

M & A EQUITY HOLDINGS BERHAD
(formerly known as SYF RESOURCES BERHAD)
Co. No. 199501035170 (364372-H)

Condensed Consolidated Statement of Financial Position
As at 31 December 2023

(The figures have not been audited)

	(UNAUDITED) As At 31/12/2023 <u>RM'000</u>	(AUDITED) As At 30/06/2023 <u>RM'000</u>
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	7,421	8,056
Investment Property	9,806	9,806
Land and Property Development Costs	68,048	68,041
Goodwill	25,696	25,696
Intangible Assets	26,047	26,047
Deferred Tax Assets	1,497	1,636
	<u>138,515</u>	<u>139,282</u>
Current Assets		
Land and Property Development Costs	-	3,038
Inventories	10,066	10,066
Trade Receivables	272,586	178,191
Contract Assets	-	75,923
Other Receivables, Deposits and Prepayments	20,062	14,231
Financial Assets at Fair Value through Profit or Loss	6,456	1,893
Tax Recoverable	1,568	2,048
Fixed Deposits with Licensed Banks and Financial Institutions	51,090	119,566
Cash and Bank Balances	98,471	61,284
	<u>460,299</u>	<u>466,240</u>
TOTAL ASSETS	<u>598,814</u>	<u>605,522</u>
EQUITY AND LIABILITIES		
Share Capital	377,719	377,719
Other Reserve	(10)	(10)
Retained Earnings	27,415	17,655
Equity Attributable to Equity Holders of the Company	<u>405,124</u>	<u>395,364</u>
Non-Controlling Interests	11,910	14,661
TOTAL EQUITY	<u>417,034</u>	<u>410,025</u>
Non-Current Liabilities		
Borrowings	16,891	18,151
Deferred Tax Liabilities	8,838	8,838
Lease Liabilities	-	388
	<u>25,729</u>	<u>27,377</u>
Current Liabilities		
Trade Payables	121,863	74,383
Contract Liabilities	-	1,154
Amount Due to Holding Company	-	2,477
Amount Due to Related Companies	21	60,267
Other Payables and Accruals	20,349	16,102
Borrowings	12,598	12,485
Lease Liabilities	972	1,197
Tax Payable	248	55
	<u>156,051</u>	<u>168,120</u>
TOTAL LIABILITIES	<u>181,780</u>	<u>195,497</u>
TOTAL EQUITY AND LIABILITIES	<u>598,814</u>	<u>605,522</u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (RM)	0.20	0.20

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements)

M & A EQUITY HOLDINGS BERHAD
(formerly known as SYF RESOURCES BERHAD)
Co. No. 199501035170 (364372-H)

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Quarter Ended 31 December 2023
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	<u>FY 2024</u> Quarter Ended 31/12/2023	<u>FY 2023</u> Quarter Ended 31/12/2022	<u>FY 2024</u> Period Ended 31/12/2023	<u>FY 2023</u> Period Ended 31/12/2022
	<u>RM'000</u>	<u>RM'000</u> (Note 1)	<u>RM'000</u>	<u>RM'000</u> (Note 1)
Revenue	13,173	N/A	31,815	N/A
Cost of Sales	3	N/A	(5,046)	N/A
Other Operating Expense	(12,173)	N/A	(24,934)	N/A
Other Operating Income	5,728	N/A	12,751	N/A
Profit from Operations	6,731	N/A	14,586	N/A
Finance Costs	(489)	N/A	(1,118)	N/A
Profit Before Tax	6,242	N/A	13,468	N/A
Taxation	(1,683)	N/A	(3,659)	N/A
Net Profit for the Period	4,559	N/A	9,809	N/A
Other Comprehensive Income	-	N/A	-	N/A
Total Comprehensive Income for the Period, net of Tax	4,559	N/A	9,809	N/A
Net Profit for the Period, Representing Total Comprehensive Income for the Period Attributable to:				
Owners of the Company	4,500	N/A	9,760	N/A
Non-Controlling Interests	59	N/A	49	N/A
	4,559	N/A	9,809	N/A
Earnings Per Share Attributable to Ordinary Equity Holders of the Company (sen) (Note B12)	0.23	N/A	0.49	N/A

N/A denotes not applicable

Note 1:

Comparative figures for the preceding year corresponding period are not available due to the reverse acquisition of SYF Resources Berhad Group by M & A Securities Sdn Bhd was completed on 10 May 2023. M & A Securities Sdn Bhd, being a non-listed private limited company, was not required and had not prepared any interim consolidated financial statements prior to the reverse acquisition.

(The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)

M & A EQUITY HOLDINGS BERHAD
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Condensed Consolidated Statement of Changes in Equity
For the Quarter Ended 31 December 2023

(The figures have not been audited)

	----- Attributable to Ordinary Equity Holders of the Company -----		Retained Earnings RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
	<Non-Distributable>	Distributable				
	Share Capital RM'000	Other Reserve RM'000				
<u>31 December 2023</u>						
Balance at beginning of period 01 July 2023	377,719	(10)	17,655	395,364	14,661	410,025
Total comprehensive income for the period	-	-	9,760	9,760	49	9,809
Dividends paid to non-controlling interests	-	-	-	-	(2,800)	(2,800)
Balance at end of period 31 December 2023	<u>377,719</u>	<u>(10)</u>	<u>27,415</u>	<u>405,124</u>	<u>11,910</u>	<u>417,034</u>

Note 2:

Comparative figures for the preceding year corresponding period are not available due to the reverse acquisition of SYF Resources Berhad Group by M & A Securities Sdn Bhd was completed on 10 May 2023. M & A Securities Sdn Bhd, being a non-listed private limited company, was not required and had not prepared any interim consolidated financial statements prior to the reverse acquisition.

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements)

M & A EQUITY HOLDINGS BERHAD
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Condensed Consolidated Statement of Cash Flows
For the Quarter Ended 31 December 2023
(The figures have not been audited)

	<u>FY 2024</u> 6 Months Ended 31/12/2023 <u>RM'000</u>	<u>FY 2023</u> 6 Months Ended 31/12/2022 <u>RM'000</u> (Note 3)
Operating activities :		
Profit before tax	13,468	N/A
Adjustments for :		
Non-cash items	885	N/A
Interest expenses	1,118	N/A
Interest income	(2,467)	N/A
Operating profit before working capital changes	<u>13,004</u>	<u>N/A</u>
Changes in working capital :		
Land and property development costs	3,031	N/A
Contract assets	75,923	N/A
Contract liabilities	(1,154)	N/A
Receivables	(100,189)	N/A
Payables	51,727	N/A
Financial assets at fair value through profit or loss	(4,569)	N/A
Cash generated from operations	<u>37,773</u>	<u>N/A</u>
Interest received	2,467	N/A
Interest paid	(1,102)	N/A
Income tax paid	(2,846)	N/A
Net cash generated from operating activities	<u>36,292</u>	<u>N/A</u>
Investing activity :		
Purchase of property, plant and equipment	(282)	N/A
Net cash used in investing activity	<u>(282)</u>	<u>N/A</u>
Financing activities :		
Repayment of lease liabilities	(629)	N/A
Increase in fixed deposits pledged with licensed banks	(36)	N/A
Net repayment of borrowings	(1,248)	N/A
Repayment to holding company	(2,477)	N/A
Repayment to related companies	(60,246)	N/A
Dividends paid to non-controlling interests	(2,800)	N/A
Net cash used in financing activities	<u>(67,436)</u>	<u>N/A</u>
Net decrease in cash and cash equivalents	(31,426)	N/A
Cash and cash equivalents at beginning of period	177,035	N/A
Cash and cash equivalents at end of period	<u>145,609</u>	<u>N/A</u>
Cash and cash equivalents included in the statement of cash flows:		
Fixed deposits with licensed banks and financial institutions	51,090	N/A
Cash and bank balances	98,471	N/A
Bank overdraft	(101)	N/A
	<u>149,460</u>	<u>N/A</u>
Less : Fixed deposits pledged with licensed banks	(3,851)	N/A
	<u>145,609</u>	<u>N/A</u>

N/A denotes not applicable

Note 3:

Comparative figures for the preceding year corresponding period are not available due to the reverse acquisition of SYF Resources Berhad Group by M & A Securities Sdn Bhd was completed on 10 May 2023. M & A Securities Sdn Bhd, being a non-listed private limited company, was not required and had not prepared any interim consolidated financial statements prior to the reverse acquisition.

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)

M & A EQUITY HOLDINGS BERHAD
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Notes To The Unaudited Financial Report
For the Quarter Ended 31 December 2023

Part A – Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134: Interim Financial Reporting

A1. Basis of Preparation

This set of financial report is unaudited and has been prepared in compliance with the reporting requirements outlined in the Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2023. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2023.

A2. Significant Accounting Policies

The accounting policies and methods of computation and presentation adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2023 except for the adoption of the following new Standard and amendments to Standards issued by the MASB that became effective and relevant to the Group for the financial year beginning on or after 1 July 2023:-

Effective for financial period beginning on or after 1 January 2023

MFRS 17 and amendments to 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 - Disclosure 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
Amendments to MFRS 112	Income Taxes - International Tax Reform: Pillar Two Model Rules

The adoption of these relevant new Standard, amendments to Standards and annual improvements to Standards did not have any material financial impact on the financial statements of the Group.

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Notes To The Unaudited Financial Report
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A2. Significant Accounting Policies (cont'd)

The Group has not early adopted the following new Standard, amendments to Standards and annual improvements to Standards that have been issued but are not yet effective for the accounting period beginning 1 July 2023, as follows:-

Effective for financial period beginning on or after 1 January 2024

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 101	Presentation of Financial Statements - Classification of Liabilities as Current or Non-Current
Amendments to MFRS 107 and MFRS 7	Statement of Cash Flows and Financial Instruments: Disclosures - Supplier Finance Arrangements

Effective for financial period beginning on or after 1 January 2025

Amendments to MFRS 121	The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability
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Management anticipates that all relevant pronouncements will be adopted in the Group's accounting policies for the first period beginning after the effective date of the pronouncements.

The initial applications of the relevant new Standard, amendments to Standards and annual improvements to Standards are not expected to have any material financial impact to the financial statements of the Group.

A3. Declaration of Audit Qualification

The audit report of the preceding annual financial statements for the financial year ended 30 June 2023 was not subject to any qualifications.

A4. Seasonal or Cyclical Factors

The Group's core business in stock broking and corporate finance advisory services are dependent on Bursa Malaysia trading volume and value and the financial markets sentiments.

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

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the current quarter under review and financial period to date.

A6. Material Changes in Estimates

There were no material changes in accounting estimates used in the preparation of the financial statements in the current quarter under review and financial period to date.

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Notes To The Unaudited Financial Report
For the Quarter Ended 31 December 2023

A7. Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter under review and financial period to date.

A8. Dividends Paid

No dividend has been paid during the current quarter under review and financial period to date.

A9. Segmental Reporting

Analysis by activities for the current quarter under review and financial period to date is as follows:

	Financial Services <u>RM'000</u>	Property Investment and Development <u>RM'000</u>	Investment Holding <u>RM'000</u>	Eliminations <u>RM'000</u>	Consolidation <u>RM'000</u>
<u>Current quarter ended 31 December 2023</u>					
Revenue					
External sales	12,894	279	-	-	13,173
Inter-segment sales	-	158	-	(158)	-
Total sales	<u>12,894</u>	<u>437</u>	<u>-</u>	<u>(158)</u>	<u>13,173</u>
Results					
Segment results	12,894	282	-	-	13,176
Net other operating (expense)/income	(6,761)	315	602	(601)	(6,445)
Finance costs	(721)	(369)	-	601	(489)
Profit/(Loss) before tax	<u>5,412</u>	<u>228</u>	<u>602</u>	<u>-</u>	<u>6,242</u>
Taxation	(1,470)	-	(213)	-	(1,683)
Net profit/(loss)	<u>3,942</u>	<u>228</u>	<u>389</u>	<u>-</u>	<u>4,559</u>
<u>Period to date ended 31 December 2023</u>					
Revenue					
External sales	26,330	5,485	-	-	31,815
Inter-segment sales	-	315	-	(315)	-
Total sales	<u>26,330</u>	<u>5,800</u>	<u>-</u>	<u>(315)</u>	<u>31,815</u>
Results					
Segment results	26,330	439	-	-	26,769
Net other operating (expense)/income	(12,489)	134	1,168	(996)	(12,183)
Finance costs	(1,311)	(803)	-	996	(1,118)
Profit/(Loss) before tax	<u>12,530</u>	<u>(230)</u>	<u>1,168</u>	<u>-</u>	<u>13,468</u>
Taxation	(3,300)	-	(359)	-	(3,659)
Net profit/(loss)	<u>9,230</u>	<u>(230)</u>	<u>809</u>	<u>-</u>	<u>9,809</u>
Other information					
Segment assets	<u>387,476</u>	<u>147,502</u>	<u>63,836</u>	<u>-</u>	<u>598,814</u>
Segment liabilities	<u>150,301</u>	<u>31,132</u>	<u>347</u>	<u>-</u>	<u>181,780</u>

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Notes To The Unaudited Financial Report
For the Quarter Ended 31 December 2023

A10. Valuations of Property, Plant and Equipment

The valuation of land and building held under property, plant and equipment have been brought forward without amendment from the annual financial statements of the Group for the financial year ended 30 June 2023.

A11. Material Events Subsequent to the End of the Current Quarter

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements for the current quarter under review and financial period to date.

A12. Changes in the Composition of the Group

On 27 July 2023, the Company incorporated a new entity known as M & A Digital Sdn. Bhd. ("MADSB") with an issued share capital of RM2 divided into 2 ordinary shares. On 23 October 2023, MADSB allotted 1,999,998 new ordinary shares representing 99.9% of the enlarged share capital of MADSB to the Company for a total cash consideration of RM1,999,998. Accordingly, the paid up ordinary share capital of MADSB increased from RM2 to RM2,000,000.

The principal activities of MADSB are financing activities and other related services.

There is no material impact to the financial statements of the Company and the Group upon incorporation of MADSB.

Other than the above, there were no changes in the composition of the Group during the current quarter under review and financial period to date.

A13. Contingent Assets or Liabilities

Save as set out below, there were no other contingent assets or liabilities as at the date of this interim financial statements.

	Group	
	31/12/2023	30/06/2023
	RM'000	RM'000
Bank guarantee issued by licensed banks in favour of third parties/local authorities for the performance of development projects	3,351	10,418
	Company	
	31/12/2023	30/06/2023
	RM'000	RM'000
Corporate guarantee given to a financial institution in respect of credit facility granted to a subsidiary:		
- Limit of guarantee	19,388	20,636
- Amount utilised	19,388	20,636

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Notes To The Unaudited Financial Report
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A14. Capital Commitment

Capital commitment approved by the Board of Directors not provided for in the financial statements as at 31 December 2023 are as follows:

	Group	
	31/12/2023	30/06/2023
	RM'000	RM'000
Investment commitment for new subsidiaries in financing related activities	1,925	4,500
Setting up new corporate website	6	110
Acquisition of property, plant and equipment	12	587
	<u>12</u>	<u>587</u>

A15. Related Party Transactions

The Group has a number of significant related party transactions with companies in which Directors and/or shareholders of the Group are deemed to have an interest by virtue of their direct and indirect shareholdings. The significant related party transactions during the current quarter under review and financial period to date are as follows:

	<u>FY 2024</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2023</u>
	Quarter Ended	Quarter Ended	Period Ended	Period Ended
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Rental expenses	297	N/A	594	N/A
Facilities fees for providing security to a financial institution for credit facilities granted to a subsidiary company	62	N/A	124	N/A
Car rental expenses	17	N/A	34	N/A
Secretarial fees expenses	19	N/A	30	N/A
Interest expenses	-	N/A	129	N/A
Project landowner entitlement	-	N/A	718	N/A
	<u>-</u>	<u>N/A</u>	<u>718</u>	<u>N/A</u>

N/A denotes not applicable

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Notes To The Unaudited Financial Report
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Part B – Additional Information Required by Part A of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B1. Review of Performance

Comparison between the current financial quarter against preceding year corresponding financial quarter

	<u>FY 2024</u>	<u>FY 2023</u>		
	Current	Comparative		
	Quarter Ended	Quarter Ended		
	31/12/2023	31/12/2022	Changes	Variance
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	13,173	N/A	N/A	N/A
Profit from operations	6,731	N/A	N/A	N/A
Profit before tax	6,242	N/A	N/A	N/A
Net profit for the period	4,559	N/A	N/A	N/A
Profit attributable to owners of the Company	4,500	N/A	N/A	N/A

Comparative figures for the preceding year corresponding period are not available due to the reverse acquisition of SYF Resources Berhad Group by M & A Securities Sdn Bhd was completed on 10 May 2023. M & A Securities Sdn Bhd, being a non-listed private limited company, was not required and had not prepared any interim consolidated financial statements prior to the reverse acquisition.

For the quarter - Group's summary

The Group reported revenue of RM13.17 million in the current quarter. The revenue was mainly generated from Financial Services unit.

The Group posted profit before tax of RM6.24 million due mainly to the contribution from the Financial Services unit.

In line with the above, the Group's profit after taxation for 2Q2024 was RM4.56 million.

Financial Services

The Group's Financial Services unit reported revenue and profit before tax of RM12.89 million and RM5.41 million due mainly to revenue generated from corporate advisory services.

Property Investment and Development

The Group's Property Investment and Development unit recorded a revenue of RM0.28 million and a profit before tax of RM0.23 million for the current quarter due mainly to residue billings and expenses from the previously completed residential development.

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Notes To The Unaudited Financial Report
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B1. Review of Performance (cont'd)

Comparison between the current financial period against preceding year corresponding financial period

	<u>FY 2024</u>	<u>FY 2023</u>		
	Cummulative period 31/12/2023	Cummulative period 31/12/2022	Changes	Variance
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	31,815	N/A	N/A	N/A
Profit from operations	14,586	N/A	N/A	N/A
Profit before tax	13,468	N/A	N/A	N/A
Net profit for the period	9,809	N/A	N/A	N/A
Profit attributable to owners of the Company	9,760	N/A	N/A	N/A

Comparative figures for the preceding year corresponding period are not available due to the reverse acquisition of SYF Resources Berhad Group by M & A Securities Sdn Bhd was completed on 10 May 2023. M & A Securities Sdn Bhd, being a non-listed private limited company, was not required and had not prepared any interim consolidated financial statements prior to the reverse acquisition.

For the cumulative period - Group's summary

The Group reported revenue of RM31.82 million for the cumulative period. The revenue was mainly generated from Financial Services unit.

The Group posted profit before tax of RM13.47 million due mainly to the contribution from the Financial Services unit.

In line with the above, the Group's profit after taxation for the cumulative period was RM9.81 million.

Financial Services

The Group's Financial Services unit reported revenue and profit before tax of RM26.33 million and RM12.53 million due mainly to revenue generated from corporate advisory services for the period.

Property Investment and Development

The Group's Property Investment and Development unit recorded a revenue of RM5.49 million and a loss before tax of RM0.23 million due mainly to the cumulative residue billings and expenses from the previously completed residential development for the period.

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B2. Material changes in the results for the current financial quarter compared with the immediate preceding quarter

	Current Quarter Ended 31/12/2023 <u>RM'000</u>	Comparative Quarter Ended 30/09/2023 <u>RM'000</u>	Changes <u>RM'000</u>	Variance <u>%</u>
Revenue	13,173	18,642	(5,469)	-29%
Profit from operations	6,731	7,855	(1,124)	-14%
Profit before tax	6,242	7,226	(984)	-14%
Net profit for the period	4,559	5,250	(691)	-13%
Profit attributable to owners of the Company	4,500	5,260	(760)	-14%

Revenue

The Group reported revenue of RM13.17 million in the current quarter compared to RM18.64 million in the previous quarter.

The decrease of RM5.47 million was due mainly to the revenue contributed by the Property Investment and Development unit of RM5.21 million in the previous quarter which was the last remaining progress billing of the completed development. The contribution from the Financial Services unit remain consistent from quarter to quarter with a marginal decrease in the current quarter compared to the immediate preceding quarter.

Profit before tax

The Group posted profit before tax of RM6.24 million in the current quarter compared to RM7.23 million in the immediate preceding quarter. The decline quarter on quarter was due mainly to the absence of the contribution from the Property Investment and Development unit.

Profit after tax

In line with the above, the Group's profit after tax for 2Q2024 was RM4.56 million compared to RM5.25 million in the preceding quarter.

B3. Prospects for the Current Financial Year

The Malaysian economy continues to remain resilient, supported by domestic demand, improving labour market conditions, higher level of tourism activity with further progress expected on investment projects. Domestic financial condition is expected to remain conducive to financial intermediation amid sustained credit growth, which will encourage the Financial Service activities to pick up for the remainder of the year.

The Group's Financial Services' performance for FYE2024 is expected to be bright as we continue to grow the corporate finance advisory business, intensify the client coverage activities to secure more deal origination opportunities and continue to pursue initial public offering exercises and secondary offerings.

Our stock brokerage and margin financing business will be sustained by the enhancement of our online trading platform which is ongoing and by broadening our client base beyond the small and medium enterprises market.

Barring unforeseen circumstances, the Board is cautiously optimistic that the Group will deliver a satisfactory performance for the current financial year.

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B4. Variance of Actual Profit from Profit Forecast or Profit Guarantee

Not applicable as there was no profit forecast or profit guarantee.

B5. Profit Before Tax

Profit before tax is derived after charging/(crediting):

	<u>FY 2024</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2023</u>
	Quarter Ended	Quarter Ended	Period Ended	Period Ended
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Allowance for doubtful debts	1	N/A	3	N/A
Depreciation of property, plant and equipment and right-of-use assets	456	N/A	917	N/A
Interest expense	489	N/A	1,118	N/A
(Gain)/Loss on fair value changes of financial assets at fair value through profit or loss	(1)	N/A	6	N/A
Allowance for doubtful debts no longer required	(32)	N/A	(40)	N/A
Interest income	(1,372)	N/A	(2,467)	N/A
Realised foreign exchange loss/(gain)	6	N/A	(64)	N/A
	<u>6</u>	<u>N/A</u>	<u>(64)</u>	<u>N/A</u>

N/A denotes not applicable

B6. Taxation

	<u>FY 2024</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2023</u>
	Quarter Ended	Quarter Ended	Period Ended	Period Ended
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Income tax				
- current period	1,613	N/A	3,520	N/A
Deferred tax				
- relating to origination and reversal of temporary differences	70	N/A	139	N/A
Tax expense	<u>1,683</u>	<u>N/A</u>	<u>3,659</u>	<u>N/A</u>

N/A denotes not applicable

The Group's effective tax rate for the current quarter under review and financial period to date were higher than the statutory tax rate mainly due to the non-deductibility of expenses.

M & A EQUITY HOLDINGS BERHAD
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B7. Group Borrowings and Securities

	Group	
	31/12/2023	30/06/2023
Denominated in Ringgit Malaysia	<u>RM'000</u>	<u>RM'000</u>
Long-term borrowings		
Term loan - secured	16,891	18,151
Short-term borrowings		
Bank overdraft - secured	101	-
Term loan - secured	2,497	2,485
Revolving credit - secured	10,000	10,000
	<u>12,598</u>	<u>12,485</u>
Total Borrowings	<u><u>29,489</u></u>	<u><u>30,636</u></u>

B8. Material Litigation

There was no material litigation or pending litigation as at the date of the interim financial statements.

B9. Proposed Dividend

The Board of Directors does not propose any dividend for the quarter under review and financial period to date.

B10. The Status of Corporate Exercise Announced but Not Completed as at the Date of This Report

There is no corporate proposal that has been announced but has not been completed as at the date of this report.

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B11. Status of Utilisation of Proceeds

The total proceeds generated from the Rights Issue of RM62.6 million and the Restricted Issue of RM30.0 million on 30 June 2023 have been utilised as follows:-

Purpose	Expected Timeframe for Utilisation	Proposed Utilisation RM'000	Utilised RM'000	Unutilised proceeds RM'000
Working capital	Within 24 months	35,823	10,000	25,823
Repayment of amount due to related companies of M & A Securities Sdn Bhd:-				
- Amount due to Insas Berhad	Within 3 months	2,477	2,477	-
- Amount due to Insas Technology Berhad	Within 3 months	50,267	50,267	-
Expenses relating to the Multiple Proposals	Immediate	4,000	4,000	-
		92,567	66,744	25,823

B12. Earnings Per Share Attributable to Equity Holders of the Company

	<u>FY 2024</u> Quarter Ended 31/12/2023 <u>RM'000</u>	<u>FY 2023</u> Quarter Ended 31/12/2022 <u>RM'000</u>	<u>FY 2024</u> Period Ended 31/12/2023 <u>RM'000</u>	<u>FY 2023</u> Period Ended 31/12/2022 <u>RM'000</u>
Net profit attributable to owners of the Company	4,500	N/A	9,760	N/A
Weighted average number of ordinary shares in issue ('000)	1,998,724	N/A	1,998,724	N/A
Basic earnings per share (sen)	<u>0.23</u>	<u>N/A</u>	<u>0.49</u>	<u>N/A</u>

N/A denotes not applicable

Diluted earnings per share

The diluted earnings per ordinary share is equal to basic earnings per ordinary share as there are no potential dilutive ordinary shares of the Company for the current quarter under review and financial period to date.