



**WONG ENGINEERING CORPORATION BERHAD
AND ITS SUBSIDIARIES**

Reg No: 199601037606 (409959-W)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME FOR TWELVE MONTHS ENDED 31 OCTOBER 2024**

(The figures have not been audited)

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|---|--|---|--|---|
| | CURRENT YEAR QUARTER 31 Oct 24 (RM'000) | PRECEDING YEAR CORRESPONDING QUARTER 31 Oct 23 (RM'000) | CURRENT YEAR TO DATE 31 Oct 24 (RM'000) | PRECEDING YEAR CORRESPONDING TO DATE 31 Oct 23 (RM'000) |
| Continuing operations | | | | |
| Revenue | 8,995 | 11,341 | 36,599 | 52,695 |
| Operating Profit/(Loss) | (3,592) | (1,755) | (8,370) | (3,225) |
| Finance costs | (479) | (385) | (1,896) | (1,402) |
| Interest income | 98 | 94 | 410 | 393 |
| Share of profit/(loss) in associates after tax | (409) | (432) | (1,597) | (1,863) |
| Profit/(Loss) before tax | (4,382) | (2,478) | (11,453) | (6,097) |
| Tax Expense | 67 | (1,196) | (9) | (1,487) |
| Profit/(Loss) for the period | (4,315) | (3,674) | (11,462) | (7,584) |
| Other comprehensive income/(expense), net of tax | - | - | - | - |
| Total comprehensive income/(expense) | (4,315) | (3,674) | (11,462) | (7,584) |
| Profit/(Loss) for the year representing total comprehensive income/(expenses) for the year attributable to: | | | | |
| Owners of the Company | (4,314) | (3,673) | (11,455) | (7,578) |
| Non-Controlling interest | (1) | (1) | (7) | (6) |
| | (4,315) | (3,674) | (11,462) | (7,584) |
| Basic earnings per ordinary share (sen) - Note 23 | (1.73) | (1.47) | (4.58) | (3.03) |

The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 October 2023 and the accompanying explanatory notes set out on pages 5 to 13 which forms an integral part of this interim financial report.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2024

| | | Unaudited As at end of current quarter 31 Oct 2024 RM'000 | Audited As at preceding financial year end 31 Oct 2023 RM'000 |
|---|------|---|---|
| | Note | | |
| ASSETS | | | |
| Property, plant and equipment | | 28,251 | 43,434 |
| Right-of-use assets | | 3,036 | 3,015 |
| Investment properties | | 28,300 | 14,690 |
| Investment in an associate | | 10,209 | 8,656 |
| Other investments | | 105 | 105 |
| Prepayment | | 17 | 17 |
| Deferred Tax assets | | 772 | 795 |
| Total non-current assets | | <u>70,690</u> | <u>70,712</u> |
| Inventories | | 10,607 | 15,416 |
| Trade and other receivables | | 10,008 | 13,341 |
| Other investments | | 762 | 621 |
| Current tax assets | | 901 | 665 |
| Fixed deposits placed with licensed banks | | 702 | 683 |
| Cash and cash equivalents | | 18,208 | 23,503 |
| Total current assets | | <u>41,188</u> | <u>54,229</u> |
| Total Assets | | <u>111,878</u> | <u>124,941</u> |
| EQUITY | | | |
| Share capital | | 57,909 | 57,909 |
| Treasury shares | | (911) | (911) |
| Reserves | | 7,563 | 19,018 |
| Total equity equitable to equity holders of the Company | | <u>64,561</u> | <u>76,016</u> |
| Non-controlling interest | | 10 | 17 |
| Total Equity | | <u>64,571</u> | <u>76,033</u> |
| LIABILITIES | | | |
| Loans and borrowings | 20 | 27,904 | 36,153 |
| Lease liabilities | | 101 | - |
| Total non-current liabilities | | <u>28,005</u> | <u>36,153</u> |
| Trade and other payables | | 7,437 | 7,588 |
| Loans and borrowings | 20 | 11,750 | 5,058 |
| Lease liabilities | | 115 | 109 |
| Total current liabilities | | <u>19,302</u> | <u>12,755</u> |
| Total Liabilities | | <u>47,307</u> | <u>48,908</u> |
| Total Equity and Liabilities | | <u>111,878</u> | <u>124,941</u> |
| Net asset per share attributable to ordinary equity holders of the Company (RM) | | <u>0.26</u> | <u>0.30</u> |

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 October 2023 and the accompanying explanatory notes set out on pages 5 to 13 which forms an integral part of this interim financial report.



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE TWELVE MONTHS ENDED 31 OCTOBER 2024**

(The figures have not been audited)

<----- Attributable to shareholders of the Company ----->

<--- Non-Distributable --->

| | Share Capital RM'000 | Treasury Shares RM'000 | Distributable (Accumulated Losses)/Retained Earnings RM'000 | Total RM'000 | Non- controlling Interest RM'000 | Total Equity RM'000 |
|---|----------------------------|------------------------------|---|-----------------|---|---------------------------|
| 12 months ended 31 October 2024 (Unaudited) | | | | | | |
| At 1 November 2023 | 57,909 | (911) | 19,018 | 76,016 | 17 | 76,033 |
| Total comprehensive income/(expense) for the period | - | - | (11,455) | (11,455) | (7) | (11,462) |
| Total comprehensive income/(expense) for the period | 57,909 | (911) | 7,563 | 64,561 | 10 | 64,571 |
| Purchase of treasury shares | - | - | - | - | - | - |
| Dividends paid | - | - | - | - | - | - |
| Total transactions with owners of the Company | - | - | - | - | - | - |
| At 31 October 2024 | 57,909 | (911) | 7,563 | 64,561 | 10 | 64,571 |
| 12 months ended 31 October 2023 (Audited) | | | | | | |
| At 1 November 2022 | 57,909 | (911) | 27,471 | 84,469 | 23 | 84,492 |
| Total comprehensive income/(expense) for the period | - | - | (7,578) | (7,578) | (6) | (7,584) |
| Total comprehensive income/(expenses) for the period | 57,909 | (911) | 19,893 | 76,891 | 17 | 76,908 |
| Purchase of treasury shares | - | - | - | - | - | - |
| Dividends paid | - | - | (875) | (875) | - | (875) |
| Total transactions with owners of the Company | - | - | (875) | (875) | - | (875) |
| At 31 October 2023 | 57,909 | (911) | 19,018 | 76,016 | 17 | 76,033 |

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 October 2023 and the accompanying explanatory notes set out on pages 5 to 13 which forms an integral part of this interim financial report.



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE TWELVE MONTHS ENDED 31 OCTOBER 2024**

| | Unaudited 31 Oct 2024 RM'000 | Audited 31 Oct 2023 RM'000 |
|---|------------------------------------|----------------------------------|
| Profit/(Loss) before tax from continuing operations | (11,453) | (6,097) |
| Adjustments for: | | |
| Non-cash items | 5,905 | 7,083 |
| Non-operating items | 926 | (148) |
| Operating profit/(loss) before changes in working capital | (4,622) | 838 |
| Changes in working capital | | |
| - Net changes in current assets | 8,888 | 9,522 |
| - Net changes in current liabilities | (155) | (3,999) |
| Dividend received | 14 | - |
| Tax (paid)/refund | (222) | (773) |
| Net cash (used in)/from operating activities | 3,903 | 5,588 |
| Cash flow from investing activities | | |
| - Purchase of investment properties, machinery and equipment | (2,762) | (16,862) |
| - Proceeds from disposal of machinery and equipment | - | 1,583 |
| - Addition of investment in associates | (3,150) | - |
| - Prepayments (Note 1) | (700) | - |
| - Addition of other investments | (235) | (105) |
| - Proceeds from disposal of other investments | 813 | - |
| - Withdrawal/(Placement) of fixed deposits | (19) | (16) |
| - Interest received | 410 | 393 |
| Net cash (used in)/from investing activities | (5,643) | (15,007) |
| Cash flow from financing activities | | |
| - Payment of hire purchase creditors | (93) | (148) |
| - Payment of lease liabilities | (127) | (118) |
| - Repayment of term loan | (4,970) | (4,548) |
| - Drawdown of term loan | 3,507 | 25,680 |
| - Dividend paid | - | (875) |
| - Interest paid | (1,896) | (1,402) |
| Net cash (used in)/from financing activities | (3,579) | 18,589 |
| Net (decrease)/increase in cash and cash equivalents | (5,319) | 9,170 |
| Effects of exchange rate changes on cash and cash equivalents | 24 | 69 |
| Cash and cash equivalents at beginning of financial period | 23,503 | 14,264 |
| Cash and cash equivalents at end of financial period | 18,208 | 23,503 |

Note - Cash and cash equivalents included in the condensed consolidated cash flow statement comprise the following

| | | | |
|---|--------|--------|--------|
| Short term deposit placed with licensed banks | RM'000 | 3,990 | 9,455 |
| Cash and bank balances | RM'000 | 14,218 | 14,048 |
| | | 18,208 | 23,503 |

Note 1 - Prepayment of RM700,000 relates to subscription of preference shares into the Group's associate company, Broadway Lifestyle Sdn. Bhd. During the period ended 31 October 2024, the Group acquired plant and equipment with an aggregate cost of RM2,762,000 (31 October 2023: RM17,142,000) of which RM2,762,000 was paid by cash (31 October 2023: RM16,862,000 by cash). There was no acquisition financed through hire purchase creditor (31 October 2023: RM280,000).

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 October 2023 and the accompanying explanatory notes set out on pages 5 to 13 which forms an integral part of this interim financial report.



NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2024

Part A: Explanatory notes pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134

1. Basis of preparation

The interim financial report is unaudited and has been prepared in compliance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”), Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards and the applicable disclosure provision of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of Wong Engineering Corporation Berhad (“WECEB” or “the Company”) and its subsidiaries (“the Group”) for the year ended 31 October 2023 (“FYE23”). The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent audited financial statements for FYE23 except for adoption of the following accounting standards, amendments and interpretations that have been issued by the MASB and effective for this financial year:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2023

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 17, *Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information*
- Amendments to MFRS 101, *Presentation of Financial Statements – Disclosures of Accounting Policies*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction and International Tax Reform – Pillar Two Model Rules*

2. Audit qualification

There was no qualification on the audit report of the financial statements for the financial year ended 31 October 2023.

3. Seasonal or cyclical factors

The Group’s result is not significantly affected by any seasonal factors.

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the period under review.

5. Changes in estimates

There were no material changes in the estimates used for the preparation of this interim financial report.

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There were no issuance or repayment of debt and equity securities, share buy-backs and share cancellations for the current financial period.

The details of the treasury shares held as at 31 October 2024 are as follow:

| | Number of shares | Total Amount (RM) |
|---|------------------|-------------------|
| Balance of treasury shares as at 1 November 2023 | 2,189,800 | 910,629 |
| Shares bought back during the period | - | - |
| Shares sold during the period | - | - |
| Bonus shares received | - | - |
| Balance of treasury shares as at 31 October 2024 | 2,189,800 | 910,629 |

All the shares bought are retained as treasury shares in accordance with the requirements of Section 127 of the Companies Act, 2016. The treasury shares held had been accounted for using cost method. The amount of consideration paid, including directly attributable costs, is recognised as costs and set off against equity.

7. Dividends paid

No dividends were paid to owners of the Company during the financial quarter ended 31 October 2024.

8. Segmental revenue and results

For the purpose of management, the Group is organized into four operating segments which are manufacturing and sales of high precision stamped and turned metal parts, trading of environmental and health product, construction and property development (PD) and investment. For financial reporting purposes, the first two segments are combined and referred to as "Precision Engineering" because both segments exhibit similar long-term performance. The following is an analysis of the Group's revenue and results by the reportable business segments for the period ended 31 October 2024.

| | Individual quarter for 3 months ended 31 October | | | | | | | |
|----------------------------------|--|---------|-------------------|--------|------------|--------|---------|---------|
| | Precision Engineering | | Construction & PD | | Investment | | Total | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 8,995 | 11,341 | - | - | - | - | 8,995 | 11,341 |
| Segment profit/(loss) before tax | (3,838) | (1,992) | (515) | (599) | (29) | 113 | (4,382) | (2,478) |
| Depreciation and amortisation | 933 | 1,009 | 2 | 4 | 286 | 111 | 1,221 | 1,124 |
| Capital investment | 218 | 400 | - | 4 | 7 | 3,434 | 225 | 3,838 |



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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2024

Segmental revenue and results (cont'd)

| | Cumulative 12 months ended 31 October | | | | | | | |
|----------------------------------|---------------------------------------|---------|-------------------|---------|------------|--------|----------|---------|
| | Precision Engineering | | Construction & PD | | Investment | | Total | |
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 36,007 | 52,332 | 592 | 363 | - | - | 36,599 | 52,695 |
| Segment profit/(loss) before tax | (10,369) | (4,923) | (1,654) | (2,576) | 570 | 1,402 | (11,453) | (6,097) |
| Depreciation and amortisation | 3,835 | 4,159 | 8 | 13 | 705 | 445 | 4,548 | 4,617 |
| Capital investment | 588 | 5,353 | 2 | 6 | 2,172 | 11,783 | 2,762 | 17,142 |

Revenue shown above represents revenue generated from external customers.

Segment total asset is used to measure the return on assets of each segment. Segment liabilities information is neither included in the internal management reports nor provided regularly to the management. Hence, no disclosure is made on segment liability.

| | As at 31 October 2024 (RM'000) | | | |
|---------------|--------------------------------|-------------------|------------|---------|
| | Precision Engineering | Construction & PD | Investment | Total |
| Segment asset | 64,536 | 14,824 | 32,518 | 111,878 |

| | As at 31 October 2023 (RM'000) | | | |
|---------------|--------------------------------|-------------------|------------|---------|
| | Precision Engineering | Construction & PD | Investment | Total |
| Segment asset | 90,721 | 15,787 | 18,433 | 124,941 |

The following is an analysis of the Group's revenue on the basis of geographical location of customers. Segmental assets are also based on the geographical locations of assets. The amounts of non-current assets do not include financial instruments and deferred tax assets

| | Asia | | | | Consolidated Total RM'000 |
|---------------------------------|-----------------|-------------------------|---------------|---------------|---------------------------|
| | Malaysia RM'000 | Outside Malaysia RM'000 | Europe RM'000 | Others RM'000 | |
| Revenue from external customers | 24,955 | 7,254 | 3,859 | 531 | 36,599 |
| Non-current assets | 59,587 | - | - | - | 59,587 |

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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2024**9. Operating profit**

Operating profit is derived as:

| | Current Quarter 31 October 2024 (Unaudited) RM | Current Year to Date 31 October 2024 (Unaudited) RM |
|--|---|--|
| After charging: | | |
| Depreciation of property, plant and equipment | 881,063 | 3,629,557 |
| Depreciation right-of-use assets | 54,372 | 213,289 |
| Depreciation of investment properties | 285,668 | 704,603 |
| Loss on foreign exchange – realised | 413,535 | 493,029 |
| And crediting: | | |
| Gain on disposal of other investments | - | 546,218 |
| Gain on fair value on other investments – unrealised | 172,627 | 172,627 |
| Gain on foreign exchange – unrealised | 67,454 | 67,454 |

10. Material post balance sheet events

There were no items, transactions or events of a material and unusual nature which have arisen from the balance sheet date to the date of announcement which would have substantially affected the results of the Group in this interim financial report.

11. Changes in Group's composition

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

12. Changes in contingent liabilities and assets

The Company has given corporate guarantees of RM65,163,000 (31 October 2023: RM65,163,000) as security for banking facilities granted to certain subsidiaries of which RM39,542,000 (31 October 2023: RM41,003,000) were utilised as at the end of the reporting period.

13. Capital commitments

| | 31 October 2024 RM'000 (Unaudited) |
|---|---|
| Capital expenditure commitments | |
| Plant & equipment | |
| - Contracted but not provided for in the financial statements | <u>662</u> |



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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2024

Part B: Additional Information Required by Bursa Malaysia Securities Berhad’s Listing Requirements.

14. Review of performance for current quarter and preceding year corresponding quarter

Group performance

| | Individual Quarter 3 months ended 31 October | | | | Cumulative Quarter 12 months ended 31 October | | | |
|--------------------------|---|---------|----------|------|--|---------|----------|------|
| | 2024 | 2023 | Variance | | 2024 | 2023 | Variance | |
| | RM'000 | RM'000 | RM'000 | (%) | RM'000 | RM'000 | RM'000 | (%) |
| Revenue | 8,995 | 11,341 | (2,346) | -21% | 36,599 | 52,695 | (16,096) | -31% |
| Profit/(Loss) before tax | (4,382) | (2,478) | (1,904) | -77% | (11,453) | (6,097) | (5,356) | -88% |

The Group recorded RM9.00 million revenue in the quarter ended 31 October 2024 (Q4'24); RM2.34 million lower relative to RM11.34 million reported in the same quarter of financial year 2023 (Q4'23). The Group’s lower revenue was driven by lesser sales contribution from Precision Engineering.

The Group recorded loss before tax of RM4.38 million, RM1.90 million higher than its loss before tax in Q4'23 at RM2.48 million. The increase in loss was driven by subdued sales contribution, higher inventory reserve and forex losses from Precision Engineering and share of loss from associate company in the Construction & PD segment.

Segmental performance

| | Individual Quarter 3 months ended 31 October | | | | | | | | | | | |
|--------------------------|--|---------|----------|------|-------------------|--------|----------|-----|------------|--------|----------|-------|
| | Precision Engineering | | | | Construction & PD | | | | Investment | | | |
| | 2024 | 2023 | Variance | | 2024 | 2023 | Variance | | 2024 | 2023 | Variance | |
| | RM'000 | RM'000 | RM'000 | (%) | RM'000 | RM'000 | RM'000 | (%) | RM'000 | RM'000 | RM'000 | (%) |
| Revenue | 8,995 | 11,341 | (2,346) | -21% | - | - | - | 0% | - | - | - | 0% |
| Profit/(Loss) before tax | (3,838) | (1,992) | (1,846) | -93% | (515) | (599) | 84 | 14% | (29) | 113 | (142) | -126% |

Precision Engineering

Revenue declined by RM2.35 million driven by contraction of orders and demand for fabricated metal components from customers in the semiconductor sector. The segment sustained loss before tax of RM3.84 million due to contracted sales, higher inventory reserves and forex losses.

Construction & PD

No revenue was recorded for the segment. The loss before tax of RM0.52 million arises primarily from share of loss from an associate company.

Investment

The segment’s loss before tax arises from fair value loss from other investment offset by income from rental proceeds of investment property.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2024**15. Commentaries on profit before tax for current quarter as compared with the immediate preceding quarter****Group performance**

| | Current Year Quarter | Immediate Preceding Quarter | Variance | |
|--------------------------|----------------------|-----------------------------|----------|-------|
| | 31 Oct 2024 | 31 Jul 2024 | RM'000 | (%) |
| | RM'000 | RM'000 | | |
| Revenue | 8,995 | 10,395 | (1,400) | -13% |
| Profit/(Loss) before tax | (4,382) | (625) | (3,757) | -601% |

The Group recorded revenue of RM9.00 million in Q4'24, a reduction of RM1.40 million relative to RM10.40 million reported in the immediate preceding quarter (Q3'24). The lower revenue was driven by weaker sales contribution from Precision Engineering and no revenue billings recorded by construction & PD in Q4'24.

The Group sustained higher loss before tax of RM4.38 million. The loss widened by RM3.76 million relative to Q3'24 attributed to lower revenue from both Precision Engineering and construction & PD notwithstanding higher inventory reserve and forex losses as well as fair value loss from other investment in Q4'24 compared to gain from disposal of other investments in Q3'24.

Segmental performance

| | Precision Engineering | | | | Construction & PD | | | | Investment | | | |
|--------------------------|-----------------------|-------------|----------|-------|-------------------|-------------|----------|-------|-------------|-------------|----------|------|
| | 31 Oct 2024 | 31 Jul 2024 | Variance | | 31 Oct 2024 | 31 Jul 2024 | Variance | | 31 Oct 2024 | 31 Jul 2024 | Variance | |
| | RM'000 | RM'000 | RM'000 | (%) | RM'000 | RM'000 | RM'000 | (%) | RM'000 | RM'000 | RM'000 | (%) |
| Revenue | 8,995 | 9,803 | (808) | -8% | - | 592 | (592) | 100% | - | - | - | 0% |
| Profit/(Loss) before tax | (3,838) | (1,303) | (2,535) | -195% | (515) | 42 | (557) | 1326% | (29) | 636 | (665) | 105% |

Precision Engineering

Revenue contracted by RM0.80 million as demand for precision fabricated metal components waned towards Q4'24. The segment's loss before tax widened to RM3.84 million attributed to weaker sales, higher inventory reserve and forex losses.

Construction & PD

No revenue was recorded for the segment. The loss before tax of RM0.52 million arises primarily from share of loss from an associate company.

Investment

The segment's loss before tax arises from fair value loss from other investment Q4'24 compared to gain from disposal of other investments in Q3'24.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2024**16. Prospects**

The Group remain vigilant and strive to enhance our resiliency through better operating efficiency and managing cost prudently amidst heightened geopolitical tensions and risks of restrictive trade policies notwithstanding acute market volatility. We continue to work closely with current and future prospect customers to drive revenue and earnings recovery. The Group anticipate improvements in 2025 following the announcement by SEMI in its Year-End Total Semiconductor Equipment Forecast – OEM Perspective where investments in semiconductor manufacturing equipment is expected to reach new records in 2025 and 2026, supported by both the front-end and back-end segments. Growth of the back-end segment is expected to expand supported by the increasing complexity of semiconductor devices for high-performance computing as well as higher demand in mobile, automotive, and industrial end-markets. For Construction and PD, the Group will seek out new opportunities at the back of a stable and recovering property market.

17. Variance of profit forecast

The Group did not publish any profit forecast for the period under review.

18. Tax expense

| | Individual Quarter | | Cumulative Quarter | |
|---|-----------------------------------|--------------|------------------------------------|--------------|
| | 3 months ended 31 October 2024 | 2023 | 12 months ended 31 October 2024 | 2023 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| Tax expense | | | | |
| - current year tax | (90) | (22) | - | 253 |
| - prior year tax | - | (8) | (14) | 8 |
| Deferred tax | | | | |
| - origination and reversal of temporary differences | 23 | - | 23 | 1,437 |
| - prior year | - | 1,226 | - | (211) |
| | <u>(67)</u> | <u>1,196</u> | <u>9</u> | <u>1,487</u> |

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NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2024**19. Status of corporate proposals**

There are no corporate proposals announced or uncompleted as at the date of this announcement.

20. Bank borrowings

The bank borrowings as at 31 October 2024 are as follows:

| | 31 October 2024 | 31 October 2023 |
|-------------------------|------------------------|------------------------|
| | RM'000 | RM'000 |
| | (Unaudited) | (Audited) |
| Current: | | |
| Hire purchase creditors | 96 | 93 |
| Term loan | 11,654 | 4,965 |
| Non-Current: | | |
| Hire purchase creditors | 16 | 113 |
| Term loan | 27,888 | 36,040 |

21. Changes in material litigation

The Group is not engaged in any material litigation for the current financial year to date.

22. Proposed dividends

The Board of Directors do not recommend any interim dividend for the financial period ended 31 October 2024.



WONG ENGINEERING CORPORATION BERHAD

Reg No: 199601037606 (409959-W)

(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT FOR TWELVE MONTHS ENDED 31 OCTOBER 2024

23. Earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the quarter/period by the weighted average number of ordinary shares during the financial quarter/period.

| | Individual Quarter | | Cumulative Quarter | |
|--|--------------------------------|---------|---------------------------------|---------|
| | 3 months ended 31 October 2024 | 2023 | 12 months ended 31 October 2024 | 2023 |
| Net profit/(loss) attributable to shareholders (RM'000) | (4,314) | (3,673) | (11,455) | (7,578) |
| Weighted average number of ordinary shares in issue ('000) | 249,952 | 249,952 | 249,952 | 249,952 |
| Basic earnings/(losses) per ordinary share (Sen) | (1.73) | (1.47) | (4.58) | (3.03) |

24. Related party transactions

There were no significant related party transactions during the quarter and period under review save for:

| Paid to a company controlled by a Director and major shareholder of the Company (RM'000) [Mandated RRPT] | Mandate limit* | Individual Quarter | | Cumulative Quarter | |
|--|----------------|--------------------------------|------|---------------------------------|------|
| | | 3 months ended 31 October 2024 | 2023 | 12 months ended 31 October 2024 | 2023 |
| Rental charges | 20 | 4 | 4 | 14 | 14 |
| Project management fee | 2,000 | - | - | - | 148 |
| Rental charges of machineries and equipment | - | - | - | - | - |

*Note: Mandate was renewed and approved in the 27th Annual General Meeting (AGM) held on 26 March 2024.

| Paid to a company controlled by a major shareholder of the Company (RM'000) | Individual Quarter | | Cumulative Quarter | |
|--|--------------------------------|------|---------------------------------|------|
| | 3 months ended 31 October 2024 | 2023 | 12 months ended 31 October 2024 | 2023 |
| Professional services for forklift repair and maintenance | 4 | 2 | 4 | 15 |
| Paid to a company controlled by a Director (RM'000) | | | | |
| Professional services for architecture, civil and structure, mechanical & electrical and town planning works | - | 88 | 39 | 247 |
| Received from a company controlled by a major shareholder of the Company (RM'000) | | | | |
| Rental of factory building cum warehouse | 630 | - | 840 | - |

By order of the board

Yong Loy Huat
Chief Executive Officer
23 December 2024