



GIIB HOLDINGS BERHAD
(Company No: 618972-T)
(Incorporated in Malaysia)

Interim Financial Statements for the Period
Ended 31st March 2024
(3rd Quarter)

CONDENSED GROUP CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD ENDED 31st MARCH 2024
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 3 months ended 31.03.2024	Preceding year Corresponding 9 months ended 31.03.2023	Current Year 9 months ended 31.03.2024	Preceding year Corresponding 9 months ended 31.03.2023
	RM'000	RM'000	RM'000	RM'000
Revenue	13,757	9,359	49,219	28,296
Cost of sales	(8,461)	(6,102)	(31,437)	(16,324)
Gross profit/(loss)	5,296	3,257	17,782	11,972
Other operating income	10	761	305	1,698
Operating expenses	(4,912)	(3,653)	(16,126)	(27,356)
Operating profit/(loss)	394	365	1,961	(13,686)
Finance cost	(280)	(233)	(859)	(850)
Profit/(Loss) before tax	114	132	1,102	(14,536)
Taxation	-	(32)	-	(32)
Profit/(Loss) for the period	114	100	1,102	(14,568)
Profit/(Loss) attributable to:				
Equity holders of the Company	688	4,273	2,705	(7,779)
Non-controlling interest	(574)	(4,173)	(1,603)	(6,789)
	114	100	1,102	(14,568)
Loss per share attributable to equity holders of the Company (sen)				
Basic Earnings / (Loss) per share	0.12	0.72	0.46	(1.32)
Diluted Earnings / (Loss) per share	_*	_*	_*	_*

* The effects of potential ordinary shares arising from the conversion of Warrants are antidilutive and accordingly, they have been ignored in the calculation of dilutive loss per share. As a result, the diluted loss per share is equal to the basic loss per share.

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 June 2023.

CONDENSED GROUP CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31st MARCH 2024
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current Year	Preceding Year
	3 months ended	9 months ended	9 months ended	9 months ended
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) for the period	114	100	1,102	(14,568)
Other comprehensive income/(loss):				
Foreign currency translation	58	82	65	47
	58	82	65	47
Total comprehensive Profit/(loss) for the period	172	182	1,167	(14,521)
Total comprehensive income/loss attributable to:				
Equity holders of the Company	746	4,355	2,770	(7,732)
Non-controlling interest	(574)	(4,173)	(1,603)	(6,789)
	172	182	1,167	(14,521)

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 June 2023.

CONDENSED GROUP CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31st MARCH 2024

	Unaudited As at 31.03.2024	Audited As at 30.06.2023
	RM'000	RM'000
ASSETS		
Property, plant and equipment	57,376	59,791
Right-of-use asset	11,383	11,383
Total non current assets	68,759	71,174
Inventories	13,407	10,704
Receivables, deposit & prepayments	26,051	12,421
Tax recoverable	279	279
Cash and bank balances	2,351	2,398
	42,088	25,802
Asset held for sale	-	7,412
Total current assets	42,088	33,214
TOTAL ASSETS:	110,847	104,388
EQUITY AND LIABILITIES		
Share capital	151,097	151,097
Reserves	29,924	29,866
Accumulated losses	(118,768)	(121,473)
Owners of the Company	62,253	59,490
Non-controlling interest	(12,229)	(10,626)
Total equity	50,024	48,864
Deferred tax liabilities	1,229	1,229
Lease Liabilities	194	194
Loans and borrowings	-	2,620
Total non current liabilities	1,423	4,043
Payables and accruals	36,868	30,313
Lease liability	198	198
Provision Liabilities	15,067	15,067
Loans and borrowings	7,267	5,903
Total current liabilities	59,400	51,481
Total liabilities	60,823	55,524
TOTAL EQUITY AND LIABILITIES	110,847	104,388
Net assets per share attributable to ordinary equity holders (RM)	0.0846	0.0826

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 June 2023.

**CONDENSED GROUP CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31st MARCH 2024**

**Attributable to equity holders of the Company
Non-distributable**

Amounts in RM'000	Share capital	Warrant reserves	Translation reserves	Revaluation reserves	Accumulated losses	Total	Non-controlling interest	Total
At 1 January 2023	151,097	4,727	393	17,282	(123,182)	50,317	-	50,317
Transfer of revaluation reserve upon disposal of asset	-	-	-	(178)	178	-	-	-
Transfer of gain on disposal Od Property, plant & equipment	-	-	-	-	80	80	-	80
Profit for the period	-	-	-	-	4,274	4,274	(4,173)	101
Other Comprehensive Income for the period								
- Revaluation of leasehold land and buildings	-	-	-	-	-	-	-	-
- Exchange difference on translation of foreign operations	-	-	82	-	(35)	47	-	47
Total comprehensive (loss)/income for the financial year	-	-	82	-	4,239	4,321	(4,173)	148
At 31 March 2023	151,097	4,727	475	17,104	(118,685)	54,718	(4,173)	50,545
At 1 January 2024	151,097	4,727	718	24,479	(119,456)	61,565	(11,655)	49,910
Profit/(Loss) for the period	-	-	-	-	688	688	(574)	114
Other Comprehensive Income for the year								
- Exchange difference on translation of foreign operations	-	-	-	-	-	-	-	-
Total comprehensive (loss)/income for the financial year	-	-	-	-	688	688	(574)	114
At 31 March 2024	151,097	4,727	718	24,479	(118,768)	62,253	(12,229)	50,024

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 June 2023.

CONDENSED GROUP CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31st MARCH 2024
(The figures have not been audited)

	Period ended 31.03.2024	Period ended 31.03.2023
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	114	132
Adjustments for non-cash items:		
Depreciation on Property, Plant & Equipment	670	476
Interest expense	267	179
Net unrealised loss/(gain) on foreign exchange	(2)	(82)
Operating Profit before working capital changes	1,049	705
Changes in working capital:		
Increase in inventories	(1,097)	(1,683)
Increase in receivables, deposits and prepayments	(4,447)	(4,836)
Increase in payables and accruals	2,186	7,273
Cash generated from/(used in) operations	(2,309)	1,459
Interest paid	-	(179)
Net cash flow generated from/(used in) operating activities:	(2,309)	1,280
CASH FLOWS (USED IN)/FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(134)	(2,349)
Net cash flow (used in)/generated from investing activities	(134)	(2,349)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net repayment of loans and borrowings	(519)	428
Drawdown term loan from a licensed financial institution	1,500	603
Interest paid	(267)	-
Net cash flow generated from financing activities	714	1,031
CASH AND CASH EQUIVALENTS		
Net changes in cash and cash equivalents	(1,729)	(38)
Effects of foreign exchange translation	-	84
Cash and cash equivalents at beginning of period	291	2,998
Cash and cash equivalents at end of period	(1,438)	3,044

CONDENSED GROUP CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31st MARCH 2024 (CONT'D)
(The figures have not been audited)

	Period ended 31.03.2024	Period ended 31.03.2023
	RM'000	RM'000
Cash and cash equivalents comprises of:		
Cash and bank balances	2,351	4,222
Fixed Deposit (DSRA)	(2,000)	-
Bank Overdraft	(1,789)	(1,178)
	(1,438)	3,044

**Fixed Deposit amounting to RM 2.0 million is held under the Debt Service Reserve Account (DSRA) of a subsidiary for conventional term loan.*

The above Condensed Consolidated Cash Flow Statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 June 2023.

A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. Basis of Preparation

These interim financial statements are unaudited and have been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standard (“MFRS”) 134 “Interim Financial Reporting” Rule 9.22 of Bursa Malaysia Securities Berhad Main Market Listing Requirements (“Bursa Securities Listing Requirements”) and issuers communication No. 1/2017-Guidance on Disclosures in Notes to Quarterly Report issued by Bursa Malaysia.

These interim financial statements should be read in conjunction with the audited financial statements of the Company and of the Group for the financial year ended 30 June 2023 and the accompanying explanatory notes attached to the audited financial statements.

A2. Summary of Significant Accounting Policies

The audited financial statements of the Group for the year ended 30 June 2023 were prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”). The significant accounting policies and methods adopted in preparation for this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2023 except for the adoption of the following amendments to MFRSs:

Description

Amendments to MFRS 3 Business Combinations - Reference to the Conceptual Framework

Amendments to MFRS 16 Leases - Lease Liability in a Sale and Leaseback

Amendments to MFRS 17 Insurance Contracts - Initial Application of MFRS 17 and MFRS 9 - Comparative Information

Amendments to MFRS 101 Presentation of Financial Statements - Non-Current Liabilities with Covenants

Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

Amendments to MFRS 112 Income Tax - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Amendments to MFRS 116, Property, Plant and Equipment - Proceeds before Intended Use

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

Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets Onerous Contract - Cost of Fulfilling a Contract Annual

The adoption of the above amendments to MFRSs do not have a material impact on the financial statements of the Group.

A3. Audit Report of Preceding Year’s Annual Financial Statements

There were no audit qualifications in the audited financial statements of the Group and of the company for the financial year ended 30 June 2023.

A4. Seasonal or Cyclical Factors

The Group’s performance during the financial period under review was not materially affected by seasonal or cyclical factors.

A5. Unusual Items

There were no unusual items during current quarter.

A6. Changes in Estimates

There were no material changes in estimates that have been used in the preparation of the interim financial statements or changes in estimates of amounts reported in the audited financial statements of the Group and of the Company for the financial period ended 30th June 2023.

A7. Debt and Equity Securities

There were no issues, repurchases, resale and repayments of debts and equity securities during the financial period under review.

A8. Dividend Paid

There was no dividend paid or proposed by the Company during the financial period under review.

A9. Segment Reporting

Segmental information for the financial period under review according to business segment and geographical segment as follows: -

<u>Amounts in RM'000</u>	Compounding	Glove Business	Property and Others	Consolidation Adjustments	9 months ended 31.03.2024 (Unaudited)	9 months ended 31.03.2023 (Unaudited)
External Revenue	35,219	-	14,000	-	49,219	28,296
Total Revenue	35,219	-	14,000	-	49,219	28,296
Overseas Revenue	-	-	-	-	-	8,926
Local Revenue	35,219	-	14,000	-	49,219	19,370
Total Revenue	35,219	-	14,000	-	49,219	28,296
Segment Results	1,813	(2,983)	5,001	-	3,831	(12,147)
Depreciation and Amortisation	(1,564)	(289)	(17)	-	(1,870)	(1,539)
Finance Cost	(857)	-	(2)	-	(859)	(850)
Profit/(Loss) Before Taxation	(608)	(3,272)	4,982	-	1,102	(14,536)
Taxation	-	-	-	-	-	(32)
Non-controlling Interest	-	-	-	1,603	1,603	-
Profit/(Loss) for The Period Attributable to the equity holders of the Company	(608)	(3,272)	4,982	1,603	2,705	(14,568)

A10. Valuation of Property, Plant and Equipment

The leasehold land and buildings of the Group are stated at their fair value based on valuation performed by independent professional valuers on the open market value basis conducted in June 2023.

A11. Significant Events During the Reporting Period

There were no significant events during the reporting period.

A12. Changes in the Composition of the Group

There were no changes in the composition of the Group during the period.

A13. Contingent Liabilities and Contingent Assets

There were no material changes in contingent assets and contingent liabilities arising since the last audited financial statements for the financial year ended 30 June 2023.

	Company	
	As at	As at
	31.03.2024	30.06.2023
	(Unaudited)	(Audited)
	RM'000	RM'000
Contigent liabilities		
Corporate guarantees for credit facilities granted to subsidiaries	4,000	4,000

A14. Capital Commitments

There were no capital commitments during the period.

A15. Recurrent Related Party Transactions

No significant RPT other than interco income, charges, payments and collections which were eliminated at Group Level.

B. BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. Review of Performance

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 3 months ended	Preceding Year 3 months ended	Current Year 9 months ended	Preceding Year 9 months ended
	31.03.2024 RM'000	31.03.2023 RM'000	31.03.2024 RM'000	31.03.2023 RM'000
Revenue (Group)	13,757	9,359	49,219	28,296
Profit/(Loss) before tax	114	132	1,102	(14,536)

During the period of three months, the Group generated a total revenue of RM 13.7 million, representing a 47% increase compared to the previous period of RM 9.3 million. The higher revenue was attributable to higher sales volume in the rubber compound business resulting from new customer development efforts.

B2. Comparison with Last Preceding Quarter's Results

	Current Quarter ended 31.03.2024 RM'000	Preceding Quarter ended 31.12.2023 RM'000
Revenue (Group)	13,757	25,458
Profit/(Loss) before tax	114	1,711

During the current quarter, the Group incurred a profit of RM 0.114 million, compared to a profit before tax of RM 1.711 million in the preceding quarter. The group recorded one-gain from disposal of land in the preceding quarter.

B3. Prospects for the Current Financial Year

In line with our strategic focus, the Group has intensified efforts to bolster revenue streams within our core rubber compound business. This segment encompasses our Rubtek™ technical rubber compound and Supercool™ tyre retreading business.

In developed markets, the traction for tyre retreading remains robust, particularly among truck and bus companies seeking sustainable solutions in-line with the global push for ESG good practices. Our flagship tyre retread liners, Supercool™, continue to play a pivotal role in extending tyre lifespan and mitigating environmental impact by reducing landfill waste.

Aligned with our ethos of "Extending Growth," GIIB remains steadfast in leveraging our rubber technology expertise to drive core initiatives of environmental protection and sustainability in our business.

While the rubber glove business is still in the midst of resolution, the Group is identifying alternatives while continuing to explore business opportunities in this business segment. Meanwhile the Group has implemented prudent measures to mitigate risks and optimise cash flow management within our operations.

As we progress through the current financial year, the Group maintains a cautious yet optimistic outlook. We remain agile in responding to evolving market dynamics.

B4. Profit/(Loss) before Taxation

The profit/(loss) before taxation is arrived at after inclusive the following items: -

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 3 months ended	Preceding Year Corresponding quarter	Current Year 9 months ended	Preceding Year Corresponding quarter
	31.03.2024 RM'000	31.03.2023 RM'000	31.03.2024 RM'000	31.03.2023 RM'000
Depreciation and amortisation	(670)	(476)	(1,870)	(1,063)
Provision for liabilities	-	-	-	(15,067)
Provision for slow moving stock	-	-	456	-
Gain/(Loss) on foreign exchange	(2)	82	(23)	(69)
Interest expenses	(267)	(179)	(830)	(333)

B5. Profit forecast or profit guarantee

There were no profit forecasts or profit guarantees granted during the period.

B6. Taxation

There is no tax expenses as the Group is in a tax loss position.

B7. Group Loans and Borrowings

The Group loans and borrowings as at 31 March 2024 are as follows: -

	As at period ended 31 March 2024		
	Long Term Borrowings	Short Term Borrowings	Total Borrowings
	RM '000	RM '000	RM '000
Secured			
Overdraft	-	1,789	1,789
Bills Payable	-	988	988
Term loans/Islamic financing	-	4,490	4,490
Total	-	7,267	7,267

	As at period ended 30 June 2023		
	Long Term Borrowings	Short Term Borrowings	Total Borrowings
	RM '000	RM '000	RM '000
Secured			
Overdraft	-	2,278	2,278
Bills Payable	-	956	956
Term loans/Islamic financing	-	5,289	5,289
Total	-	8,523	8,523

The Group Loans and Borrowings has decreased in comparison to the last financial year. The Group is reviewing its entire borrowing portfolio and borrowing costs to better optimise its working capital structure. Overdraft and Term loans/Islamic financing are secured by legal charge over the leasehold land and building of the subsidiary of the Company.

B8. Financial Instruments

The financial instruments of the Group and company are mainly measured at amortised cost.

The carrying amounts of the current portion of loans and borrowings are reasonable approximations of fair values due to the insignificant impact of discounting and their short-term nature or their floating rate instruments that are re-priced to market interest rates on or near the reporting date. The fair values of current loans and borrowings are estimated by discounting expected future cash flows at market incremental lending rate for similar types of lending, borrowing or leasing arrangements at the period under review.

Financial Risk Management Policy

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 risks (both fair value and cash flow), foreign currency risks, liquidity risk and credit risk.

The Board reviews and agrees to policies for managing each of these risks periodically. It is and has been throughout the period under review, the Group's policy is that no trading in derivative financial instruments shall be undertaken.

B9. Status of Corporate Proposals

On 7 November 2023, the Company announced a Proposed Private Placement of up to 10% of the total number issued shares of GIIB (excluding treasury shares, if any) pursuant to Sections 75 and 76 of the Companies Act 2016 ("Proposed Private Placement"). On 29 April 2024, the Company completed the Proposed Private Placement with the listing of 59,129,300 placement shares with a cash proceeds of RM 4,730,344.

B10. Material Litigation

1. GIIB HEALTHCARE PRODUCTS SDN. BHD ("GHP"). vs GLOMAXES LATEX GLOVE MANUFACTURER SDN. BHD ("Glomaxes").

Glomaxes issued a statutory notice under Section 466(1) of the Companies Act 2016 against GHP, a 51% owned subsidiary of GIIB Holdings Bhd (GIIB) for a disputed claim of RM14,393,877.30. Mr. Yee Voon Hon is a 49% shareholder of GHP and, together with his family, owns Glomaxes whereby he is director in Glomaxes and Managing Director in GHP. On 27th June 2022, Glomaxes was injuncted and prevented from filing a winding up petition against GHP following a consent judgement.

Glomaxes has, on 16th August 2022, registered an adjudication proceeding pursuant to the Construction Industry Payment and Adjudication Act 2012 to adjudicate claims against the Defendant. On 7th November 2022, the adjudicator decision awarded the sum of RM14,393,877.30 and 5% interest rate and costs in favour of Glomaxes. Glomaxes has filed a winding up petition on 5th January 2023 whereby the Group has filed an intervention application to the winding up petition. The intervention application hearing is scheduled on 16th October 2024.

2. GIIB HOLDINGS BHD. vs (1) Wong Weng Yew (2) Yee Voon Hon (3) Yee Kwek Keong (4) Yap Kwee Heong (5) Glomaxes Latex Glove Manufacturer Sdn Bhd (6) Ewe Ee May; and (7) Michelle Sammy.

On 3rd June 2022 the company has filed a suit against the Defendants for amongst others, conspiracy to injure the Company, breach of fiduciary duties and seek, inter alia, damages in the sum of RM103,583,020.00 and any other reliefs deemed fit by the court. On 3rd November 2022, the court allowed the application to strike out GHP as a party to the legal suit with costs.

GHP has filed an appeal and the appeal hearing is set for 12th November 2024.

The Defendants have filed their defence save and except for Mr. Wong Weng Yew ("the Plaintiff in the Counterclaim") has filed a defence and counterclaim ("Counterclaim") against the following persons on 26th January 2023: -

1. Tai Boon Wee
2. Tai Qiyao
3. Tai Qisheng
4. Wong Ping Kiong
5. Firmansyah Aang Bin Muhamad
6. H'ng Boon Keng
7. Lim Teck Seng
8. GIIB Holdings Berhad ("GIIB")

(collectively referred to as "the Defendants in the Counterclaim")

The Plaintiff in the Counterclaim has claimed for the following relief from the Defendants in the Counterclaim, jointly and severally:

- i. a declaration that legal suit WA-22NCC-254-06/2022 is an abuse of process;
- ii. an order for the Defendants in the Counterclaim, either personally, and/or through agents, servants and/or representatives, to immediately remove or cause to be removed the announcements and/or GIIB's press statements and/or the media broadcasts within seven (7) days from the date of judgement;
- iii. an injunction to prevent the Defendants in the Counterclaim, either personally, and/or through agents, servants and/or representatives or in any way whatsoever, from publishing or causing to be published the defamatory words and/or slanderous words similar to it;
- iv. general damages to be assessed by the court;
- v. exemplary damages;
- vi. severe damages;
- vii. costs on a full indemnity basis;
- viii. interest at the rate of 5% per annum from the date of judgement until the date of full settlement; and
- ix. any further or other relief deemed fair and expedient by the court;

Additionally, against GIIB:

- i. an order for payment amounting to RM69,540.00 to the Plaintiff in the Counterclaim; and
- ii. a declaration that any proposed private placement is designed in bad faith for the purpose of marginalizing and evicting the Plaintiff in the Counterclaim.

On 27th and 28th March 2023, Defendants 1 to 7 of the suit filed a striking out application on the suit.

On 13th April 2023, Defendants 5, 6 and 7 in the Counterclaim filed a striking out application on the counterclaim.

On 28th June 2023, the Plaintiff in the Counterclaim discontinued and withdrawn the counterclaim against Defendants 5, 6 and 7.

On 18th August 2023, the striking-out applications filed by the defendants were dismissed by the court. The Plaintiff has filed a further re-amended statement of claim. The judge has set trial dates for 8-9, 22-24 and 29-30 April 2025.

B11. Proposed Dividend

There was no dividend declared or proposed for the current financial period under review.

B12. Earnings/(Loss) per ordinary share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	31.03.2024 (Unaudited) RM'000	31.03.2023 (Unaudited) RM'000	31.03.2024 (Unaudited) RM'000	31.03.2023 (Unaudited) RM'000
<u>Basic EPS/(LPS)</u>				
Net profit/(loss) attributable to the Equity holders of the company	688	4,273	2,705	(7,779)
Weighted average number of ordinary shares brought forward as at 31 March 2024/31 March 2023	591,294	591,294	591,294	591,294
Basic profit/(loss) per share (sen)	0.12	0.72	0.46	(1.32)

**Adjustment for the potential issuance of shares arising from the outstanding warrants were not included in the calculation of the quarter for the diluted loss per share as they were antidilutive. Diluted loss per share was, therefore, not presented.*

By order of the Board
GIIB HOLDINGS BERHAD

Date: 27th May 2024