

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 March 2024

(The figures have not been audited)

	(UNAUDITED) As At 31/03/2024 <u>RM'000</u>	(AUDITED) As At 30/06/2023 <u>RM'000</u>
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	7,477	8,056
Investment Property	9,806	9,806
Land and Property Development Costs	68,060	68,041
Goodwill	26,178	25,696
Intangible Assets	26,047	26,047
Deferred Tax Assets	1,422	1,636
	<u>138,990</u>	<u>139,282</u>
Current Assets		
Land and Property Development Costs	-	3,038
Inventories	10,066	10,066
Trade Receivables	213,864	178,191
Contract Assets	-	75,923
Other Receivables, Deposits and Prepayments	19,349	14,231
Financial Assets at Fair Value through Profit or Loss	3,309	1,893
Tax Recoverable	1,723	2,048
Fixed Deposits with Licensed Banks and Financial Institutions	44,671	119,566
Cash and Bank Balances	125,310	61,284
	<u>418,292</u>	<u>466,240</u>
TOTAL ASSETS	<u>557,282</u>	<u>605,522</u>
EQUITY AND LIABILITIES		
Share Capital	377,719	377,719
Other Reserve	(10)	(10)
Retained Earnings	31,828	17,655
Equity Attributable to Equity Holders of the Company	<u>409,537</u>	<u>395,364</u>
Non-Controlling Interests	12,661	14,661
TOTAL EQUITY	<u>422,198</u>	<u>410,025</u>
Non-Current Liabilities		
Borrowings	16,267	18,151
Deferred Tax Liabilities	8,838	8,838
Lease Liabilities	-	388
	<u>25,105</u>	<u>27,377</u>
Current Liabilities		
Trade Payables	81,789	74,383
Contract Liabilities	-	1,154
Amount Due to Holding Company	108	2,477
Amount Due to Related Companies	21	60,267
Other Payables and Accruals	14,530	16,102
Borrowings	12,497	12,485
Lease Liabilities	567	1,197
Tax Payable	467	55
	<u>109,979</u>	<u>168,120</u>
TOTAL LIABILITIES	<u>135,084</u>	<u>195,497</u>
TOTAL EQUITY AND LIABILITIES	<u>557,282</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 March 2024
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	<u>FY 2024</u> Quarter Ended 31/03/2024	<u>FY 2023</u> Quarter Ended 31/03/2023	<u>FY 2024</u> Period Ended 31/03/2024	<u>FY 2023</u> Period Ended 31/03/2023
	<u>RM'000</u>	<u>RM'000</u> (Note 1)	<u>RM'000</u>	<u>RM'000</u> (Note 1)
Revenue	13,066	N/A	44,881	N/A
Cost of Sales	(9)	N/A	(5,055)	N/A
Other Operating Expense	(17,168)	N/A	(42,102)	N/A
Other Operating Income	11,035	N/A	23,786	N/A
Profit from Operations	6,924	N/A	21,510	N/A
Finance Costs	(501)	N/A	(1,619)	N/A
Profit Before Tax	6,423	N/A	19,891	N/A
Taxation	(2,015)	N/A	(5,674)	N/A
Net Profit for the Period	4,408	N/A	14,217	N/A
Other Comprehensive Income	-	N/A	-	N/A
Total Comprehensive Income for the Period, net of Tax	4,408	N/A	14,217	N/A
Net Profit for the Period, Representing Total Comprehensive Income for the Period Attributable to:				
Owners of the Company	4,413	N/A	14,173	N/A
Non-Controlling Interests	(5)	N/A	44	N/A
	4,408	N/A	14,217	N/A
Earnings Per Share Attributable to Ordinary Equity Holders of the Company (sen) (Note B12)	0.22	N/A	0.71	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
(formerly known as SYF RESOURCES BERHAD)
Co. No. 199501035170 (364372-H)

Condensed Consolidated Statement of Changes in Equity
For the Quarter Ended 31 March 2024
(The figures have not been audited)

	----- Attributable to Ordinary Equity Holders of the Company -----					
	<Non-Distributable>		Distributable		Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Other Reserve RM'000	Retained Earnings RM'000	Total RM'000		
31 March 2024						
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	-	-	14,173	14,173	44	14,217
Dividends paid to non-controlling interests	-	-	-	-	(2,800)	(2,800)
Acquisition of equity interests in a subsidiary company	-	-	-	-	756	756
Balance at end of period 31 March 2024	<u>377,719</u>	<u>(10)</u>	<u>31,828</u>	<u>409,537</u>	<u>12,661</u>	<u>422,198</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 March 2024
(The figures have not been audited)

	FY 2024	FY 2023
	9 Months Ended 31/03/2024 RM'000	9 Months Ended 31/03/2023 RM'000 (Note 3)
Operating activities :		
Profit before tax	19,891	N/A
Adjustments for :		
Non-cash items	1,778	N/A
Interest expenses	1,619	N/A
Interest income	(3,730)	N/A
Operating profit before working capital changes	<u>19,558</u>	<u>N/A</u>
Changes in working capital :		
Land and property development costs	3,019	N/A
Contract assets	75,923	N/A
Contract liabilities	(1,154)	N/A
Receivables	(40,960)	N/A
Payables	4,832	N/A
Financial assets at fair value through profit or loss	(1,427)	N/A
Cash generated from operations	<u>59,791</u>	<u>N/A</u>
Interest received	3,730	N/A
Interest paid	(1,597)	N/A
Income tax paid	(4,242)	N/A
Net cash generated from operating activities	<u>57,682</u>	<u>N/A</u>
Investing activities :		
Purchase of property, plant and equipment	(967)	N/A
Acquisition of subsidiaries, net of cash acquired	585	N/A
Net cash used in investing activities	<u>(382)</u>	<u>N/A</u>
Financing activities :		
Repayment of lease liabilities	(883)	N/A
Increase in fixed deposits pledged with licensed banks	(866)	N/A
Net repayment of borrowings	(1,873)	N/A
Net repayment to holding company	(2,369)	N/A
Net 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>(69,037)</u>	<u>N/A</u>
Net decrease in cash and cash equivalents	(11,737)	N/A
Cash and cash equivalents at beginning of period	177,035	N/A
Effect of exchange rate changes on cash and cash equivalents	3	N/A
Cash and cash equivalents at end of period	<u>165,301</u>	<u>N/A</u>
Cash and cash equivalents included in the statement of cash flows :		
Fixed deposits with licensed banks and financial institutions	44,671	N/A
Cash and bank balances	125,310	N/A
	<u>169,981</u>	<u>N/A</u>
Less : Fixed deposits pledged with licensed banks	(4,680)	N/A
	<u>165,301</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 March 2024

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
For the Quarter Ended 31 March 2024

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 March 2024

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 RM'000	Property Investment and Development RM'000	Investment Holding RM'000	Eliminations RM'000	Consolidation RM'000
<u>Current quarter ended 31 March 2024</u>					
Revenue					
External sales	13,042	24	-	-	13,066
Inter-segment sales	-	157	-	(157)	-
Total sales	<u>13,042</u>	<u>181</u>	<u>-</u>	<u>(157)</u>	<u>13,066</u>
Results					
Segment results	13,042	487	-	(472)	13,057
Net other operating (expense)/income	(6,082)	(128)	39	38	(6,133)
Finance costs	(636)	(299)	-	434	(501)
Profit/(Loss) before tax	<u>6,324</u>	<u>60</u>	<u>39</u>	<u>-</u>	<u>6,423</u>
Taxation	(1,876)	16	(155)	-	(2,015)
Net profit/(loss)	<u>4,448</u>	<u>76</u>	<u>(116)</u>	<u>-</u>	<u>4,408</u>
<u>Period to date ended 31 March 2024</u>					
Revenue					
External sales	39,372	5,509	-	-	44,881
Inter-segment sales	-	472	-	(472)	-
Total sales	<u>39,372</u>	<u>5,981</u>	<u>-</u>	<u>(472)</u>	<u>44,881</u>
Results					
Segment results	39,372	926	-	(472)	39,826
Net other operating (expense)/income	(18,571)	6	1,207	(958)	(18,316)
Finance costs	(1,947)	(1,102)	-	1,430	(1,619)
Profit/(Loss) before tax	<u>18,854</u>	<u>(170)</u>	<u>1,207</u>	<u>-</u>	<u>19,891</u>
Taxation	(5,176)	16	(514)	-	(5,674)
Net profit/(loss)	<u>13,678</u>	<u>(154)</u>	<u>693</u>	<u>-</u>	<u>14,217</u>
Other information					
Segment assets	<u>373,918</u>	<u>147,434</u>	<u>35,930</u>	<u>-</u>	<u>557,282</u>
Segment liabilities	<u>104,235</u>	<u>30,352</u>	<u>497</u>	<u>-</u>	<u>135,084</u>

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Notes To The Unaudited Financial Report
For the Quarter Ended 31 March 2024

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

- i. 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.

- ii. On 12 October 2023, the Company entered into a Share Sale and Purchase Agreement with Value Partners Group Limited for the acquisition of 75% equity interest in Value Partners Asset Management Malaysia Sdn. Bhd. ("VPAM") comprising 8,700,000 ordinary shares in VPAM for a total cash consideration of RM2,750,000.00 ("the Acquisition").

VPAM has a wholly-owned subsidiary, Prosperous Decade Sdn. Bhd. ("PDSB"). PDSB has an issued share capital of RM1 comprising 1 ordinary share.

Following the completion of the Acquisition on 8 March 2024, VPAM and PDSB became 75%-owned subsidiaries of the Company. VPAM was subsequently renamed to M & A Value Partners Asset Management Malaysia Sdn. Bhd. on 22 April 2024.

VPAM is principally involved in the provision of fund management services, while PDSB is currently dormant.

There is no material impact to the financial statements of the Company and the Group upon the completion of the Acquisition.

- iii. On 31 January 2024, the Company announced the commencement of member's voluntary winding up of its dormant wholly-owned subsidiaries, Tomisho Sdn. Bhd., SYF Construction Sdn. Bhd. and Nikmat Sekitar Sdn. Bhd. pursuant to Section 439(1)(b) of the Companies Act 2016.

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.

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Notes To The Unaudited Financial Report
For the Quarter Ended 31 March 2024

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	
	31/03/2024	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	4,160	10,418
	Company	
	31/03/2024	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	18,764	20,636
- Amount utilised	18,764	20,636

A14. Capital Commitment

Capital commitment approved by the Board of Directors not provided for in the financial statements as at 31 March 2024 are as follows:

	Group	
	31/03/2024	30/06/2023
	RM'000	RM'000
Investment commitment for new subsidiaries in financing related activities	-	4,500
Setting up new corporate website	-	110
Acquisition of property, plant and equipment	748	587

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Notes To The Unaudited Financial Report
For the Quarter Ended 31 March 2024

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
	31/03/2024	31/03/2023	31/03/2024	31/03/2023
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Car rental expenses	17	N/A	50	N/A
Corporate advisory fees	420	N/A	420	N/A
Facilities fees for providing security to a financial institution for credit facilities granted to a subsidiary company	62	N/A	187	N/A
Interest expenses	-	N/A	129	N/A
Management fees and internal audit services fees	123	N/A	123	N/A
Project landowner entitlement	-	N/A	718	N/A
Rental expenses	330	N/A	925	N/A
Secretarial fees for member's voluntary winding up services	9	N/A	9	N/A
Secretarial fees expenses	17	N/A	47	N/A

N/A denotes not applicable

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		
	31/03/2024	31/03/2023	Changes	Variance
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	13,066	N/A	N/A	N/A
Profit from operations	6,924	N/A	N/A	N/A
Profit before tax	6,423	N/A	N/A	N/A
Net profit for the period	4,408	N/A	N/A	N/A
Profit attributable to owners of the Company	4,413	N/A	N/A	N/A

Comparative figures for the preceding year corresponding quarter 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.

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Notes To The Unaudited Financial Report
For the Quarter Ended 31 March 2024

B1. Review of Performance (cont'd)

Comparison between the current financial quarter against preceding year corresponding financial quarter (cont'd)

For the quarter - Group's summary

The Group reported revenue of RM13.07 million in the current quarter. The revenue was mainly generated from Financial Services unit.

The Group posted profit before tax of RM6.42 million due mainly to the contribution from the Financial Services unit.

In line with the above, the Group's profit after taxation for 3Q2024 was RM4.41 million.

Financial Services

The Group's Financial Services unit reported revenue and profit before tax of RM13.04 million and RM6.32 million respectively due mainly to higher revenue generated from corporate advisory services.

Property Investment and Development

The Group's Property Investment and Development unit recorded a revenue of RM0.03 million and a profit before tax of RM0.10 million for the current quarter mainly due to some residue income recorded from the segment.

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

	<u>FY 2024</u>	<u>FY 2023</u>		
	Cummulative period 31/03/2024	Cummulative period 31/03/2023	Changes	Variance
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	44,881	N/A	N/A	N/A
Profit from operations	21,510	N/A	N/A	N/A
Profit before tax	19,891	N/A	N/A	N/A
Net profit for the period	14,217	N/A	N/A	N/A
Profit attributable to owners of the Company	14,173	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 RM44.88 million for the cumulative period. The revenue was mainly generated from Financial Services unit.

The Group posted profit before tax of RM19.89 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 RM14.22 million.

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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 (cont'd)

Financial Services

The Group's Financial Services unit reported revenue and profit before tax of RM39.37 million and RM18.85 million due mainly to higher 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 RM5.51 million and a loss before tax of RM0.17 million for the current quarter due mainly to cumulative residue billings and expenses from the previously completed residential development for the period.

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

	Current Quarter Ended 31/03/2024 <u>RM'000</u>	Comparative Quarter Ended 31/12/2023 <u>RM'000</u>	Changes <u>RM'000</u>	Variance <u>%</u>
Revenue	13,066	13,173	(107)	-1%
Profit from operations	6,924	6,731	193	3%
Profit before tax	6,423	6,242	181	3%
Net profit for the period	4,408	4,559	(151)	-3%
Profit attributable to owners of the Company	4,413	4,500	(87)	-2%

Revenue

The Group reported revenue of RM13.07 million in the current quarter compared to RM13.17 million in the previous quarter. The slight decrease was due mainly to lower contribution from the Group's Property Investment and Development unit in the current quarter, as there was no revenue contribution from the completed residential project.

Profit before tax

The Group posted profit before tax of RM6.42 million in the current quarter compared to RM6.24 million in the immediate preceding quarter. The improvement quarter on quarter was due mainly to the contribution from the Financial Services unit this quarter.

Profit after tax

In line with the above, the Group's profit after tax for 3Q2024 was RM4.41 million compared to RM4.56 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 conditions are 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 the remaining quarter to FYE2024 continues to be bright as we experience growth in the corporate finance advisory business, and as we continue to intensify the client coverage activities to secure more deal origination opportunities in the stockbroking business as well as the asset management segment.

Barring unforeseen circumstances, the Board is cautiously optimistic that the Group will deliver a satisfactory performance for the remaining quarter of 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
	31/03/2024	31/03/2023	31/03/2024	31/03/2023
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Allowance for doubtful debts	424	N/A	427	N/A
Depreciation of property, plant and equipment and right-of-use assets	452	N/A	1,369	N/A
Interest expense	501	N/A	1,619	N/A
Loss on fair value changes of financial assets at fair value through profit or loss	5	N/A	11	N/A
Property, plant and equipment written off	20	N/A	20	N/A
Receivables written off	127	N/A	127	N/A
Allowance for doubtful debts no longer required	(133)	N/A	(173)	N/A
Interest income	(1,263)	N/A	(3,730)	N/A
Realised foreign exchange gain	(6)	N/A	(70)	N/A
Unrealised foreign exchange gain	(3)	N/A	(3)	N/A
	<u>(3)</u>	<u>N/A</u>	<u>(3)</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
	31/03/2024	31/03/2023	31/03/2024	31/03/2023
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Income tax				
- current period	2,792	N/A	6,312	N/A
- over provision in prior year	(897)	N/A	(897)	N/A
	<u>1,895</u>	<u>N/A</u>	<u>5,415</u>	<u>N/A</u>
Deferred tax				
- relating to origination and reversal of temporary differences	120	N/A	259	N/A
	<u>2,015</u>	<u>N/A</u>	<u>5,674</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.

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B7. Group Borrowings and Securities

	Group	
	31/03/2024	30/06/2023
	<u>RM'000</u>	<u>RM'000</u>
Denominated in Ringgit Malaysia		
Long-term borrowings		
Term loan - secured	16,267	18,151
Short-term borrowings		
Term loan - secured	2,497	2,485
Revolving credit - secured	10,000	10,000
	<u>12,497</u>	<u>12,485</u>
Total Borrowings	<u>28,764</u>	<u>30,636</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 do 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 fully 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	35,823	-
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	-
		<u>92,567</u>	<u>92,567</u>	<u>-</u>

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

	<u>FY 2024</u> Quarter Ended 31/03/2024 <u>RM'000</u>	<u>FY 2023</u> Quarter Ended 31/03/2023 <u>RM'000</u>	<u>FY 2024</u> Period Ended 31/03/2024 <u>RM'000</u>	<u>FY 2023</u> Period Ended 31/03/2023 <u>RM'000</u>
Net profit attributable to owners of the Company	4,413	N/A	14,173	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>0.22</u>	<u>N/A</u>	<u>0.71</u>	<u>N/A</u>

N/A denotes not applicable

Diluted earnings per share

The diluted earnings per ordinary share is equal to the 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.

B13. Authorisation for Issue

The interim financial report for the financial period ended 31 March 2024 was authorised for issuance by the Board of Directors on 20 May 2024.