

**DOMINANT ENTERPRISE BERHAD**  
**Company No.: 199101010894 (221206-D)**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE FOURTH QUARTER ENDED 31 MARCH 2024**

	<u>FYE2024</u>	<u>FYE2023</u>	<u>FYE2024</u>	<u>FYE2023</u>
	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Current Quarter Ended 31.03.2024</b>	<b>Preceding Year Corresponding Quarter Ended 31.03.2023</b>	<b>Current Year To Date Ended 31.03.2024</b>	<b>Preceding Year Ended 31.03.2023</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	217,677	208,545	876,693	791,580
Profit from Operations	11,738	8,690	37,151	27,933
Interest Income	280	144	893	561
Interest Expense	(1,755)	(2,292)	(9,389)	(8,983)
Depreciation	(1,727)	(1,853)	(6,957)	(6,750)
Profit Before Tax	8,536	4,689	21,698	12,761
Income Tax Expense	(2,562)	281	(5,200)	(1,938)
Profit After Tax	5,974	4,970	16,498	10,823
<b>Other Comprehensive Income</b>				
Exchange differences on translating foreign operations	(158)	402	1,736	1,731
Gain on revaluation of properties	624	2,368	624	2,368
<b>Total Comprehensive Income</b>	<b>6,440</b>	<b>7,740</b>	<b>18,858</b>	<b>14,922</b>
<b>Profit attributable to :</b>				
Owners of the Parent	5,974	4,970	16,498	10,823
<b>Total comprehensive income attributable to :</b>				
Owners of the Parent	6,440	7,740	18,858	14,922
Earning Per Share				
- Basic (sen)	3.62	3.01	9.98	6.55
- Diluted (sen)	3.62	3.01	9.98	6.55

**The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statement for the financial year ended 31st March 2023 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**  
**Company No.: 199101010894 (221206-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	(Unaudited) As At 31 March 2024 RM'000	(Audited) As At 31 March 2023 RM'000
<b>ASSETS</b>		
<b><u>Non-Current Assets</u></b>		
Property, plant and equipment	168,892	165,673
Investment properties	33,999	31,025
Inventories	28,298	27,604
Right-of-use assets	21,572	20,141
Goodwill	837	837
Deferred tax assets	119	119
	<u>253,717</u>	<u>245,399</u>
<b><u>Current Assets</u></b>		
Inventories	101,162	126,429
Trade receivables	197,531	198,076
Other receivables and prepaid expenses	4,235	9,373
Current tax assets	1,514	2,108
Short term investments	62,836	53,773
Cash and bank balances	21,993	9,298
	<u>389,271</u>	<u>399,057</u>
<b>TOTAL ASSETS</b>	<b><u>642,988</u></b>	<b><u>644,456</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b><u>Equity Attributable To Owners Of The Parent</u></b>		
Share capital	83,097	83,097
Other reserves	68,121	65,761
Retained earnings	214,524	204,635
<b>Total Equity</b>	<b><u>365,742</u></b>	<b><u>353,493</u></b>
<b><u>Non-Current Liabilities</u></b>		
Borrowings	22,810	26,355
Lease liabilities	4,361	3,066
Deferred tax liabilities	13,205	12,332
	<u>40,376</u>	<u>41,753</u>
<b><u>Current Liabilities</u></b>		
Trade payables	46,222	33,428
Other payables and accrued expenses	7,729	5,759
Borrowings	178,985	206,468
Lease liabilities	2,709	2,963
Current tax liabilities	1,225	592
	<u>236,870</u>	<u>249,210</u>
<b>Total Liabilities</b>	<b><u>277,246</u></b>	<b><u>290,963</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>642,988</u></b>	<b><u>644,456</u></b>
Net assets per share (RM)	2.19	2.12

**The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2023 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**

Company No.: 199101010894 (221206-D)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)**

	<b>Share Capital RM'000</b>	<b>Other Reserves RM'000</b>	<b>Retained Earnings RM'000</b>	<b>Total Equity RM'000</b>
<b>Balance as at 1 April 2022</b>	83,097	61,662	200,421	345,180
Total comprehensive income for the year	-	4,099	10,823	14,922
Dividends	-	-	(6,609)	(6,609)
<b>Balance as at 31 March 2023</b>	<b>83,097</b>	<b>65,761</b>	<b>204,635</b>	<b>353,493</b>
<b>Balance as at 1 April 2023</b>	83,097	65,761	204,635	353,493
Total comprehensive income for the year	-	2,360	16,498	18,858
Dividends	-	-	(6,609)	(6,609)
<b>Balance as at 31 March 2024</b>	<b>83,097</b>	<b>68,121</b>	<b>214,524</b>	<b>365,742</b>

The Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2023 and the accompanying explanatory notes to the interim financial reports.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**

	<b>Financial Year Ended 31.03.2024 RM'000</b>	<b>Financial Year Ended 31.03.2023 RM'000</b>
Profit for the year	16,498	10,823
<b>Adjustments for : -</b>		
Non-cash items	5,851	4,717
Non-operating items	8,496	8,422
Taxation	5,200	1,938
<i>Operating profit before changes in working capital</i>	<u>36,045</u>	<u>25,900</u>
<b>Changes in working capital</b>		
Net change in current assets	30,451	6,990
Net change in current liabilities	<u>14,657</u>	<u>(3,773)</u>
<i>Cash generated from / (used in) operations</i>	81,153	29,117
Income tax refunded	220	-
Interest paid	(12)	(161)
Income tax paid	<u>(3,649)</u>	<u>(8,114)</u>
<b>Net cash from operating activities</b>	77,712	20,842
<i>Cash flows from / (used in) investing activities</i>		
Interest received	893	561
Proceeds from disposal of property, plant and equipment	20	260
Proceeds from disposal of investment properties	-	770
Purchase of property, plant and equipment	(7,122)	(3,401)
Additions to investment property	(7)	(35)
(Placement)/ withdrawal of short term investments	<u>(7,717)</u>	<u>2,596</u>
<b>Net cash (used in) / from investing activities</b>	(13,933)	751
<i>Cash flows from / (used in) financing activities</i>		
Net repayments of borrowings	(28,284)	(6,844)
Dividends paid	(6,609)	(6,609)
Interest paid	(9,203)	(8,570)
Repayments of lease liabilities	(3,183)	(3,070)
Repayments of term loans	<u>(3,697)</u>	<u>(2,816)</u>
<b>Net cash used in financing activities</b>	<u>(50,976)</u>	<u>(27,909)</u>
<b>Net Changes in Cash &amp; Cash Equivalents</b>	12,803	(6,316)
Adjustment for foreign exchange differentials	5	(31)
Cash & Cash Equivalents at beginning of financial year	<u>9,152</u>	<u>15,499</u>
Cash & Cash Equivalents at end of financial year	<u><u>21,960</u></u>	<u><u>9,152</u></u>
* Cash and cash equivalents at end of financial year comprise the following :		
Cash and bank balances	21,993	9,298
Less: Bank overdrafts		
(included within short term borrowings in Note B6)	(33)	(146)
	<u>21,960</u>	<u>9,152</u>

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2023 and the accompanying explanatory notes to the interim financial reports.**

## UNAUDITED QUARTERLY REPORT ON FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

### Notes to the Interim Financial Report

#### **A1. Basis of Preparation**

The interim financial reports are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad's Main Market Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2023. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant for the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2023.

#### **A2. Change in Accounting Policies**

The accounting policies adopted are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2023 except for the new and revised Malaysian Financial Reporting Standards ("MFRSs") and Issues Committee Interpretations ("IC Int.") issued by the Malaysian Accounting Standards Board ("MASB") which are effective from the annual financial periods beginning on or after 1 January 2023 as follows:

*MFRS 17 Insurance Contracts*

*Initial Application of MFRS 17 and MFRS 19 – Comparative Information (Amendment to MFRS 17 Insurance Contracts)*

*Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements)*

*Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)*

*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 (Amendments to MFRS 112 Income Taxes)*

*Lease liability in a sale and leaseback (Amendments to MFRS 16 Leases)*

*Classification of Liabilities as Current or Non-current (Amendments to MFRS 101 Presentation of Financial Statements)*

*Non-current Liabilities with Covenants (Amendments to MFRS 101 Presentation of Financial Statements)*

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

The Group has adopted the new and revised MFRSs that are relevant and effective for accounting periods beginning on or after 1 January 2023. The adoption of these new and revised MFRSs have not resulted in any material impact on the financial statements of the Group.

#### **A3. Audit Qualification on Preceding Annual Financial Statements**

The audit report of the Group's annual Financial Statements for the financial year ended 31 March 2023 was not subject to any qualification.

#### **A4. Seasonal or Cyclical Factors**

The Group's business operations are not significantly affected by any seasonal or cyclical factors.

#### **A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial year.

**A6. Material Changes in Accounting Estimates**

Not applicable.

**A7. Debts and Equity Securities**

There were no issuance or repayment of debentures and equity securities during the current quarter and the financial year to date.

**A8. Dividend Paid**

A third interim dividend of 1.0 sen per share, single tier, for the financial year ended 31 March 2024, amounting to RM 1,652,402, was paid by the Company on 27 March 2024.

**A9. Valuations of Property, Plant and Equipment**

The properties were revalued during the year based on open market valuations carried out by an independent firm of professional valuers to reflect the market value. The revaluation surplus recognized in current quarter amounted to RM 624,310.

**A10. Segmental Reporting**

	<u>Revenue</u>		<u>Segment Results</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Manufacturing of wood products	158,061	149,417	17,238	10,061
Distributing of wood products	735,117	662,217	28,445	25,891
Other operating segments	<u>16,964</u>	<u>17,131</u>	<u>(8,532)</u>	<u>(8,019)</u>
	910,142	828,765	37,151	27,933
Elimination of inter-segment revenue:				
- Manufacturing of wood products	(3,052)	(4,007)		
- Distributing of wood products	(14,495)	(17,377)		
- Other operating segments	<u>(15,902)</u>	<u>(15,801)</u>		
	<u>876,693</u>	<u>791,580</u>	37,151	27,933
Interest income			893	561
Interest expense			(9,389)	(8,983)
Depreciation			<u>(6,957)</u>	<u>(6,750)</u>
Profit before tax			21,698	12,761
Income tax expense			<u>(5,200)</u>	<u>(1,938)</u>
Profit after tax			<u>16,498</u>	<u>10,823</u>
	<u>Assets</u>		<u>Liabilities</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Manufacturing of wood products	120,855	126,127	60,867	59,499
Distributing of wood products	360,515	369,493	179,056	199,538
Other operating segments	<u>159,985</u>	<u>146,609</u>	<u>22,893</u>	<u>19,002</u>
	<u>641,355</u>	<u>642,229</u>	<u>262,816</u>	<u>278,039</u>

#### A11. Contingent Liabilities

As of 31 March 2024, the Group has credit facilities from licensed banks, financial institutions and suppliers totalling RM 574.65 million (RM 583.02 million as of 31 December 2023) which are guaranteed by the Company. Accordingly, the Company is contingently liable to the extent of credit facilities utilised by its subsidiary companies amounting to approximately RM 219.07 million as of 31 March 2024 (RM 249.85 million as of 31 December 2023).

#### A12. Changes in the Composition of the Group

There were no changes in composition of the Group for the current quarter under review.

#### A13. Subsequent Material Events

There are no subsequent material events that are required to be reflected in the current quarter.

#### A14. Capital Commitment

As of 31 March 2024, the Group has the following capital commitments:

	RM'000
Approved and contracted for :	
Acquisition of land	640
Construction of building	4,851
Acquisition of equipment	46
	<u>5,537</u>

#### Additional Information Required by the Bursa Malaysia Listing Requirements

#### B1. Review of the Performance

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Quarter Ended	Preceding Year Corresponding Quarter Ended	Changes	Current Year To Date Ended	Preceding Year Ended	Changes
	31.03.2024	31.03.2023		31.03.2024	31.03.2023	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	217,677	208,545	4.38	876,693	791,580	10.75
Operating Profit	11,738	8,690	35.07	37,151	27,933	33.00
Profit Before Interest and Tax	10,011	6,837	46.42	30,194	21,183	42.54
Profit Before Tax	8,536	4,689	82.04	21,698	12,761	70.03
Profit After Tax	5,974	4,970	20.20	16,498	10,823	52.43
Profit Attributable to Owners of the Parent	5,974	4,970	20.20	16,498	10,823	52.43

For current quarter ended 31 March 2024, the Group recorded revenue of RM 217.68 million. This represents an increase of 4.38% as compared to RM 208.55 million in the preceding year corresponding quarter ended 31 March 2023. Profit before tax increased from RM 4.69 million to RM 8.54 million.

The Group's revenue for the current year to date ended 31 March 2024 increased 10.75%, from RM 791.58 million to RM 876.69 million. Profit before tax increased 70.03%, from RM 12.76 million to RM 21.70 million.

**B1. Review of the Performance (continued)**Manufacturing Division

Revenue was recorded at RM 42.03 million for current quarter, representing an increase of 9.54% as compared to RM 38.37 million in the preceding year corresponding quarter ended 31 March 2023. The increase in revenue was due to slight improvement in market sentiments, as well as the expansion of our customer base. Profit before tax increased from RM 1.74 million to RM 4.20 million.

Revenue was recorded at RM 155.01 million for the twelve months ended 31 March 2024. This represents an increase of 6.60% as compared to RM 145.41 million in the preceding year ended 31 March 2023. Profit before tax increased from RM 6.17 million to RM 13.42 million.

	Current Year	Preceding Year
	Ended	Ended
	31.03.2024	31.03.2023
	RM'000	RM'000
Profit before tax	13,422	6,173
Less : insurance compensation received in relation to fire incident	-	(1,423)
Adjusted profit before tax	13,422	4,750

Excluding the final fire insurance compensation of RM 0.82 million and consequential loss insurance compensation of RM 0.60 million received in preceding year, the profit before tax increased from RM 4.75 million to RM 13.42 million, due mainly to the production of high margin products and effective costs management.

Distribution Division

Revenue was recorded at RM 175.38 million for the current quarter. This represents an increase of 3.27% as compared to RM 169.82 million in the preceding year corresponding quarter ended 31 March 2023. The increase in revenue was due mainly to additional market share captured. Profit before tax increased from RM 4.40 million to RM 6.48 million.

	Current Quarter	Preceding Year
	Ended	Corresponding
	31.03.2024	Quarter Ended
	RM'000	RM'000
Profit before tax	6,481	4,403
Less : fair value adjustment on investment properties	(2,073)	(48)
Add : impairment loss on property, plant and equipment	518	-
Adjusted profit before tax	4,926	4,355

Excluding fair value adjustment on investment properties and impairment loss on property, plant and equipment as shown in table above, profit before tax increased from RM 4.36 million to RM 4.93 million, due mainly to higher revenue.

Revenue was recorded at RM 720.62 million for the twelve months ended 31 March 2024. This represents an increase of 11.75% as compared to RM 644.84 million in the preceding year ended 31 March 2023. Profit before tax increased from RM 15.20 million to RM 17.11 million.

	Current Year	Preceding Year
	Ended	Ended
	31.03.2024	31.03.2023
	RM'000	RM'000
Profit before tax	17,114	15,198
Less : insurance compensation received in relation to fire incident	-	(62)
fair value adjustment on investment properties	(2,073)	(48)
Add : impairment loss on property, plant and equipment	518	-
Adjusted profit before tax	15,559	15,088

Excluding the consequential loss insurance compensation received as well as fair value adjustment on investment properties and impairment loss on property, plant and equipment recognized, the profit before tax increased from RM 15.09 million to RM 15.56 million, due mainly to higher revenue.



**B2. Variation of Results Against Preceding Quarter**

	Current Quarter Ended	Preceding Quarter Ended	Changes
	31.03.2024	31.12.2023	
	RM'000	RM'000	%
Revenue	217,677	234,910	-7.34
Operating Profit	11,738	9,947	18.01
Profit Before Interest and Tax	10,011	8,215	21.86
Profit Before Tax	8,536	5,435	57.06
Profit After Tax	5,974	4,713	26.76
Profit Attributable to Owners of the Parent	5,974	4,713	26.76

For the current quarter under review, the Group's revenue was recorded at RM 217.68 million, representing a decrease of 7.34% as compared to RM 234.91 million in the preceding quarter ended 31 December 2023. However, profit before tax increased from RM 5.44 million to RM 8.54 million. Excluding fair value adjustment on investment properties of RM 2.07 million and impairment loss on property, plant and equipment of RM 0.52 million, profit before tax increased from RM 5.44 million to RM 6.99 million.

**B3. Prospects**

The Board is of the view that the uncertainty in the global economy, fluctuation in foreign exchange rates and a high interest rate environment will continue to influence the Group's profit performance.

The Group will leverage on its competitive strength to meet these challenges.

**B4. Status of Corporate Proposals**

There was no corporate proposal for the quarter under review.

**B5. Taxation**

The taxation is calculated based on the profit for the financial year ended 31 March 2024 as follows:

<u>Tax Expense :</u>	<u>Current Quarter</u> <u>RM'000</u>	<u>Year To Date</u> <u>RM'000</u>
Current Tax Expense :		
Current Quarter/Year	2,005	4,689
Over/(Under)provision in prior year	8	(38)
Deferred Tax Expense :		
Current Quarter/Year	567	567
Overprovision in prior year	(18)	(18)
Total Tax Expense	<u>2,562</u>	<u>5,200</u>

**B6. Borrowings**

The Group's borrowings are as follows :-.

	As At 31 March 2024		As At 31 March 2023	
	Foreign Denomination	RM Denomination RM'000	Foreign Denomination	RM Denomination RM'000
<b>SHORT TERM</b>				
<b>Unsecured</b>				
Bankers' Acceptances		145,696		152,964
	USD 335,806	1,585	USD 5,564,340	24,578
	GBP 1,512,082	9,012	GBP 0	-
	SGD 1,111,136	3,888	SGD 0	-
Bank Overdrafts		33		145
	THB 0	-	THB 10,726	1
Term Loans		6,391		4,043
Revolving Credit		-		2,501
Trust Receipts	SGD 987,258	3,454	SGD 2,264,351	7,521
	VND 21,367,276,681	4,060	VND 33,874,852,220	6,368
	THB 37,491,824	4,866	THB 64,590,504	8,347
		<u>178,985</u>		<u>206,468</u>
<b>LONG TERM</b>				
<b>Unsecured</b>				
Term Loans		22,810		26,355
		<u>22,810</u>		<u>26,355</u>
<b>TOTAL BORROWINGS</b>				
Bankers' Acceptances		160,181		177,542
Bank Overdrafts		33		146
Term Loans		29,201		30,398
Revolving Credit		-		2,501
Trust Receipts		12,380		22,236
		<u>201,795</u>		<u>232,823</u>

**B7. Derivatives Financial Instruments**

As at 31 March 2024, the Group's outstanding derivatives are as follows :-

<u>Type of Derivatives</u>	<u>Contract Value RM'000</u>	<u>Fair Value RM'000</u>
Foreign Currency Forward Contracts		
- Less than 1 year	10,187	10,428

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its interest rate risk, credit risk, liquidity risk and foreign currency risk.

**B8. Material Litigation**

Not applicable.

**B9. Proposed Dividend**

For financial year ended 31 March 2024

The Board proposed a final dividend of 1.0 sen per share, single tier, for the financial year ended 31 March 2024 (1.0 sen per share, single tier, in previous corresponding period).

The dividend is subject to the approval by the shareholders at the forthcoming Annual General Meeting and has not been included as liability in the financial statements. The dates of entitlement and payment will be determined at a later stage.

Total dividend per share for current financial year-to-date is 4.0 sen.

**B10. Earning Per Share**

The earning per share is derived as follow :-

	<b>Current Quarter</b>	<b>Current Year To Date</b>
Net profit for the period/year (RM'000)	5,974	16,498
Weighted average number of ordinary shares ('000)	165,240	165,240
Earning per share (sen)	3.62	9.98

**B11. Notes to the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**

Profit before tax is arrived at after crediting (charging) the following:

	<b>Current Quarter RM'000</b>	<b>Current Year To Date RM'000</b>
Interest income	280	893
Other income including investment income		
- Fair value adjustment on investment properties	2,073	2,073
- Gain on foreign exchange	356	1,680
- Fair value gain on short term investments	355	1,346
- Rental income	282	652
- Reversal of doubtful debts/ bad debts recovered	29	614
- Others	143	230
Interest expense	(1,755)	(9,389)
Depreciation	(1,727)	(6,957)
Provision for and write off of receivables	(780)	(1,918)
Provision for and write off of inventories	(14)	(14)
Gain/(Loss) on disposal of quoted or unquoted investments	-	-
Gain/(Loss) on disposal of property, plant and equipment	(4)	(4)
Impairment of assets	(518)	(518)
Loss on foreign exchange	(190)	(685)
Gain/(Loss) on derivatives	N/A	N/A