

**SKB SHUTTERS CORPORATION BERHAD**

Registration No. 199701014865 (430362 - U)

(Incorporated in Malaysia)  
AND ITS SUBSIDIARIES**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2024**

	(Unaudited) 31 March 2024 RM'000	(Audited) 30 June 2023 RM'000
<b>Assets</b>		
Property, plant and equipment	31,367	32,420
Right-of-use assets	93,284	94,286
Investment properties	247	253
Trade receivables	4,646	5,198
<b>Total non-current assets</b>	<u>129,544</u>	<u>132,157</u>
Inventories	50,651	51,238
Trade and other receivables	20,530	19,432
Current tax assets	289	20
Cash and cash equivalents	43,591	24,326
<b>Total current assets</b>	<u>115,061</u>	<u>95,016</u>
<b>Total assets</b>	<u><u>244,605</u></u>	<u><u>227,173</u></u>
<b>Equity</b>		
Share capital	45,834	45,818
Reserves	(321)	(303)
Retained earnings	80,014	70,038
<b>Total equity attributable to owners of the Company</b>	<u>125,527</u>	<u>115,553</u>
<b>Liabilities</b>		
Loans and borrowings	60,436	64,053
Lease liabilities	415	536
Deferred tax liabilities	626	626
<b>Total non-current liabilities</b>	<u>61,477</u>	<u>65,215</u>
Loans and borrowings	23,268	15,951
Lease liabilities	166	174
Trade and other payables	31,481	29,295
Current tax liabilities	2,686	985
<b>Total current liabilities</b>	<u>57,601</u>	<u>46,405</u>
<b>Total liabilities</b>	<u>119,078</u>	<u>111,620</u>
<b>Total equity and liabilities</b>	<u><u>244,605</u></u>	<u><u>227,173</u></u>
<b>Net assets per share (RM)</b>	<u>0.95</u>	<u>0.88</u>

The notes on pages 6 to 13 are an integral part of  
these condensed interim financial statements.

**SKB SHUTTERS CORPORATION BERHAD**

Registration No. 199701014865 (430362 - U)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 MARCH 2024**

	3 months ended			9 months ended		
	31 March 2024 RM'000 Unaudited	31 March 2023 RM'000 Unaudited	Changes (%)	31 March 2024 RM'000 Unaudited	31 March 2023 RM'000 Audited	Changes (%)
<b>Continuing operations</b>						
Revenue	30,721	25,975	18%	84,505	77,669	9%
Result from operating activities	6,430	5,442	18%	16,143	13,927	16%
Interest income	307	117	162%	745	276	170%
Interest expense	(623)	(578)	8%	(1,868)	(1,646)	13%
Profit before taxation	6,114	4,981	23%	15,020	12,557	20%
Tax expense	(2,241)	(1,862)	20%	(5,044)	(2,511)	101%
Profit for the period	3,873	3,119	24%	9,976	10,046	-1%
Other comprehensive loss, net of tax Item that is or may reclassified subsequently to profit or loss						
Foreign currency transaction differences for foreign operation	(18)	(48)	-63%	(18)	(48)	-63%
Total comprehensive income for the period attributable to owners of the company	3,855	3,071		9,958	9,998	
Basic earnings per share (sen)	2.93	2.36		7.56	7.61	
Diluted earnings per share (sen)	2.63	N/A		6.90	N/A	

The notes set out on pages 6 to 13 form an integral part of  
these condensed interim financial statements.

**SKB SHUTTERS CORPORATION BERHAD**

Registration No. 199701014865 (430362 - U)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 MARCH 2024**

	<b>Current Quarter 31 March 2024 RM'000 Unaudited</b>	<b>Immediate Preceding Quarter 31 December 2023 RM'000 Unaudited</b>	<b>Changes (%)</b>
<b>Continuing operations</b>			
Revenue	30,721	29,039	6%
Result from operating activities	6,430	5,661	14%
Interest income	307	241	27%
Interest expense	(623)	(631)	-1%
Profit for the period	6,114	5,271	16%
Tax expense	(2,241)	(1,894)	18%
Profit for the period	3,873	3,377	15%
Other comprehensive expense, net of tax Item that is or may reclassified subsequently to profit or loss Foreign currency transaction differences for foreign operation	(18)	(12)	250%
Total comprehensive income for the period attributable to owners of the company	3,855	3,365	
Basic earnings per share (sen)	2.93	2.56	
Diluted earnings per share (sen)	2.63	2.22	

The notes on pages 6 to 13 are an integral part of  
these condensed interim financial statements.

**SKB SHUTTERS CORPORATION BERHAD**

Registration No. 199701014865 (430362 - U)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2024 (UNAUDITED)**

	----- Non-distributable -----		Distributable	Total equity RM'000
	Share capital RM'000	Reserves RM'000	Retained earnings RM'000	
At 1 July 2022	45,818	(303)	70,038	115,553
Other comprehensive expense for the year	-	(18)	-	(18)
Profit for the year	-	-	9,976	9,976
Total comprehensive (expense)/income for the year	-	(18)	9,976	9,958
Warrants exercise	16			16
At 31 March 2024	45,834	(321)	80,014	125,527

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2023 (UNAUDITED)**

	----- Non-distributable -----		Distributable	Total equity RM'000
	Share capital RM'000	Reserves RM'000	Retained earnings RM'000	
At 1 July 2022	45,818	(219)	55,043	100,642
Other comprehensive expense for the year	-	(48)	-	(48)
Profit for the year	-	-	10,046	10,046
Total comprehensive (expense)/income for the year	-	(48)	10,046	9,998
At 31 March 2023	45,818	(267)	65,089	110,640

The notes on pages 6 to 13 are an integral part of  
these condensed interim financial statements.

**SKB SHUTTERS CORPORATION BERHAD**

Registration No. 199701014865 (430362 - U)

(Incorporated in Malaysia)

AND ITS SUBSIDIARIES

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2024**

	9 months ended 31 March	
	2024 RM'000 (Unaudited)	2023 RM'000 (Unaudited)
<b>Profit before tax from continuing operations</b>	15,020	12,557
Adjustments for :		
Depreciation of property, plant & equipment	3,476	2,466
Depreciation of investment properties	6	6
Depreciation of right-of-use assets	135	654
(Gain)/Loss on disposal of plant and equipment	(101)	-
Interest expense	1,868	1,646
Interest income	(745)	(276)
Unrealised (gain)/loss on foreign exchange	(512)	(117)
Operating profit before changes in working capital	<u>19,147</u>	<u>16,936</u>
Changes in working capital:		
Inventories	587	(3,934)
Trade and other receivables	(1,214)	(4,428)
Trade and other payables	3,348	(1,587)
Cash generated from operations	<u>21,868</u>	<u>6,987</u>
Tax paid	(3,611)	(1,421)
<b>Net cash from operating activities</b>	<u>18,257</u>	<u>5,566</u>
<b>Cash flows from investing activities</b>		
Purchase of plant and equipment	(1,341)	(797)
Proceeds from disposal of plant and equipment	103	-
Interest received	745	276
<b>Net cash used in investing activities</b>	<u>(493)</u>	<u>(521)</u>
<b>Cash flows from financing activities</b>		
Repayment of hire purchase creditors	(822)	(718)
Repayment of term loan	(2,787)	(1,610)
Repayment of lease liabilities	(130)	(138)
Changes in other borrowings, net	5,490	3,486
Interest paid	(1,868)	(1,646)
Proceeds from warrants exercised	16	-
<b>Net cash used in financing activities</b>	<u>(101)</u>	<u>(626)</u>
Net increase in cash and cash equivalents	<u>17,663</u>	<u>4,419</u>
Cash and cash equivalents at 1 July 2023/2022	23,910	15,330
<b>Cash and cash equivalents at 31 March 2024</b>	<u><u>41,573</u></u>	<u><u>19,749</u></u>
Note :		
<u>Purchase of plant and equipment</u>		
Purchase of plant and equipment	1,559	2,216
Less: Acquired by means of hire purchase arrangements	(218)	(1,419)
	<u>1,341</u>	<u>797</u>
<u>Cash and cash equivalents</u>		
Cash and cash equivalents included in the condensed consolidated statement of cash flows comprise the following :		
Cash and bank balances	43,591	22,383
Bank overdrafts	(2,018)	(2,634)
	<u>41,573</u>	<u>19,749</u>

The notes on pages 6 to 13 are an integral part of these condensed interim financial statement.

# **SKB SHUTTERS CORPORATION BERHAD**

**Registration No. 199701014865 (430362-U)**

**(Incorporated in Malaysia)**

**AND ITS SUBSIDIARIES**

**Notes to the condensed consolidated interim financial statements**

## **1. Basis of preparation**

### **(a) Statement of compliance**

These condensed consolidated interim financial statements have been prepared in accordance with the applicable disclosure provisions of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and *MFRS 134, Interim Financial Reporting* in Malaysia. They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 30 June 2023.

### **(b) Significant accounting policies**

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated annual financial statements as at and for the year ended 30 June 2023.

For the adoption of new and revised MFRSs and IC Interpretations below that are relevant and came into effect for accounting periods beginning on or after 1 January 2024 did not have any significant impact to the unaudited consolidated financial statements upon their initial application:

#### ***MFRSs and amendments effective for annual periods beginning on or after 1 January 2024***

- Amendment to MFRS 16, *Leases - Lease Liability in a Sale and Leaseback*
- Amendment to MFRS 101, *Presentation of Financial Statements - Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current*
- Amendment to MFRS 107, *Statement of Cash Flows* and MFRS 7, *Financial Instruments: Disclosures - Supplier Finance Agreements*

#### ***MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed***

- 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 Associate or Joint Venture*

## **2. Auditors’ qualification**

The auditors’ report on the audited financial statements for the year ended 30 June 2023 was not qualified.

## **3. Seasonality or cyclicity of operations**

The business of the Group was not affected by any significant seasonal or cyclical factors.

#### **4. Exceptional and extraordinary items**

There were no material exceptional and extraordinary items for the period-to-date under review.

#### **5. Changes in estimates**

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements as at and for the year ended 30 June 2023.

There were no changes in estimates of amounts reported in the prior financial periods that have a material effect in the current quarter.

#### **6. Debt and equity securities**

There were no issuance, cancellations, repurchase, resale and repayments of debt and equity securities for the period ended 31 March 2024.

#### **7. Dividend**

No dividend was paid and/or declared/proposed for the current quarter and period to-date.

#### **8. Operating segments**

The Group is principally engaged in the manufacture and sale of roller shutters, racking systems, storage system and related steel products which are principally carried out in Malaysia. Accordingly, information by operating segments on the Group's operations as required by MFRS 8 is not presented.

#### **9. Changes in Group's composition**

There were no changes in the composition of the Group during the quarter and financial period to-date.

#### **10. Changes in contingent liabilities and assets and changes in material litigation**

There were no contingent liabilities and assets at the end of the reporting period.

Neither the Company nor any subsidiaries is engaged in any material litigation, either as plaintiff or defendant and the Director are not aware of any proceedings pending or threatened, against the Company or any of its subsidiaries or of any facts likely to give rise to any proceedings which might materially affect the position or business of the Company or any of its subsidiaries, financially or otherwise.

## **11. Review of Group performance**

The Group registered a revenue of RM84.505 million for period-to-date under review as compared to RM77.669 million for the corresponding financial year, representing an increase of RM6.836 million or 8.80% due to increase in sale of shutters and steel door products.

The Group's profit before tax for the year ended 31 March 2024 is RM15.020 million against RM12.557 million for the corresponding financial year, representing an increase of 19.61% mainly due to the increase in revenue.

## **12. Variation of results against preceding quarter**

For the current quarter ended 31 March 2024, the Group registered a revenue of RM30.721 million as compared to the immediate preceding quarter of RM29.039 million, representing a increase of RM1.682 million or 5.79%. The increase was mainly due to increase in sale of shutters and racking products.

During the current quarter, the Group recorded profit before tax of RM6.114 million as compared to RM5.271 million in the immediate preceding quarter, representing an increase of RM0.843 million or 15.99%. The increase was mainly due to increase in revenue.

## **13. Current year prospects**

The Group expects to benefit from the continuous recovery of the domestic construction sector and services sector, especially logistics and digital economy segment.

However, with the volatility in raw materials prices and operational costs, the Group shall continue to place strong emphasis on operational efficiency and cost rationalization to improve profitability and sustainable business growth.

The Group remains cautious on the business outlook and financial performance of the Group for the upcoming quarters.

## **14. Variance of actual profit from profit forecast**

The Group has not announced or disclosed any profit forecast in a public document that relates to this interim reporting period.



## 15. Profit before taxation

	<b>3 months ended 31 March 2024 RM'000</b>	<b>9 months ended 31 March 2024 Rm'000</b>
Profit before tax is arrived at :		
Depreciation and amortisation	1,205	3,617
Impairment loss on trade receivables	-	-
Gain/(Loss) on foreign currency exchange		
- realised	(30)	(460)
- unrealised	139	512
Gain on disposal of plant and equipment	85	101
Interest income	307	745

## 16. Tax expense

	<b>3 months ended 31 March</b>		<b>9 months ended 31 March</b>	
	<b>2024 RM'000</b>	<b>2023 RM'000</b>	<b>2024 RM'000</b>	<b>2023 RM'000</b>
Current tax expense				
Current period	1,931	1,643	4,734	2,292
Prior period	310	219	310	219
	2,241	1,862	5,044	2,511
Deferred tax expense				
Current period	-	-	-	-
Prior period	-	-	-	-
	-	-	-	-
	2,241	1,862	5,044	2,511

## 17. Quoted investments

There were no purchase of quoted shares for the quarter under review and the financial period to-date.

## 18. Status of corporate proposals

Not applicable.

## 19. Loans and borrowings

	<b>31 March 2024</b>
	<b>RM'000</b>
<b>Current</b>	
<i>Secured</i>	
- Term loans	4,185
- Hire purchase creditors	917
<i>Unsecured</i>	
- Bank overdrafts	2,018
- Bankers' acceptances	12,148
- Revolving credits	4,000
	<hr/> <hr/> 23,268
<b>Non-current</b>	
<i>Secured</i>	
- Term loans	58,985
- Hire purchase creditors	1,451
	<hr/> <hr/> 60,436

The above borrowings are denominated in Ringgit Malaysia.

## 20. Earnings per share

### *Basic earnings per ordinary share*

The calculation of basic earnings per share for the quarter end was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding, calculated as follows:

	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>31 March</b>		<b>31 March</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit for the period attributable to ordinary shareholders	3,873	3,119	9,976	10,046

## 20. Earnings per share(continued)

	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>31 March</b>		<b>31 March</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>'000</b>	<b>'000</b>	<b>'000</b>	<b>'000</b>
Issued ordinary shares at 1 July	132,035	132,000	132,000	132,000
Effect of warrants exercised	-	-	22	-
Effect of bonus issue	-	-	-	-
Weighted average number of ordinary shares at 31 December	132,035	132,000	132,022	132,000
	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>31 March</b>		<b>31 March</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Basic earnings per ordinary share (sen)	2.93	2.36	7.56	7.61

### *Diluted earnings per ordinary share*

The calculation of diluted earnings per ordinary share was based on earnings attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares, calculated as follows :

	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>31 March</b>		<b>31 March</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit for the period/year attributable to ordinary shareholders	3,873	3,119	9,976	10,046

## 20. Earnings per share(continued)

	3 months ended 31 March		9 months ended 31 March	
	2024 '000	2023 '000	2024 '000	2023 '000
Weighted average number of ordinary shares	132,035	132,000	132,022	132,000
Effect of warrants	15,474	-	12,612	-
Weighted average number of ordinary shares (diluted)	<u>147,509</u>	<u>132,000</u>	<u>144,634</u>	<u>132,000</u>

	3 months ended 31 Marh		9 months ended 31 March	
	2024	2023	2024	2023
Diluted earnings per ordinary share (sen)	<u>2.63</u>	<u>N/A</u>	<u>6.90</u>	<u>N/A</u>

## 21. Capital commitments

	31 March 2024 RM'000
Property, plant and equipment - Contracted but not provided for	<u>939</u>

## 22. Material post balance sheet events

There were no material events subsequent to the end of the period under review which have not been reflected in this interim financial report.

## 23. Capitalisation of borrowing costs

The Group's property, plant and equipment includes borrowing costs arising from term loan. During the financial year, the borrowing costs of Rm1,156,017.54 was capitalized as cost of capital work-in-progress.