

JOE HOLDING BERHAD**Unaudited Interim Report as at 30 June 2024**

Condensed Consolidated Statement of Comprehensive Income

(The current year figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30/6/2024 RM'000	30/6/2023 RM'000	30/6/2024 RM'000	30/6/2023 RM'000
Sales	4,950	5,424	4,950	5,424
Cost of Sales	(3,417)	(4,187)	(3,417)	(4,187)
Gross Profit/(loss)	1,533	1,237	1,533	1,237
Other income				
- Non-operating income	854	2,249	854	2,249
- Interest income	711	1,036	711	1,036
	3,098	4,522	3,098	4,522
Operating Expenses	(2,310)	(3,586)	(2,310)	(3,586)
Fair value gain/ (loss) on financial asset	4,918	(2,861)	4,918	(2,861)
Profit/ (loss) from operations	5,706	(1,924)	5,706	(1,924)
Finance cost	(806)	(747)	(806)	(747)
Profit/ (loss) before tax	4,900	(2,671)	4,900	(2,671)
Deferred Tax	-	-	-	-
Taxation	-	-	-	-
Profit/ (loss) after tax	4,900	(2,671)	4,900	(2,671)
Other comprehensive loss, net of taxation	-	-	-	-
Total comprehensive Profit/ (loss) for the period	4,900	(2,671)	4,900	(2,671)
Profit/ (loss) attributable to :				
Owners of the Company	4,900	(2,702)	4,900	(2,702)
Non-controlling interests	-	31	-	31
Profit/ (loss) after tax for the period	4,900	(2,671)	4,900	(2,671)
Total comprehensive expense attributable to :				
Owners of the Company	4,900	(2,702)	4,900	(2,702)
Non-controlling interests	-	31	-	31
Net comprehensive Profit/ (loss) for the period	4,900	(2,671)	4,900	(2,671)
Earnings/(loss) per share - basic (Sen)	1.60	(0.09)	1.60	(0.09)
Earnings/(loss) per share - diluted (Sen)	1.60	(0.09)	1.60	(0.09)

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2024.

JOE HOLDING BERHAD**Unaudited Interim Report as at 30 June 2024**

Condensed Consolidated Statement of Comprehensive Income

(The current year figures have not been audited)

	Unaudited	Audited
	As at 30/06/2024	As at 31/03/2024
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	18,520	18,533
Right of use assets	192	108
Investment property	79,770	75,270
Other investments	32,376	27,457
Total non-current assets	130,857	121,368
Current assets		
Inventories	3,299	3,121
Receivables, deposits and prepayments	10,183	13,536
Other investments	48,140	47,403
Tax recoverable	984	1,226
Fixed deposit with licensed bank	24,616	19,563
Cash and bank balances	28,722	34,083
Total current assets	115,944	118,932
Total assets	246,801	240,300
EQUITY AND LIABILITIES		
Equity		
Share capital	212,958	212,958
Warrant reserve	34,140	34,140
Share option reserve	3,714	3,714
Revaluation reserve	25,141	25,141
Accumulated loss	(107,104)	(112,005)
Shareholders' equity	168,849	163,948
Non-controlling interests	-	-
Total equity	168,849	163,948
Non-Current Liabilities		
Deferred tax liabilities	4,667	4,667
Borrowing	3,597	2,935
Total non-current liabilities	8,264	7,602
Current liabilities		
Trade payables	389	23
Other payables	7,287	6,787
Contract liabilities	398	800
Lease liabilities	170	112
Borrowing	61,443	61,028
Total current liabilities	69,688	68,750
Total Liabilities	77,952	76,352
TOTAL EQUITY AND LIABILITIES	246,801	240,300
Net Assets per Share (RM)	0.55	0.54

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the financial statements for the financial year ended 31 March 2024.

JOE Holding Berhad

Unaudited Interim Report for the Three Months Ended 30 June 2024

Condensed Consolidated Statement of Changes in Equity

(The current year figures have not been audited)

	Attributable to owners of the company							Total Equity
	Non-distributable				Distributable			
	Share Capital	Warrant reserve	Shares option reserve	Revaluation reserves	Retained Earnings	Total Equity Funds	Non-controlling interests	
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
Balance as at 1 April 2023	212,958	34,140	3,714	25,141	(92,713)	179,526	4,989	184,515
(Loss)/ Profit for the financial year the period	-	-	-	-	(19,292)	(19,292)	254	(19,038)
Disposal of subsidiaries	-	-	-	-	-	-	(5,243)	(5,243)
Share option granted under ESOS	-	-	-	-	-	3,714	-	3,714
Balance as at 31 March 2024	212,958	34,140	3,714	25,141	(112,005)	163,948	-	163,948
Balance as at 1 April 2024	212,958	34,140	3,714	25,141	(112,005)	163,948	-	163,948
(Loss)/ Profit for the financial year the period	-	-	-	-	4,900	4,900	-	4,900
Balance as at 30 June 2024	212,958	34,140	3,714	25,141	(107,104)	168,849	-	168,849

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the financial statements for the financial year ended 31 March 2024.

JOE Holding Berhad**Unaudited Interim Report as at 30 June 2024**

Condensed Consolidated Statement of Cash flows

(The current year figures have not been audited)

	Unaudited	Audited
	As at 30/06/2024	As at 31/03/2024
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	4,900	(18,546)
Adjustments for:		
Amortisation of right-of-use assets	49	337
Depreciation of property, plant and equipment	15	70
Fair value (gain)/loss on investment properties	-	(670)
Fair value (gain)/loss on investment securities	(4,919)	6,358
(Gain)/loss on disposal of subsidiary companies	-	(520)
(Gain)/loss on termination of lease agreement	-	(4)
Share-based payment	-	3,714
Finance Cost	806	3,114
Interest Income	(711)	(3,521)
Impairment loss on property, plant and equipment	-	9,070
Impairment loss on trade receivable	-	551
Inventories written down	-	32
Reversal of impairment loss of trade receivable	-	(300)
Provision for warranty claims written off	-	(271)
Provision for warranty claims	-	490
Unrealised loss/(gain) on foreign exchange	5	(75)
Operating profit/(loss) before working capital changes	<u>146</u>	<u>(171)</u>
(Increase)/Decrease in:		
Inventories	(178)	1,703
Receivables, Deposits & prepayment	3,353	(3,729)
Increase/(Decrease) in:		
Trade payable	366	(84)
Other payables	518	266
Contract liabilities	(402)	37
Cash generated from/(used in) operating activities	<u>3,803</u>	<u>(1,978)</u>
Interest paid	-	(3,114)
Tax paid	242	(697)
Tax refund	-	535
Net Cash Generated From/(Used In) Operating Activities	<u>4,045</u>	<u>(5,254)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of investment securities	-	(1,969)
Acquisition of property, plant and equipment	(2)	(20,266)
Additional of other investment	-	(793)
Acquisition of Investment properties	(4,500)	(9,500)
Recognition of right of use asset	(133)	-
Interest received	711	3,521
Interest paid	(806)	-
Proceeds from disposal of Subsidiary	-	(3,441)
Net cash generated from/ (used in) investing activities	<u>(4,730)</u>	<u>(32,448)</u>

JOE Holding Berhad**Unaudited Interim Report as at 30 June 2024**

Condensed Consolidated Statement of Cash flows

(The current year figures have not been audited)

	Unaudited	Audited
	As at 30/06/2024	As at 31/03/2024
	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Increased in fixed deposits with licensed banks	(5,053)	-
Increased in fixed deposits pledged	-	(278)
(Repayment)/ Drawdown of term loans	(261)	(816)
Repayment of lease liabilities	58	(349)
Increase of loan	578	604
Net cash generated from/ (used in) financing activity	<u>(4,677)</u>	<u>(839)</u>
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	(5,361)	(38,541)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>34,083</u>	<u>65,738</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD/YEAR	<u>28,722</u>	<u>34,083</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the financial statements for the financial year ended 31 March 2024.

JOE HOLDING BERHAD

Notes to the Financial Information – Quarter ended 30 June 2024

(The current year figures have not been audited)

A. Explanatory Notes Pursuant to MFRS 134

1) BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRSs") 134: Interim Financial Reporting in Malaysia and paragraph 9.22 (Appendix 9B Part A) of the Main Market Listing Requirements ("Listing Requirements") of the Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2024. The 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 31 March 2024.

2) CHANGES IN ACCOUNTING POLICIES

The Group's financial statement was prepared in accordance with MFRSs, which is in line with International Financial Reporting Standards as issued by the International Accounting Standards Board. The adoptions of new and revised MFRSs, Amendments/Improvements to MFRSs, IC Interpretations and Amendments to IC Interpretations in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2024.

- a) During the current financial period, the Group has adopted the following accounting standards and interpretations (including the consequential amendments):-

Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 – Comparative Information
Amendments to MFRS 101	Classification of Liabilities as Current or Non-Current
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Non-current Liabilities with Covenants

- b) The Group has not applied the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board:

Amendments to MFRS 9 and MFRS 7	Amendments to the Classification and Measurement of Financial Instruments	1-Jan-26
MFRS 18	Presentation and Disclosure in Financial Statements	1-Jan-27
MFRS 19	Subsidiaries without Public Accountability: Disclosures	1-Jan-27
Amendments to MFRS 10 and MFRS 128	Sale of Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

The Group intend to adopt the above new MFRSs, new interpretations and amendments to MFRSs when they become effective.

3) AUDITORS' REPORT

The auditors' report on the financial statements for the financial year ended 31st March 2024 was not subject to any qualification.

4) SEASONAL AND CYCLICAL FACTORS

Export Sales - High season for battery sales occur during the winter months and low season during the summer months.

Local Sales - Low season for battery sales occurs during the major festive months.

5) UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME, OR CASH

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter and three months ended 30th June 2024.

6) INDIVIDUALLY SIGNIFICANT ITEMS

There were no individually significant items for the current quarter and financial year-to-date.

7) MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates for the current quarter and financial year-to-date.

8) DEBT AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale and repayment of debt or equity securities for the current financial quarter ended 30th June 2024.

9) DIVIDENDS PAID

No dividend was paid during the current quarter ended 30th June 2024.

10) SEGMENTAL REPORTING

The Group is organized into three main business segments as follows:

	VRLA &					
	Automotive Batteries RM'000	Motorcycles Batteries RM'000	Investment Holding RM'000	Others RM'000	Eliminations RM'000	Group RM'000
Financial year-to-date ended 30 June 2024						
Revenue						
External revenue	4,161	3,685	789	-	-	4,950
Results						
Segment results	353	-	5,558	(55)	-	5,856
Unallocated income						193
Unallocated expenses						(344)
Finance Cost						(806)
Deferred Tax						-
Tax expense						-
Profit/ (Loss) for the period						4,900
Net assets						
Segment assets	38,809	-	206,778	18,111	(40,653)	223,046
Unallocated assets						23,755
Total assets						246,801
Segment liabilities	5,408	-	247,408	35,731	(210,728)	77,819
Unallocated liabilities						133
Total liabilities						77,952
Other information						
Capital expenditure	-	-	2	-	-	2
Amortisation of right-of-use asset	19	-	30	-	-	49
Depreciation	5	-	8	2	-	15
Financial year-to-date ended 30 June 2023						
Revenue						
External revenue	3,735	1,169	520	-	-	5,424
Results						
Segment results	(64)	113	(2,122)	(58)	-	(2,131)
Unallocated income						206
Unallocated expenses						-
Finance Cost						(747)
Deferred Tax						-
Tax expense						-
Profit/ (Loss) for the period						(2,671)
Net assets						
Segment assets	38,160	17,207	181,821	18,018	(46,061)	209,145
Unallocated assets						46,128
Total assets						255,272
Segment liabilities	5,237	509	219,141	26,188	(177,726)	73,349
Unallocated liabilities						79
Total liabilities						73,428
Other information						
Capital expenditure	-	-	44	11,130	-	11,174
Amortisation of right-of-use asset	66	-	31	4	-	101
Depreciation	12	-	8	1	-	21

11) VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

There is no valuation for the property, plant and equipment during the current interim period.

12) CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current quarter and the financial year-to-date.

13) CONTINGENT LIABILITIES / ASSETS

The Group does not have any contingent liabilities or assets as at the date of this announcement.

14) SIGNIFICANT SUBSEQUENT EVENT

There were no significant events subsequent to the end of the current quarter under review up to the date of this quarterly report.

15) CAPITAL COMMITMENTS

The Group's capital commitments as at the end of the current reporting period is as follows:

	30 th June 2024
	<hr/>
Capital expenditure authorised and contracted for investment properties	<hr/> <u>5,250</u>

16) SIGNIFICANT RELATED PARTY TRANSACTIONS

During the current quarter under review, the Directors are of the opinion that the Group has no related party transactions which would have a significant impact on the financial position and business of the Group.

JOE HOLDING BERHAD

Notes to the Financial Information – Quarter ended 30 June 2024

(The current year figures have not been audited)

B. Selected Explanatory Notes to the Interim Financial Report (Part A of Appendix 9B of Bursa Malaysia Listing Requirements)

1) REVIEW OF PERFORMANCE

The Group registered RM4.95 million in turnover in this quarter as compared to RM5.42 million in the preceding year corresponding quarter. This was mainly due to disposal of GP Products Sdn. Bhd. and its subsidiary company (“GPP Group”).

- The Group recorded a Profit after tax (“PAT”) of RM4.90 million compared to Loss after tax (“LAT”) of RM2.67 million in the preceding year corresponding quarter. This was mainly due net fair value gain of quoted investments of RM4.92 million registered in this quarter as compared with net fair value loss of RM2.86 million registered in the preceding year corresponding quarter.

2) COMPARISON WITH IMMEDIATE PRECEDING QUARTER’S RESULTS

	Current Quarter As at 31 June 2024 RM’000	Previous Quarter As at 31 March 2024 RM’000
Revenue	4,950	4,395
Profit/ (loss) after tax	4,900	(17,536)

The Group registered RM4.95 million in turnover in this quarter as compared to RM4.40 million in the preceding quarter which is consistent with preceding quarter.

The Group registered a Profit after tax (“PAT”) of RM4.90 million compared to Loss after tax (“LAT”) of RM17.54 million in the preceding quarter. This was mainly due to:

- Net fair value gain of quoted investments of RM4.92 million registered in this quarter as compared with net fair value loss of RM8.70 million registered in the preceding quarter.
- Impairment of property, plant and equipment of RM9.07 million registered in the preceding quarter.

3) CURRENT YEAR PROSPECTS

Business prospects of the Group for the 2024 financial year remain challenging.

The Group's primary emphasis on the automotive batteries and Valve Regulated Lead Acid (VRLA) batteries market while the Group is still bracing with the challenges of glove sector global oversupply, the surge in material prices, fluctuating exchange rates.

Diversification into Glove Business

After taking into consideration the current market demand for nitrile gloves following the COVID-19 pandemic, the Company had on 16 November 2020, obtained the approval from the Shareholders in a general meeting for the diversification of the business of the Group to include the Gloves Business.

Moving forward, the Group will focus on improving its business strategy by streamlining its operations, pursue improvements in their products and services coupled with other initiatives such as brand rebuilding and continuous improvement to enhance its value chain and operating efficiencies. The Group also intends to continue to market and create brand awareness in domestic market as well as international market.

3) CURRENT YEAR PROSPECTS (CONT'D)

As of the current date, the Company has successfully acquired four state-of-the-art nitrile butadiene rubber/natural rubber powder-free double former dipping lines from Fintec Glove Sdn. Bhd. These machinery units are strategically located at our facility in Chepor, Ipoh. However, the commencement of operational testing is pending finalization of the power supply infrastructure. Concurrently, Management is in process of applying relevant certificates and looking forward to conduct pre-commercialization production once the relevant approvals from the authorities are obtained.

4) VARIANCE OF ACTUAL PROFIT FROM FORECAST

Not applicable as no forecast was issued as public document.

5) TAXATION

	<i>3 months ended 30/06/2024 RM'000</i>	<i>3 months ended 30/06/2023 RM'000</i>
In respect of current period:		
- Income Tax	-	-
- Deferred Tax	-	-
Total	<u>-</u>	<u>-</u>

The effective tax rate on the Group's profit before tax for the financial year-to-date ended 30th June 2024 is the statutory tax rate of 24.0% .

6) STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at the date of this report.

7) STATUS OF UTILISATION OF PROCEEDS

- a) The utilisation of proceeds of RM26.6 million raised from Private Placement on January 2021, as at the end of reporting quarter is as follows:

Utilisation of proceeds	Intended/Extended timeframe for utilisation	Actual proceeds raised (RM'000)	Actual utilisation (RM'000)	Reallocation of Utilisation (RM'000)	Balance available (RM'000)
Investment in the Glove Business	Within 48 months	26,324	(5,419)	-	20,905
Estimated expenses	Immediate	300	(300)	-	-
Total		26,624	(5,719)	-	20,905

- b) The utilisation of proceeds of RM76.48 million raised from Right Issues on May 2021, as at the end of reporting quarter is as follows:

Utilisation of proceeds	Intended/Extended timeframe for utilisation	Actual proceeds raised (RM'000)	Actual utilisation (RM'000)	Reallocation of Utilisation (RM'000)	Balance available (RM'000)
Investment in the Glove Business	Within 48 months	40,000	-	-	40,000
Working capital	Within 48 months	35,678	-	158	35,836
Estimated expenses	Immediate	800	(642)	(158)	-
Total		76,478	(642)	-	75,836

8) BANK BORROWINGS

There was bank overdraft of RM12.80 million, bank loan of RM3.60 million and loan from financial services firm of RM48.65 million as at the end of the current financial quarter.

9) MATERIAL LITIGATION

Since the preceding financial quarter ended 31st March 2023, there is no change in material litigation as at the date of this announcement except as disclosed below:

High Court of Malaya, Kuala Lumpur (Suit No. 22NCVC-477-09/2015)

The Trial of the Assessment of Damages was completed on 2nd March 2023. The Hearing of the matter was completed on 22nd May 2023. The decision which was initially fixed on 8th August 2023 has been vacated to another date that is yet to be determined by the court.

Please refer to the previous interim report as at 31st March 2022 (Announcement dated 31st May 2022) for the chronology of the court case.

GPA will announce any material development arising from the above proceedings at the appropriate time.

9) GAIN/(LOSS) PER SHARE

		<i>Current Quarter</i>		<i>Cumulative Quarter</i>	
		<i>30/06/2024</i>	<i>30/06/2023</i>	<i>30/06/2024</i>	<i>30/06/2023</i>
(i) Basic loss per share					
Net Profit/(loss) attributable to owner of the company	(RM'000)	4,900	(2,702)	4,900	(2,702)
<hr/>					
		<i>Current Quarter</i>		<i>Cumulative Quarter</i>	
		<i>30/06/2024</i>	<i>30/06/2023</i>	<i>30/06/2024</i>	<i>30/06/2023</i>
Weighted average number of shares in issue	('000)	305,912 *	3,059,119	305,912 *	3,059,119
<hr/>					
		<i>Current Quarter</i>		<i>Cumulative Quarter</i>	
		<i>30/06/2024</i>	<i>30/06/2023</i>	<i>30/06/2024</i>	<i>30/06/2023</i>
Basic earnings/ (loss) per share	(sen)	1.60	(0.09)	1.60	(0.09)

Basic loss per share is calculated by dividing the net (loss)/profit for the period attributable to owner of the company by the weighted average number of ordinary shares in issue during the period.

*Share consolidation exercise carried out during the year.

(ii) Diluted

The diluted loss per ordinary share for the current financial year will be the same as basic loss per ordinary share due to anti-dilutive effect as diluted loss per ordinary share should not be higher than basic loss per share.

10) PROFIT/(LOSS) BEFORE TAXATION

Profit/ (loss) before taxation is arrived at after charging / (crediting):-

	Current Quarter (RM'000)	YTD (RM'000)
Interest income	(711)	(711)
Other (gain)/loss including investment income	(4,918)	(4,918)
Depreciation and amortization	64	64
Forex (gain)/loss	5	5