



**D'NONCE GROUP OF COMPANIES**

**INTERIM FINANCIAL RESULTS**

**FOURTH QUARTER ENDED 31 MARCH 2023**

**D'NONCE TECHNOLOGY BHD.**  
**(200001000687 / 503292-K)**

The Board wishes to announce the following unaudited results of the Group for the fourth quarter ended 31 March 2023.

**Unaudited Condensed Consolidated Statement of Financial Position As At 31 March 2023**

		(Restated)	(Audited)
	As At	As At	As At
	31/03/2023	31/03/2022	31/03/2022
Note	RM'000	RM'000	RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	116,367	93,734	94,671
Investment properties	10 28,080	23,730	12,912
Intangible assets	2,099	289	289
Trade receivable	-	48	48
Other receivable	1,259	4	4
Deferred tax assets	50	-	-
Right Of Use Asset	3,992	4,999	4,999
	<u>151,847</u>	<u>122,804</u>	<u>112,923</u>
<b>Currents assets</b>			
Inventory property	11,377	349	349
Inventories	25,947	29,763	29,763
Trade receivables	28,480	29,112	29,112
Other receivables, deposits and prepayments	19,031	21,504	21,504
Contract assets	-	720	720
Investment	24,063	13,398	13,398
Tax recoverable	2,745	1,768	1,768
Cash and bank balances	25,850	40,956	40,956
	<u>137,493</u>	<u>137,570</u>	<u>137,570</u>
<b>TOTAL ASSETS</b>	<u>289,340</u>	<u>260,374</u>	<u>250,493</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital	7 117,911	111,159	111,159
Other capital reserve	5,120	5,120	5,120
Foreign currency translation reserve	6,854	4,851	4,851
Employees share option scheme reserve	7 -	31	31
Legal reserve	32	32	32
Revaluation reserve	36,968	37,325	37,325
Retained earnings	35,408	35,279	26,081
	<u>202,293</u>	<u>193,797</u>	<u>184,599</u>
<b>Non-controlling interests</b>	5,726	5,402	5,152
<b>Total equity</b>	<u>208,019</u>	<u>199,199</u>	<u>189,751</u>

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The Board wishes to announce the following unaudited results of the Group for the fourth quarter ended 31 March 2023.

**Unaudited Condensed Consolidated Statement of Financial Position As At 31 March 2023 (cont'd)**

		(Restated)	(Audited)
	As At	As At	As At
	31/03/2023	31/03/2022	31/03/2022
<i>Note</i>	RM'000	RM'000	RM'000
<b>Non-current liabilities</b>			
Retirement benefit obligations	3,523	2,471	2,471
Borrowings	22 17,465	8,868	8,868
Lease liabilities	2,239	3,114	3,114
Deferred tax liabilities	11,081	10,953	10,520
	<u>34,308</u>	<u>25,406</u>	<u>24,973</u>
<b>Current liabilities</b>			
Borrowings	22 21,908	14,485	14,485
Lease liabilities	1,864	2,142	2,142
Trade payables	13,514	12,900	12,900
Other payables	9,727	6,242	6,242
	<u>47,013</u>	<u>35,769</u>	<u>35,769</u>
<b>Total liabilities</b>	<u>81,321</u>	<u>61,175</u>	<u>60,742</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>289,340</u>	<u>260,374</u>	<u>250,493</u>
Net assets per share (RM)	29 <u>0.48</u>	<u>0.53</u>	<u>0.50</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022)

The accompanying notes are an integral part of this statement.

**D'NONCE TECHNOLOGY BHD.**  
**(200001000687 / 503292-K)**

The Board wishes to announce the following unaudited results of the Group for the fourth quarter ended 31 March 2023.

**Unaudited Condensed Consolidated Income Statement For The Quarter Ended 31 March 2023**

	CURRENT QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	31/03/2023	31/03/2022	31/03/2023	31/03/2022
<i>Note</i>	RM'000	RM'000	RM'000	RM'000
Revenue	46,267	-	174,862	-
Operating expenses	(43,264)	-	(166,262)	-
Other (loss)/income including investment income	(368)	-	3,184	-
Profit from operations	2,635	-	11,784	-
Depreciation	(2,165)	-	(8,571)	-
Fair value adjustment on other investments	(1,638)	-	(3,768)	-
Foreign exchange gain	54	-	499	-
Fair value (loss)/gain on investment properties	(599)	-	3,915	-
Gain on disposal of property, plant and equipment	31	-	46	-
Interest expense	(454)	-	(1,695)	-
Interest income	80	-	192	-
Property, plant and equipment written off	-	-	(79)	-
Provision for write off of inventories	(1,465)	-	(1,775)	-
Provision for write off of receivables	(51)	-	(143)	-
(Loss)/Profit before taxation	(3,572)	-	405	-
Taxation	20	1,015	(340)	-
(Loss)/Profit for the period	(2,557)	-	65	-
<b>(Loss)/Profit attributable to:</b>				
Owner of the parent	(2,638)	-	(259)	-
Non-controlling interests	81	-	324	-
	(2,557)	-	65	-
Loss per share:	28			
(a) Basic (sen)	(0.67)	N/A	(0.07)	N/A
(b) Fully Diluted (sen)	(0.67)	N/A	(0.07)	N/A

**Notes:**

- i) The previous financial year end of the Group has been changed from 30 April to 31 March. As such, there will be no comparative financial information available for the financial period ended 31 March 2023.
- ii) The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022.
- iii) The accompanying notes are an integral part of this statement.

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The Board wishes to announce the following unaudited results of the Group for the fourth quarter ended 31 March 2023.

**Unaudited Condensed Consolidated Income Statement For The Quarter Ended 31 March 2023**  
**(cont'd)**

	CURRENT QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	31/03/2023	31/03/2022	31/03/2023	31/03/2022
<i>Note</i>	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit for the period	(2,557)	-	65	-
Other comprehensive (loss)/income:				
Foreign currency translation				
differences for foreign operations	1,515	-	2,003	-
Revaluation of property, plant and equipment	-	-	-	-
Transfer of revaluation surplus to				
retained profits	357	-	357	-
Realisation of revaluation surplus				
upon depreciation	(357)	-	(357)	-
Total comprehensive (loss)/income for the period	<u>(1,042)</u>	<u>-</u>	<u>2,068</u>	<u>-</u>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owner of the parent	(1,123)	-	1,744	-
Non-controlling interests	81	-	324	-
	<u>(1,042)</u>	<u>-</u>	<u>2,068</u>	<u>-</u>

**Notes:**

- i) The previous financial year end of the Group has been changed from 30 April to 31 March. As such, there will be no comparative financial information available for the financial period ended 31 March 2023.
- ii) The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022.
- iii) The accompanying notes are an integral part of this statement.

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The Board wishes to announce the following unaudited results of the Group for the fourth quarter ended 31 March 2023.

**Unaudited Condensed Consolidated Statement of Changes in Equity For The Quarter Ended 31 March 2023**

	← Attributable to equity holders of the parent →						Retained Earnings	Total	Non-controlling Interests	Total Equity
	← Non-distributable →			Distributable						
	Share Capital	Other Capital Reserve	Foreign Currency Translation Reserve	Share Option Reserve	Legal Reserve	Revaluation Reserve	RM'000	RM'000	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2022	111,159	5,120	4,851	31	32	37,325	26,081	184,599	5,152	189,751
Effect of adoption of MFRS 13	-	-	-	-	-	-	9,821	9,821	250	10,071
Effect of prior year adjustment	-	-	-	-	-	-	(623)	(623)	-	(623)
Restated	111,159	5,120	4,851	31	32	37,325	35,279	193,797	5,402	199,199
Loss for the period	-	-	-	-	-	-	(259)	(259)	324	65
Transfer of revaluation surplus to retained profits	-	-	-	-	-	(357)	357	-	-	-
Other comprehensive income	-	-	2,003	-	-	-	-	2,003	-	2,003
Total comprehensive (loss)/income for the period	-	-	2,003	-	-	(357)	98	1,744	324	2,068
Issuance of ordinary shares pursuant to acquisition of subsidiary	6,752	-	-	-	-	-	-	6,752	-	6,752
Termination of ESOS Scheme	-	-	-	(31)	-	-	31	-	-	-
At 31 March 2023	117,911	5,120	6,854	-	32	36,968	35,408	202,293	5,726	208,019

**Notes:**

- i) The previous financial year end of the Group has been changed from 30 April to 31 March. As such, there will be no comparative financial information available for the financial period ended 31 March 2023.
- ii) The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022.
- iii) The accompanying notes are an integral part of this statement.

The Board wishes to announce the following unaudited results of the Group for the fourth quarter ended 31 March 2023.

**Unaudited Condensed Consolidated Statement of Changes in Equity For The Quarter Ended 31 March 2023 (cont'd)**

	←————— Attributable to equity holders of the parent —————→						—————→			
	←————— Non-distributable —————→			Distributable						
	Share Capital	Other Capital Reserve	Foreign Currency Translation Reserve	Share Option Scheme Reserve	Legal Reserve	Revaluation Reserve	Retained Earnings	Total	Non- controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2021	-	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Issuance of ordinary shares pursuant to										
- ESOS	-	-	-	-	-	-	-	-	-	-
- warrants	-	-	-	-	-	-	-	-	-	-
At 31 December 2021	-	-	-	-	-	-	-	-	-	-

**Notes:**

- i) The previous financial year end of the Group has been changed from 30 April to 31 March. As such, there will be no comparative financial information available for the financial period ended 31 March 2023.
- ii) The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022.
- iii) The accompanying notes are an integral part of this statement.

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The Board wishes to announce the following unaudited results of the Group for the fourth quarter ended 31 March 2023.

**Unaudited Condensed Consolidated Statement of Cash Flows For The Period Ended 31 March 2023**

	<b>12 months ended</b>	
	<b>31/03/2023</b>	<b>31/03/2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash Flows From Operating Activities</b>		
Profit before taxation	405	-
Adjustments for non-cash flows:		
Depreciation	8,571	-
Fair value gain on investment properties	(3,915)	-
Fair value adjustment on other investments	3,768	-
Gain on disposal of property, plant and equipment	(46)	-
Interest expense	1,695	-
Interest income	(192)	-
Provision for and written off of inventories	1,775	-
Property, plant and equipment written off	79	-
Provision for write off of receivables	143	-
Non-operating items	(372)	-
Operating profit before working capital changes	11,911	-
Decrease in receivables	5,291	-
Decrease in inventories	4,175	-
Increase in inventory property	(11,028)	-
Decrease in payables	(351)	-
Cash used in operations	9,998	-
Tax paid	(1,061)	-
Interest paid	(1,455)	-
Retirement benefit obligations paid	(57)	-
Net cash generated from operating activities	7,425	-
<b>Cash Flows From Investing Activities</b>		
Interest income	192	-
Purchase of property, plant and equipment	(21,906)	-
Proceeds from disposal of property, plant and equipment	51	-
Net changes to fixed deposit	8,452	-
Net changes to investment	(14,433)	-
Net cash used in investing activities	(27,644)	-
<b>Cash Flows From Financing Activities</b>		
Net changes in short term borrowings	2,570	-
Repayment of lease liabilities	(2,526)	-
Drawdown of hire purchase and lease financing	2,547	-
Drawdown of term loans	6,101	-
Net cash generated from financing activities	8,692	-



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The Board wishes to announce the following unaudited results of the Group for the fourth quarter ended 31 March 2023.

**Unaudited Condensed Consolidated Statement of Cash Flows For The Period Ended 31 March 2023**  
**(cont'd)**

	12 months ended	
	31/03/2023	31/03/2022
	RM'000	RM'000
Net decrease in cash and cash equivalents	(11,527)	-
Effect of exchange rate changes	511	-
Cash and cash equivalents at beginning of the period	22,964	-
Cash and cash equivalents at end of the period	11,948	-
Cash and cash equivalents comprise:		
Cash and bank balances	25,850	-
Bank overdraft - secured	(4,362)	-
	21,488	-
Less: Deposits with licensed banks for more than 3 months and pledged with licensed banks	(9,540)	-
	11,948	-

Reconciliation of liabilities arising from financing activities:

	Carrying amount as at 1 April 2022	Cash flows	Non-cash changes Others	Carrying amount as at 31 March 2023
	RM'000	RM'000	RM'000	RM'000
Short term borrowings	10,278	2,570	-	12,848
Hire purchase and lease financing	2,475	2,547	440	5,462
Term loans	10,600	6,101	-	16,701
	23,353	11,218	440	35,011

**Notes:**

- i) The previous financial year end of the Group has been changed from 30 April to 31 March. As such, there will be no comparative financial information available for the financial period ended 31 March 2023.
- ii) The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2022.
- iii) The accompanying notes are an integral part of this statement.

**Notes to the condensed consolidated interim financial statements of the Group for the fourth quarter ended 31 March 2023**

**1 Basis of Preparation**

The interim financial statement is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). These interim financial report also comply with IAS 34 *Interim Financial Reporting* issued by the International Accounting Standards Board.

The interim financial statement should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2022. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2022.

**2 Significant Accounting Policies**

The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 March 2022 except for the adoption of new MFRSs and Interpretations and Amendments to certain MFRSs which are effective for the Group from 1 April 2022.

Amendments to MFRS 3: Business Combinations – Reference to the Conceptual Framework  
Amendments to MFRS 116: Property, Plant and Equipment—Proceeds before Intended Use  
Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts—Cost of Fulfilling a Contract

Adoption of these new MFRSs and Interpretations and Amendments to certain MFRSs did not have any material effect on the financial performance or position of the Group.

**Effective for financial periods beginning on or after 1 January 2023**

MFRS 17: Insurance Contracts  
Amendments to MFRS 4: Insurance Contracts - Extension of the Temporary Exemption from Applying MFRS 9  
Amendments to MFRS 17: Insurance Contracts  
Amendment to MFRS 17: Insurance Contracts: 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 101: Disclosure of Accounting Policies  
Amendments to MFRS 108: Definition of Accounting Estimates  
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

## **2 Significant Accounting Policies (cont'd)**

### **Effective for financial periods beginning on or after 1 January 2024**

Amendments to MFRS 16: Lease Liability in a Sale and Leaseback  
Amendments to MFRS 101: Non-current Liabilities with Covenants

### **Deferred**

Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associates or Joint Venture

The Directors expect that the adoption of these new MFRSs and Interpretations and Amendments will have no material impact on the financial statements in the period of initial application.

## **3 Audit Report of the Preceding Annual Financial Statements**

The audit report of the Group's annual financial statements for the year ended 31 March 2022 was not subjected to any qualification.

## **4 Seasonality and Cyclical Operations**

The Group is subjected to the cyclical effects of the electronic industry as a result of the volatility of demand.

## **5 Nature and Amount of Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow that are Unusual Because of Their Nature, Size or Incidence**

There were no items affecting assets, liabilities, equity, net income or cash flow that are unusual because of their nature, size or incidence for the current quarter.

## **6 Material Changes in Accounting Estimates**

There were no changes in accounting estimates of amounts reported in prior interim periods or the current financial period or changes in estimates of amounts reported in prior financial years.

**7 Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities**

As at the quarter ended 31 March 2023, there were no new ordinary shares issued and allotted, details of the issued and paid-up capital of the Company as at 31 March 2023 are as follows:

**Share Capital**

	<b>No. of shares</b>	<b>RM'000</b>
As at 31 December 2022 / 31 March 2023	434,462,377	117,911

There were no issuances or repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares or resale of treasury shares for the current financial period.

**8 Dividend Paid**

No dividend was paid during the financial year to date.

**9 Segmental Reporting**

The Group's segmental analysis is as follows:

By customer segments

Period ended 31-Mar-23	Healthcare	Electrical and Electronics	Other Industries*	Others ^	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>REVENUE</b>						
External revenue	54,400	93,649	26,813	-	-	174,862
Inter-segment revenue	4,444	7,889	141	-	(12,474)	-
<b>Total segment revenue</b>	<b>58,844</b>	<b>101,538</b>	<b>26,954</b>	<b>-</b>	<b>(12,474)</b>	<b>174,862</b>
<b>RESULTS</b>						
<b>Segment results</b>	<b>3,839</b>	<b>4,929</b>	<b>454</b>	<b>(520)</b>	<b>-</b>	<b>8,702</b>
Unallocated expenses						(6,602)
Operating profit						2,100
Finance costs, net						(1,695)
Profit before taxation						405
Taxation						(340)
Profit after taxation						65
<b>Segment assets</b>	<b>87,066</b>	<b>158,230</b>	<b>25,394</b>	<b>11,746</b>	<b>-</b>	<b>282,436</b>
Unallocated assets						6,904
<b>Total assets</b>						<b>289,340</b>
<b>Segment liabilities</b>	<b>17,900</b>	<b>50,044</b>	<b>11,448</b>	<b>50</b>	<b>-</b>	<b>79,442</b>
Unallocated liabilities						1,879
<b>Total liabilities</b>						<b>81,321</b>

\* Other industries is pertaining to automotive, furniture, food and beverage and other manufacturing industries.

^ Other is pertaining to dormant companies.

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**9 Segmental Reporting (cont'd)**

The Group's segmental analysis is as follows (cont'd):

By customer segments

Period ended 31-Mar-22	Healthcare	Electrical and Electronics	Other Industries*	Others ^	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>REVENUE</b>						
External revenue	-	-	-	-	-	-
Inter-segment revenue	-	-	-	-	-	-
<b>Total segment revenue</b>	-	-	-	-	-	-
<b>RESULTS</b>						
<b>Segment results</b>	-	-	-	-	-	-
Unallocated expenses						-
Operating profit						-
Finance costs, net						-
Profit before taxation						-
Taxation						-
Profit after taxation						-
<b>Segment assets</b>	-	-	-	-	-	-
Unallocated assets						-
Total assets						-
<b>Segment liabilities</b>	-	-	-	-	-	-
Unallocated liabilities						-
Total liabilities						-

\* Other industries is pertaining to automotive, furniture, food and beverage and other manufacturing industries.

^ Other is pertaining to dormant companies.

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## **10 Valuation of Investment Properties**

With effect from 30 September 2022, the Group has adopted the fair value model for all its investment properties.

The fair value gain on investment properties (net of deferred tax) of RM10.07 million has been incorporated into the consolidated financial statements for the financial period ended 31 March 2022, of which RM9.82 million and RM0.25 million is recognised in the fair value gain on investment properties and non-controlling interests respectively.

For the current financial year, the fair value gain on investment properties (net of deferred tax) of RM3.92 million has been incorporated into the consolidated financial statements, of which RM3.86 million and RM0.06 million is recognised in the fair value gain on investment properties and non-controlling interests respectively.

## **11 Subsequent Material Event**

There were no significant subsequent material events that have taken place subsequent to the statements of financial position date.

## **12 Material Events During the Period Under Review**

On 5 January 2023, the Board of Directors of the Company announced that its subsidiary company, Attractive Venture (KL) Sdn. Bhd. ("AVKL") entered into a Sale and Purchase Agreement with Paragon Car Carpets & Components Sdn Bhd to purchase all the piece of leasehold land held under H.S.(M) 4080, PT 7667, Tempat Cheras Jaya, Mukim Ceras, Daerah Hulu Langat, Negeri Selangor measuring approximately 6,833 square meters with a unit of factory erected thereon bearing the postal address of Lot 21, Jalan 1, Taman Cheras Jaya, 43200 Cheras, Selangor Darul Ehsan for a total purchase price of RM17,500,000.00 only subject to the terms and conditions as stipulated in the Sale and Purchase Agreement.

For further details, please refer to Bursa website for the announcement made by the Company.

## **13 Changes in the Composition of the Group**

On 11 August 2022, TA Securities Holdings Berhad ("TA Securities") announced on behalf of the Board of Directors ("Board") that D'nonce Technology Bhd ("DTB") proposes to undertake the proposed acquisition of 333,997 ordinary shares in Komark (Thailand) Company Limited ("KTCL") ("KTCL Shares" or "Sale Shares"), representing 99.9991% equity interest in KTCL from General Labels & Labelling (M) Sdn Bhd ("Vendor" or "GLLSB") (a wholly-owned subsidiary of Komarkcorp Berhad ("Komarkcorp")) for a purchase consideration of RM9,100,000 ("Purchase Consideration") to be satisfied entirely via the issuance of 58,709,677 new ordinary shares in DTB ("DTB Shares" or "Shares") at an issue price of RM0.155 each ("Consideration Shares") ("Proposed Acquisition").

On 29 December 2022, TA Securities announced on behalf of the Board that the Acquisition has been completed on 29 December 2022 following the listing and quotation of 58,709,677 new DTB Shares on the Main Market of Bursa Securities on even date.

**14 Changes in Contingent Liabilities and Assets**

The Company provided corporate guarantees amounting to RM39.02 million (31 March 2022: RM23.02 million) for the banking facilities granted to certain subsidiary companies.

**15 Capital Commitments**

The amount of commitments not provided for in the interim financial statements as at 31 March 2023 are as follows:

	<b>RM'000</b>
Approved and contracted for:	
- Land and building	19,620
- Plant and Machinery	72
<b>Total Capital Commitments</b>	<b>19,692</b>

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**(200001000687 / 503292-K)**

**16 Analysis of performance for current quarter and financial period-to-date**

The performance analysis of D'nonce Technology Bhd for the financial year 31 March 2023 ("Q4'23") is as follows:

	Quarter 4		Year-To-Date	
	FY2023 RM'000	FY2022 RM'000	FY2023 RM'000	FY2022 RM'000
Revenue	46,267	-	174,862	-
Operating profit	2,635	-	11,784	-
(Loss)/Profit before interest and tax	(3,118)	-	2,100	-
(Loss)/Profit before tax	(3,572)	-	405	-
(Loss)/Profit after tax	(2,557)	-	65	-
(Loss)/Profit attributable to ordinary equity holders of the parent	(2,638)	-	(259)	-

**Group**

The Group achieved revenue of RM46.3 million and RM174.9 million for the current quarter and year to date under review respectively.

Revenue for the current quarter was contributed by the electrical and electronics customer segment of RM24.1 million, followed by the healthcare customer segment of RM14.6 million and other segments contributing RM7.6 million.

The electrical and electronics customer segment contributed RM2.5 million segment loss, mainly from higher operational cost and provisioning and write off for slow moving inventories, while the healthcare customer segment contributed RM1.3 million in segment results, mainly from the improvement in revenue for this segment. Another RM0.2 million segment loss was contributed by the other industries and others segment.

Based on the above and after accounting for unallocated expenses of RM1.7 million, the Group posted a loss attributable to ordinary equity holders of parent of RM2.6 million for the current quarter.

The previous financial year end of the Group has been changed from 30 April to 31 March. As such, there will be no comparative financial information available for the financial period ended 31 March 2023.

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**17 Material Changes in Profit Before Taxation Against Preceding Quarter**

	<b>Q4'23</b> <b>31 March 2023</b> <b>RM'000</b>	<b>Q3'23</b> <b>31 December 2022</b> <b>RM'000</b>	<b>Variance</b>  <b>%</b>
Revenue	46,267	39,936	16%
Operating profit	2,635	1,825	44%
(Loss)/Profit before interest and tax	(3,118)	1,452	-315%
(Loss)/Profit before tax	(3,572)	1,051	-440%
(Loss)/Profit after tax	(2,557)	746	-443%
(Loss)/Profit attributable to ordinary equity holders of the parent	(2,638)	673	-492%

**Group**

The Group achieved RM46.3 million in revenue for the current quarter, an increase of RM6.4 million or 16.3% as compared to RM39.9 million in the preceding quarter. The loss attributable to the ordinary equity holders of the parent was RM2.8 million as compared to a profit attributable to ordinary equity holders of the parent of RM0.7 million in the previous quarter.

The performance by business segments are further analysed as below:

**Healthcare**

The revenue for this segment was RM14.6 million for the current quarter as compared to RM11.0 million in the preceding quarter, an increase of RM3.6 or 32.7%. The segment generated RM1.3 million in segment results as compared to RM1.0 million in the last quarter. The increase in segment results is mainly due to improvement in revenue in the current quarter.

**Electrical and Electronics**

The revenue for this segment was RM24.1 million for the current quarter as compared to RM21.3 million in the preceding quarter, an increase of RM2.8 million or 13.1%. The segment generated RM2.5 segment loss as compared to RM2.2 million segment profit in the last quarter, as a result of increased operating costs and provisioning and write off for slow moving inventories.

**Other Industries**

The revenue for this segment was RM7.6 million for the current quarter, consistent with the previous quarter. The segment generated RM0.2 million segment loss as compared to RM0.1 million segment loss in the last quarter.

**Others**

The segment generated RM0.1 million loss for the current quarter and in the last quarter.

**18 Prospects**

Global economic uncertainties is expected to continue throughout 2023 amid, global supply chain disruptions resulting in cost challenges, tensions in Europe arising from the Ukraine/Russia situation, tightening monetary policies and rising interest rates. It is challenging to predict the full extent and duration of these impact on the global economy.

Despite the prevailing challenges, the Group remains cautiously optimistic on the long term business prospects and will continue to actively pursue various business strategies to increase its revenue, and to implement cost control measures.

**19 Variance of Actual Profit from Forecast Profit**

The Group did not issue any profit forecast or profit guarantee for the year.

**20 Taxation**

	Current Quarter		Cumulative Quarter	
	31 March 2023 RM'000	31 March 2022 RM'000	31 March 2023 RM'000	31 March 2022 RM'000
Current tax:				
Current period	264	-	(615)	-
Prior period	(53)	-	(81)	-
Deferred tax:				
Current period	663	-	242	-
Prior period	141	-	114	-
<b>Tax expenses</b>	<b>1,015</b>	<b>-</b>	<b>(340)</b>	<b>-</b>

The Group's performance across all its subsidiaries consist of certain subsidiaries reporting high profits and other subsidiaries either reporting marginal profit or losses. As a result, the profitable subsidiaries are subject to taxation whereas subsidiaries with marginal profit or loss are not exposed to taxation. The net impact is a higher effective tax rate than the statutory rate for the Group.

## **21 Status of Corporate Proposal**

On 11 August 2022, TA Securities Holdings Berhad (“TA Securities”) announced on behalf of the Board of Directors (“Board”) that D'nonce Technology Bhd (“DTB”) proposes to undertake the following:

- (i) proposed acquisition of 333,997 ordinary shares in Komark (Thailand) Company Limited (“KTCL”) (“KTCL Shares” or “Sale Shares”), representing 99.9991% equity interest in KTCL from General Labels & Labelling (M) Sdn Bhd (“Vendor” or “GLLSB”) (a wholly-owned subsidiary of Komarkcorp Berhad (“Komarkcorp”)) for a purchase consideration of RM9,100,000 (“Purchase Consideration”) to be satisfied entirely via the issuance of 58,709,677 new ordinary shares in DTB (“DTB Shares” or “Shares”) at an issue price of RM0.155 each (“Consideration Shares”) (“Proposed Acquisition”);
- (ii) in conjunction with the Proposed Acquisition, the Company proposes to undertake a proposed diversification of the principal activities of DTB and its subsidiaries (“DTB Group” or “Group”) to include manufacturing and selling of self-adhesive labels (“Labelling Business”) (“Proposed Diversification”) as the Company envisages that the contribution arising from the Proposed Acquisition will be more than 25% of the net assets and/ or net profits of the Group in the future;
- (iii) proposed renounceable rights issue of up to 434,690,877 DTB Shares (“Rights Shares”) on the basis of 1 Rights Share for every 1 existing Share held on an entitlement date to be determined later (“Entitlement Date”), together with up to 434,690,877 free detachable warrants (“Warrants”) on the basis of 1 Warrant for every 1 Rights Share subscribed for at an issue price to be determined and announced by the Board at a later date (“Proposed Rights Issue”);
- (iv) proposed termination of the Company’s existing employees’ share option scheme (“ESOS”) (“Existing ESOS Scheme”) (“Proposed ESOS Termination”); and
- (v) proposed establishment of a new share issuance scheme of up to 15% of the total number of issued Shares (excluding treasury shares, if any) at any point in time during the duration of the scheme for eligible employees, executive directors and non executive directors of the Company and its non-dormant subsidiaries (“Proposed New SIS” or “Scheme”).

On 17 August 2022, TA Securities announced on behalf of the Board that the listing application in relation to the Proposals has been submitted to Bursa Malaysia Securities Berhad (“Bursa Securities”).

On 1 November 2022, The Board of DTB announced that all the resolutions as set out in the Notice of the Extraordinary General Meeting (“EGM”) dated 17 October 2022 were passed at the EGM of the Company held on Tuesday, 1 November 2022.

On 29 December 2022, TA Securities announced on behalf of the Board that the Acquisition has been completed on 29 December 2022 following the listing and quotation of 58,709,677 new DTB Shares on the Main Market of Bursa Securities on even date.

On 16 March 2023, TA securities announced on behalf of the Board that the Company has been granted an extension time limit until 25 September 2023 to complete the implementation of the Rights Issue and new SIS.

For further details, please refer to Bursa website for the announcement made by the Company.

Other than the above, there are no other corporate proposals announced as at the date of this report.

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**22 Group Borrowings and Debt Securities**

The Group Borrowings as at 31 March 2023 were as follows:

	As At 31 March 2023	
	Foreign Denomination '000	RM'000
<b>Secured:</b>		
<b>Short Term (Denominated in THB)</b>		
Trust receipts	4,339	561
Term loans	15,360	1,986
Hire purchases and lease creditors	1,436	186
	21,135	2,733
<b>Short Term (Denominated in RM)</b>		
Bank overdrafts	-	4,362
Bankers' acceptance	-	4,287
Revolving credits	-	8,000
Term loans	-	1,319
Hire purchases and lease creditors	-	1,207
	-	19,175
<b>Total Short Term</b>	21,135	21,908
<b>Long Term (Denominated in THB)</b>		
Term loans	3,027	391
Hire purchases and lease creditors	1,507	195
	4,534	586
<b>Long Term (Denominated in RM)</b>		
Term loans	-	13,005
Hire purchases and lease creditors	-	3,874
	-	16,879
<b>Total Long Term</b>	4,534	17,465
<b>Total</b>	<b>25,669</b>	<b>39,373</b>

**Total borrowings as at 31 March 2023**

		Exchange Rate	RM'000
(a) in Thai Baht	THB 25,669,000	0.1293	3,319
(b) in Ringgit Malaysia	RM 36,054,000	-	36,054
			<u>39,373</u>

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**22 Group Borrowings and Debt Securities (cont'd)**

The Group Borrowings as at 31 March 2023 were as follows (cont'd):

	As At 31 March 2022	
	Foreign Denomination '000	RM'000
<b>Secured:</b>		
<b>Short Term (Denominated in THB)</b>		
Trust receipts	-	-
Term loans	-	-
Hire purchases and lease creditors	-	-
	-	-
<b>Short Term (Denominated in RM)</b>		
Revolving credits	-	-
Term loans	-	-
Hire purchases and lease creditors	-	-
	-	-
<b>Total Short Term</b>	-	-
<b>Long Term (Denominated in THB)</b>		
Term loans	-	-
Hire purchases and lease creditors	-	-
	-	-
<b>Long Term (Denominated in RM)</b>		
Term loans	-	-
Hire purchases and lease creditors	-	-
	-	-
<b>Total Long Term</b>	-	-
<b>Total</b>	-	-

**Total borrowings as at 31 March 2022**

		Exchange Rate	RM'000
(a) in Thai Baht	THB Nil	-	-
(b) in Ringgit Malaysia	RM Nil	-	-
			<hr/>
			<hr/>

**22 Group Borrowings and Debt Securities (cont'd)**

There was no new major borrowing during the quarter to date other than term loan and new hire purchase for fixed assets netted against repayments of some borrowings.

The weighted average interest rate per annum of borrowings were as follows:

	<b>31 March 2023</b>	<b>31 March 2022</b>
Fixed rates	1.90% - 13.00%	1.90% - 13.00%
Floating rates	3.45% - 10.00%	3.45% - 10.00%

There is no hedging against RM on borrowings denominated in Thai Baht as they are used by Thailand subsidiaries for their own operational need.

**23 Derivative Financial Instrument**

There was no derivative financial instrument as at the current financial period.

**24 Related Party Transactions**

During the current quarter under review and up to the date of this announcement, the Group did not enter into any related party transactions or recurrent related party transactions of a revenue or trading nature that has, in consideration, value of the assets, capital outlay or cost of the Recurrent Related Party Transactions is RM1 million or more; or the percentage ratio of such Recurrent Related Party Transaction is 1% or more, whichever is the higher.

**25 Material Litigation**

During the current quarter under review and up to date of this announcement, there are no material litigation involving the Company and the Group.

**26 Dividend**

The Directors will not be recommending any dividend for the current financial period.

**D'NONCE TECHNOLOGY BHD.****(200001000687 / 503292-K)****27 Comparative Figures**

Certain comparative figures have been adjusted to conform with the current year's presentation so as to reflect the effect of adoption of MFRS13 Fair value measurement and prior year adjustment:

	<b>As previously stated RM'000</b>	<b>Adjustment RM'000</b>	<b>As restated RM'000</b>
<b>Statement of financial position</b>			
<b>31 March 2022</b>			
Property, plant and equipment	94,671	(937)	93,734
Investment properties	12,912	10,818	23,730
Retained earnings	26,081	9,198	35,279
Non-controlling interests	5,152	250	5,402
Deferred tax liabilities	10,520	433	10,953

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**28 Earnings Per Share**

<b>Basic</b>	<b>Current Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31 March 2023</b>	<b>31 March 2022</b>	<b>31 March 2023</b>	<b>31 March 2022</b>
Loss attributable to ordinary equity holders of the parent (RM'000)	(2,638)	N/A	(259)	N/A
Weighted average number of ordinary shares in issue ('000)	395,323	N/A	395,323	N/A
<b>Basic loss per share (sen)</b>	<b>(0.67)</b>	<b>N/A</b>	<b>(0.07)</b>	<b>N/A</b>

<b>Diluted</b>	<b>Current Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31 March 2023</b>	<b>31 March 2022</b>	<b>31 March 2023</b>	<b>31 March 2022</b>
Loss attributable to ordinary equity holders of the parent (RM'000)	(2,638)	N/A	(259)	N/A
Weighted average number of ordinary shares in issue ('000)	395,132	N/A	395,123	N/A
<b>Diluted loss per share (sen)</b>	<b>(0.67)</b>	<b>N/A</b>	<b>(0.07)</b>	<b>N/A</b>

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**29 Net Assets Per Share**

	<b>As At 31 March 2023 RM'000</b>	<b>(Restated) As At 31 March 2022 RM'000</b>	<b>(Audited) As At 31 March 2022 RM'000</b>
Total assets	289,340	260,374	250,493
Less: Total liabilities	(81,321)	(61,175)	(60,742)
<b>Net Assets</b>	<b>208,019</b>	<b>199,199</b>	<b>189,751</b>
<b>Number of ordinary shares in issue ('000) (Note 7)</b>	<b>434,462</b>	<b>375,753</b>	<b>375,753</b>
<b>Net Assets Per Share (RM)</b>	<b>0.48</b>	<b>0.53</b>	<b>0.50</b>

**30 Authorisation For Issue**

The Board of Directors authorised the issue of this unaudited interim financial statements on 30 May 2023.