	<u>30.9.2023</u>	<u>30.9.2024</u>	<u>30.9.2023</u>
	RM '000	RM '000	RM '000	RM '000
Revenue	2,015	2,086	6,586	6,404
Cost of sales	(1,803)	(1,886)	(5,945)	(5,794)
Gross profit	<u>212</u>	<u>200</u>	<u>641</u>	<u>610</u>
Other income/(expenses)	432	(47)	8,220	(420)
General and administrative expenses	(474)	(865)	(1,294)	(3,297)
Profit/(Loss) from operations	<u>170</u>	<u>(712)</u>	<u>7,567</u>	<u>(3,107)</u>
Interest income	290	391	861	1,045
Share of results from a joint venture	60	57	170	147
Profit/(Loss) before tax	<u>520</u>	<u>(264)</u>	<u>8,598</u>	<u>(1,915)</u>
Taxation	-	-	-	-
Profit/(Loss) after tax	<u>520</u>	<u>(264)</u>	<u>8,598</u>	<u>(1,915)</u>
Other comprehensive expense:				
Changes in fair value of financial assets	-	-	-	(397)
Profit/(Loss) after tax and other comprehensive expense for the financial period	<u><u>520</u></u>	<u><u>(264)</u></u>	<u><u>8,598</u></u>	<u><u>(2,312)</u></u>
Profit/(Loss) after tax attributable to:				
- Owners of the Company	520	(264)	8,598	(1,915)
- Non-controlling interests	-	-	-	-
	<u><u>520</u></u>	<u><u>(264)</u></u>	<u><u>8,598</u></u>	<u><u>(1,915)</u></u>
Profit/(Loss) after tax and other comprehensive expense attributable to:				
- Owners of the Company	520	(264)	8,598	(2,312)
- Non-controlling interests	-	-	-	-
	<u><u>520</u></u>	<u><u>(264)</u></u>	<u><u>8,598</u></u>	<u><u>(2,312)</u></u>
Earnings/(Loss) per share (sen)				
- Basic	0.09	(0.05)	1.46	(0.33)
- Diluted	N/A	N/A	N/A	N/A

(The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.)

PDZ HOLDINGS BHD [199501031213 (360419 - T)]
Condensed Consolidated Statement of Financial Position
as at 30 September 2024 (Unaudited)

	(Unaudited) As at <u>30.9.2024</u> RM '000	(Audited) As at <u>31.12.2023</u> RM '000
ASSETS		
Non-current assets		
Property, plant and equipment	3,185	3,383
Investments in a joint venture	9,581	9,411
Other investments	-	1,190
	<u>12,766</u>	<u>13,984</u>
Current assets		
Trade receivables	4,190	6,254
Other receivables	603	596
Deposits and prepayments	49,921	29,195
Tax recoverable	691	691
Term deposits	37,345	55,527
Cash and cash equivalent	597	457
	<u>93,347</u>	<u>92,720</u>
TOTAL ASSETS	<u><u>106,113</u></u>	<u><u>106,704</u></u>
EQUITY AND LIABILITIES		
Share capital	158,573	158,573
Reserves	6,077	5,812
Accumulated losses	(65,550)	(73,883)
Equity attributable to owners of the Company	<u>99,100</u>	<u>90,502</u>
Non-controlling interests	<u>103</u>	<u>103</u>
Total equity	<u>99,203</u>	<u>90,605</u>
Non-current liabilities		
Deferred taxation	283	283
	<u>283</u>	<u>283</u>
Current liabilities		
Trade payables	3,406	5,707
Other payables and accruals	3,221	10,109
	<u>6,627</u>	<u>15,816</u>
Total liabilities	<u>6,910</u>	<u>16,099</u>
TOTAL EQUITY AND LIABILITIES	<u><u>106,113</u></u>	<u><u>106,704</u></u>
No. of ordinary shares ('000)	588,367	588,367
Net assets per share (sen)	16.84	15.38

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.)

PDZ HOLDINGS BHD [199501031213 (360419 - T)]
Condensed Consolidated Statement of Changes in Equity
for the financial period ended 30 September 2024 (Unaudited)

	<-Attributable to owners of the Company->				Non- controlling interests RM '000	Total equity RM '000
	Share capital	Reserves	Retained earnings	Total		
	RM '000	RM '000	RM '000	RM '000		
At 1 January 2024	158,573	5,812	(73,883)	90,502	103	90,605
Transfers	-	265	(265)	-		
Profit for the financial year	-	-	8,598	8,598	-	8,598
At 30 September 2024	<u>158,573</u>	<u>6,077</u>	<u>(65,550)</u>	<u>99,100</u>	103	<u>99,203</u>
At 1 January 2023	158,208	6,077	(69,366)	94,919	103	95,022
Share issuance under ESOS	365	-	-	365	-	365
Loss for the financial year	-	-	(4,517)	(4,517)	-	(4,517)
Other comprehensive expenses	-	(265)	-	(265)	-	(265)
At 31 December 2023	<u>158,573</u>	<u>5,812</u>	<u>(73,883)</u>	<u>90,502</u>	103	<u>90,605</u>

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.)

PDZ HOLDINGS BHD [199501031213 (360419 - T)]
Condensed Consolidated Statement of Cash Flows
for the financial period ended 30 September 2024 (Unaudited)

	(Unaudited) Year To Date <u>30.9.2024</u> RM '000	(Audited) Year To Date <u>30.9.2023</u> RM '000
Cash flow from operating activities		
Profit/(loss) before tax	8,598	(1,915)
Adjustments for:		
Depreciation	198	261
Amortisation of intangible asset	-	648
Reversal of provision for liabilities	(6,911)	-
Interest income	(861)	(1,045)
Share of net profit from a joint venture	(170)	(147)
Unrealised loss/(gain) on foreign exchange	(353)	420
	<u>501</u>	<u>(1,778)</u>
Changes in working capital:		
Receivables	(19,829)	(10,687)
Payables	(1,925)	1,244
Cash used in operations	<u>(21,253)</u>	<u>(11,221)</u>
Interest received	2,026	908
Income tax refund	-	156
Net cash outflows from operating activities	<u>(19,227)</u>	<u>(10,157)</u>
Cash flow from investing activities		
Disposal of/(Investment in) quoted shares	1,186	(1,455)
(Placements)/withdrawal of long-term deposits	(6,688)	4,766
Net cash inflows from investing activities	<u>(5,502)</u>	<u>3,311</u>
Net change in cash and cash equivalents	(24,729)	(6,846)
Cash and cash equivalents at beginning of the year	25,384	51,545
Cash and cash equivalents at end of the financial year	<u>655</u>	<u>44,699</u>
Cash and cash equivalents comprise:		
Cash and bank balances	597	4,777
Term deposits at call	39,308	55,472
Less: provision for expected credit loss	(1,963)	-
Cash equivalents as presented in the balance sheet	<u>37,943</u>	<u>60,249</u>
Less: Deposits held more than 3 months	(37,288)	(15,550)
Cash equivalents as presented in the statement of cash flows	<u>655</u>	<u>44,699</u>

(The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.)

A. Compliance with Malaysian Financial Reporting Standards (“MFRS”) 134

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the reporting requirements of MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board and Paragraph 9.22 Main Market Listing Requirements of the Bursa Malaysia Securities Berhad. The interim financial report also complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board. The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023. The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted for the financial statements for the financial year ended 31 December 2023.

As at 1 January 2024, the Group have adopted the following Amendments to MFRSs that have been issued by the Malaysian Accounting Standards Board (“MASB”):

- 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
- Amendments to MFRS 107 and MFRS 7, Supplies Finance Arrangement

The adoption of the above pronouncements has no material financial impact to the Group.

A2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements of the Group for the financial period ended 31 December 2023 was not subject to any qualification.

A3. Seasonal or Cyclical Factors

The Group’s turnover is seasonal in nature, as there are low and peak demand periods during the different months of the year.

A4. Unusual Items Due to Their Nature, Size or Incidence

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

A5. Changes in Estimates

There were no material changes in estimates that have a material effect on the financial results during the current quarter.

A6. Changes in Debt and Equity securities

There were no issuances, cancellations, repurchases, resale or repayments of debt and equity securities during the current quarter.

A7. Dividend paid

There were no dividends paid during the current quarter.

A8. Valuation of Property and Equipment

The Group did not revalue any of its property, plant and equipment during the current reporting period.

A9. Subsequent Events

There were no material events subsequent to the end of the reporting period requiring adjustments.

A10. Changes in Composition of the Group

There was no change in composition of the Group during the current reporting period.

A11. Capital commitments

There were no material capital commitments as at the end of the reporting period.

A12. Contingent Liabilities and Contingent Assets

There were no contingent liabilities and contingent assets as at the end of the reporting period.

B. Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad**B1. Operating segments review**Financial review for Current Quarter and Cumulative Quarter:

	Individual Period (3 rd Quarter)			Individual and Cumulative Period (3 rd Quarter)		
	Current Financial Year 30/09/24 RM'000	Preceding Financial Year 30/09/23 RM'000	Changes (Amount) RM'000	Current Financial Year 30/09/24 RM'000	Preceding Financial Year 30/09/23 RM'000	Changes (Amount) RM'000
Revenue	2,015	2,086	(71)	6,586	6,404	182
Operating Profit / (Loss)	170	(712)	882	7,567	(3,107)	10,674
Profit / (Loss) Before Interest and Tax	230	(655)	885	7,737	(2,960)	10,697
Profit / (Loss) Before Tax	520	(264)	784	8,598	(1,915)	10,513
Profit / (Loss) After Tax	520	(264)	784	8,598	(1,915)	10,513
PLAOC*	520	(264)	784	8,598	(1,915)	10,513

* Profit / (loss) Attributable to the Owners of the Company

B. Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B1. Operating segments review (continued)

The Group registered decrease in revenue for the current quarter compared to the preceding year corresponding quarter due to the lower volume transported by the Group.

Overall, the Group recorded increase in revenue for the cumulative quarter compared to the preceding year cumulative quarter due to the overall higher volume transported by the Group.

The Group registered a Profit After Tax for the current quarter and cumulative quarter compared to the preceding year corresponding quarter and cumulative quarter due to lower general and administrative expenses as well as the reversal of provision for liabilities due to outcome of a litigation matter in favor of the Group in the current financial year.

Financial review for Current Quarter and Immediate Preceding Quarter:

	Current Quarter	Immediate Preceding Quarter	Changes (Amount)
	30/09/24	30/06/24	
	RM'000	RM'000	RM'000
Revenue	2,015	2,156	(141)
Profit from operations	170	679	(509)
Profit Before Interest and Tax	230	735	(505)
Profit Before Tax	520	880	(360)
Profit After tax	520	880	(360)
Profit / (loss) Attributable to the Owners of the Company	520	880	(360)

The Group registered lower revenue for the current quarter compared to the immediate preceding quarter due to the decrease in volume transported by the Group. The Group registered a lower Profit After Tax in the current quarter compared to the immediate preceding quarter due to the higher provision for expected credit losses on the financial assets of the Group in the current quarter.

B2. Prospects

The Group foresees continued challenges for the financial year 2024 given on-going global market economic challenges. The Group will remain watchful of the uncertainties in global economic environment that include higher freight costs, business development costs and logistical costs. The Group at the same time will continue to focus on servicing our customers in supporting their businesses' logistics requirements. The joint development and operation of an e-Commerce logistic hub in Johor with Sanichi Technology Bhd is ongoing.

B3. Profit Forecast and Profit Guarantee

The Group has not issued any profit forecast or profit guarantee in any public documents.

B4. Bank borrowings and debt securities

The Group has no borrowings and debt securities as at the end of the reporting period.

B5. Dividend Payable

The Board of Directors did not recommend any dividend for the current quarter.

B6. Trade Receivables

The Group's normal trade credit terms range from 30 days to 9 months (2023: cash terms to 9 months). Other credit terms are assessed and approved on a case-by-case basis. There are no trade receivables from related parties.

	As at 30 September 2024				Total RM'000
	Current RM'000	1-3 months RM'000	3-6 months RM'000	More than 6 months RM'000	
Denominated in RM					
Trade receivables	456	2,182	1,552	-	4,190

B7. Commitments and contingent liabilities

There were no material contingent liabilities and commitments as at the end of the reporting period.

B8. Taxation

	3 months ended individual and cumulative period		9 months ended cumulative period	
	<u>30/09/24</u> RM'000	<u>30/09/23</u> RM'000	<u>30/09/24</u> RM'000	<u>30/09/23</u> RM'000
Taxation	-	-	-	-

The Group's effective tax rate was below the statutory tax rate for the current and cumulative quarter due to non-taxable income and deferred tax assets not recognised.

B9. Earnings/(loss) per share

(a) Basic earnings/(loss) per share

Basic earnings per share of the Group is calculated by dividing the profit/(loss) attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue:

		3 months ended individual and cumulative period		9 months ended cumulative period	
		<u>30/09/24</u>	<u>30/09/23</u>	<u>30/09/24</u>	<u>30/09/23</u>
Profit / (loss) attributable to ordinary shareholders	(RM'000)	520	(264)	8,598	(1,915)
Weighted average number of ordinary shares in issue	('000)	588,367	581,367	588,367	581,367
Basic earnings/(loss) per share	(sen)	0.09	(0.05)	1.46	(0.33)

(b) Basic earnings/(loss) per share

The diluted earnings/(loss) per share is not applicable as the exercise price of Warrants have exceeded the average market price of ordinary shares during the quarter.

B10. Profit Before Taxation

Profit or loss before tax is after charging/(crediting) the following:

	3 months ended individual and cumulative period		9 months ended cumulative period	
	<u>30/09/24</u>	<u>30/09/23</u>	<u>30/09/24</u>	<u>30/09/23</u>
	RM '000	RM '000	RM '000	RM '000
Interest income	(290)	(391)	(861)	(1,045)
Depreciation expense	66	116	198	261
Amortisation of intangible asset	-	217	-	648
Reversal of provision for liabilities	-	-	(6,911)	-
Unrealised (gain)/loss on foreign exchange	(456)	47	(353)	420

B11. Status of utilisation of proceeds raised from Rights Issue with Warrants completed on 2 November 2021, following the listing and quotation of 400,249,551 Rights Shares, 133,416,423 Warrants C and 70,095,402 additional Warrants B on the Main Market of Bursa Securities on 2 November 2021.

No	Purpose	Proposed utilisation (RM'000)	Utilisation (RM'000)	Balance (RM'000)	Intended Timeframe for utilisation from date of receipt
(i)	Acquisition of factory building for the Gloves Business	25,000	(18,900)	6,100	Within 48 months ⁽¹⁾
(ii)	Capital expenditure for the Gloves Business	36,700	(25,120)	11,580	Within 48 months ⁽¹⁾
(iii)	Working capital	13,103	-	13,103	Within 48 months ⁽¹⁾
(vi)	Expenses for the Corporate Exercises	1,131	(1,131)	-	Immediate
	Total	75,934	(45,151)	30,783	

⁽¹⁾ On 1 November 2024, the Board approved an extension of timeframe for utilisation of proceeds for another 12 months to 2 November 2025.

B12. Status of utilisation of proceeds raised from Rights Issue with Warrants completed on 7 February 2018, following the listing and quotation of 434,660,560 Rights Shares and 325,995,328 Warrants on the Main Market of Bursa Securities on 7 February 2018.

No	Purpose	Proposed utilisation (RM'000)	Utilisation (RM'000)	Balance (RM'000)	Intended Timeframe for utilisation from date of receipt
(i)	Regional business expansion	1,800	-	1,800	Within 90 months
(ii)	Working capital	8,150	(8,150)	-	-
(iii)	Security deposit for bank guarantee to port authorities	350	-	350	Within 90 months
(iv)	Acquisition and/or investment in other complementary businesses and/or assets	12,346	(11,509)	837	Within 90 months
(v)	Estimated expenses for the Corporate Exercises	920	(920)	-	-
	Total	23,566	(20,579)	2,987	

B13. Off-balance sheet financial instruments

There were no financial instruments with off-balance sheet risks as at the reporting date.