

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2024
(The figures have not been audited)

	Individual Quarter			Cumulative Quarter		
	Unaudited Current Year Quarter 30.09.2024 RM'000	Unaudited Preceding Year Corresponding Quarter 30.09.2023 RM'000	Changes Increase/ (decrease) RM'000	Unaudited Current Year To Date 30.09.2024 RM'000	Unaudited Preceding Year Corresponding Year To Date 30.09.2023 RM'000	Changes Increase/ (decrease) RM'000
Revenue	16,904	14,938	1,966	31,566	29,459	2,107
Cost of sales	(12,137)	(10,827)	(1,310)	(23,734)	(21,405)	(2,329)
Gross profit	4,767	4,111	656	7,832	8,054	(222)
Operating expenses	(1,990)	(2,193)	203	(3,471)	(4,011)	540
Other operating income	339	603	(264)	671	705	(34)
Profit from operations	3,116	2,521	595	5,032	4,748	284
Finance cost	(574)	(270)	(304)	(628)	(568)	(60)
Profit before tax	2,542	2,251	291	4,404	4,180	224
Taxation	-	-	-	-	-	-
Net profit for the period	2,542	2,251	291	4,404	4,180	224
Other comprehensive income, Net of Tax	45,975	-	45,975	45,975	-	45,975
Total comprehensive profit for the period	48,517	2,251	46,266	50,379	4,180	46,199
Net profit for the period attributable to:						
- Owners of the Company	2,545	2,251		4,409	4,180	
- Non-controlling interest	(3)	-		(5)	-	
	2,542	2,251		4,404	4,180	
Total comprehensive profit for the period attributable to:						
- Owners of the Company	48,520	2,251		50,383	4,180	
- Non-controlling interest	(3)	-		(5)	-	
	48,517	2,251		50,378	4,180	
Weighted average number of shares ('000s)	245,171	141,065		228,441	141,065	
Earnings per share (sen)						
- Basic	1.04	1.60		1.93	2.96	
- Diluted	0.87	1.25		1.60	2.32	

Note :

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024
(The figures have not been audited)

	Unaudited As at End Of Current Quarter 30.09.2024 RM'000	Audited As at Preceding Financial Year End 31.03.2024 RM'000
Non-current assets		
Property, plant and equipment	181,095	88,656
Right-of-use asset	20,287	21,004
Land held for development	33,032	33,032
	<u>234,414</u>	<u>142,692</u>
Current assets		
Contract assets	6,537	3,786
Inventories	22,410	23,324
Trade and other receivables	80,198	61,721
Tax recoverable	220	95
Deposit, bank and cash balance	31,459	39,283
	<u>140,824</u>	<u>128,209</u>
Total Assets	<u>375,238</u>	<u>270,901</u>
EQUITY		
Share capital	138,426	111,626
Non-controlling interests	75	80
Revaluation reserve	72,984	27,009
Warrant reserve	14,994	14,994
Discount on share	(14,994)	(14,994)
Employee share option scheme ("ESOS") reserves	5,259	5,259
Retained earnings	84,370	79,961
Total equity	<u>301,114</u>	<u>223,935</u>
LIABILITIES		
Non-current liabilities		
Borrowings	15,359	17,025
Deferred tax liability	3,016	2,905
	<u>18,375</u>	<u>19,930</u>
Current liabilities		
Borrowings	4,058	3,680
Trade and other payables	51,691	23,356
	<u>55,749</u>	<u>27,036</u>
Total Liabilities	<u>74,124</u>	<u>46,966</u>
Total Equity And Liabilities	<u>375,238</u>	<u>270,901</u>
Number of ordinary shares ('000)	263,009	211,597
Net Tangible Assets per share attributable to Owner of the Company (RM)	<u>1.14</u>	<u>1.06</u>

Note :

The unaudited Condensed Consolidated Statement Of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

Net Assets Per Share is derived based on DPS Resources Berhad consolidated net assets of RM301,114,000 (FYE 31.03.2024: RM223,935,000) over the issued number of ordinary shares of 263,009,447 (FYE 31.03.2024: 211,597,044).

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2024**
(The figures have not been audited)

	← Non-Distributable				→ Distributable			Total RM'000
	Share Capital RM'000	Revaluation Reserve RM'000	Warrant Reserve RM'000	Discount on share RM'000	Employee Share Option Scheme ("ESOS") Reserves RM'000	Retained Earnings RM'000	Non-controlling Interests RM'000	
Balance as at 1 April 2023 (audited)	72,833	13,996	8,742	(8,742)	-	73,557	-	160,386
Total comprehensive income for the year	-	-	-	-	-	6,363	-	6,363
Issue of ordinary share on right issue with warrants	38,793	-	6,252	(6,252)	-	-	-	38,793
Issue of shares pursuant to ESOS	-	-	-	-	5,259	-	-	5,259
Revaluation increase	-	13,054	-	-	-	-	-	13,054
Realisation of revaluation surplus upon depreciation	-	(41)	-	-	-	41	-	-
Shares subscribed by non-controlling interests	-	-	-	-	-	-	80	80
Balance as at 31 March 2024 (audited)	111,626	27,009	14,994	(14,994)	5,259	79,961	80	223,935
Total comprehensive income for the period	-	-	-	-	-	4,409	(5)	4,404
Issuance of ordinary shares pursuant to conversion of warrant	26,800	-	-	-	-	-	-	26,800
Revaluation increase	-	45,975	-	-	-	-	-	45,975
Balance as at 30 September 2024	138,426	72,984	14,994	(14,994)	5,259	84,370	75	301,114

Note :

The unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2024
 (The figures have not been audited)

	Current Year To Date 30.09.2024 RM'000	Unaudited Preceding Year Corresponding Year To Date 30.09.2023 RM'000
Net cash inflow from operating activities	21,067	4,811
Net cash outflow from investing activities	(60,903)	(5,921)
Net cash inflow from financing activities	32,731	11,355
Net (decrease)/increase in cash and cash equivalents	<u>(7,105)</u>	<u>10,245</u>
Cash and bank balances as at 1 April	38,564	1,699
	<u>31,459</u>	<u>11,944</u>
Effect of exchange translation differences on cash and cash equivalents	-	-
Cash and cash equivalents as at 30 September	<u><u>31,459</u></u>	<u><u>11,944</u></u>
<u>Reconciliation :</u>		
Cash and bank balances	29,216	7,741
Fixed deposits	<u>2,243</u>	<u>4,203</u>
Cash and cash equivalents as at 30 September	<u><u>31,459</u></u>	<u><u>11,944</u></u>

The unaudited Condensed Consolidated Statement Of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements

A1. Changes in accounting policies

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim financial reporting and Chapter 9 Part K of the Listing Requirement of Malaysia Securities Berhad.

The interim unaudited financial statement should be read in conjunction with the audited financial statement for the year ended 31 March 2024 and the attached explanatory notes. The explanatory notes provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2024.

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 31 March 2024.

During the interim financial statement, the Group has adopted the following amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatory for current financial year as below:

MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 101 and MFRS Practice Statement 2	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
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 Comparative Information
Amendments to MFRS 112	International Tax Reform - Pillar Two Model Rules

The Group has not applied in advance the following new amendments to MFRSs that have been issued by MASB but are not yet effective for the current financial year.

<u>MFRSs</u>		Effective date for the financial periods <u>beginning on or after</u>
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback	01-Jan-24
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current	01-Jan-24
Amendments to MFRS 101	Non-current Liabilities with Convenants	01-Jan-24
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements	01-Jan-24
Amendments to MFRS 121	Lack of Exchangeability	01-Jan-25
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

The Group intends to adopt the above amendments to MFRSs when they become effective.

A2. Auditors' Report on Preceding Annual Financial Statements

The audit report for the audited financial statements of the Company and its subsidiaries for the financial year ended 31 March 2024 were not subject to any qualification.

A3. Comments about Seasonality or Cyclicity

The Group's business operational results were not materially affected by any major seasonal or cyclical factors.

A4. Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting the Group's assets, liabilities, equity, net income or cash flows because of their nature, size or incidence during the current financial quarter under review.

A5. Material Estimates and Changes in Estimates

There were no material changes in estimates that have had a material effect in the results of the current financial quarter under review.

A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements (cont'd)

A6. Issuance or Repayment of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities during the financial period under review and up to the date of this report.

A7. Dividend Declared

No dividend has been declared or paid by the Company during the current quarter under review.

The Directors do not recommend the payment of any dividend in respect of the current financial quarter under review.

A8. Segmental Information

Segmental information is provided based on the Group's four (4) major business segments, namely (i) property development and construction ("property development"), (ii) furniture manufacturing and trading ("furniture"), (iii) rental of building with comprehensive services, and (iv) investment holding.

The segment revenue and segment results of the Group's business segments for the current financial quarter ended 31 March 2024 are as follows:

3 months ended 30 September 2024

Business Segments	Property Development	Furniture	Rental of Building with Comprehensive Services	Investment Holding	Adjustments/ Eliminations	Consolidated Financial Statements
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External Sales	11,473	2,964	2,467	-	-	16,904
Inter-segment	-	-	-	537	(537)	-
Total Revenue	11,473	2,964	2,467	537	(537)	16,904
Results :						
Segment results	1,296	2,018	(68)	(667)	537	3,116
Finance cost						(574)
Loss before tax						2,542
Taxation						-
Net profit for the period						2,542

3 months ended 30 September 2023

Business Segments	Property Development	Furniture	Rental of Building with Comprehensive Services	Investment Holding	Adjustments/ Eliminations	Consolidated Financial Statements
External Sales	4,573	8,295	2,070	-	-	14,938
Inter-segment	-	-	-	486	(486)	-
Total Revenue	4,573	8,295	2,070	486	(486)	14,938
Results :						
Segment results	2,739	4,151	(4,002)	(853)	486	2,521
Finance cost						(270)
Profit before tax						2,251
Taxation						-
Net profit for the period						2,251

A. Compliance with Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and Bursa Malaysia Listing Requirements (cont'd)

A9. Subsequent Events

There were no material events subsequent to the end of the financial quarter ended 31 March 2024 under review up to the date of this report which is likely to substantially affect the results of the operations of the Group.

A10. Valuations of Property, Plant and Equipment

There were valuation surplus of property, plant and equipment of RM45.98 million since the latest audited financial statements for the financial year ended 31 March 2024.

A11. Changes in Composition of the Group

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

A12. Changes in Contingent Liabilities and Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last financial year ended 31 March 2024.

A13. Capital Commitments

Approved but not contracted for:

Commitments for joint venture of land (over 7 years from FY 2022 to FY2028) *

30.09.2024
RM'000

12,825

* Being the remaining commitments for joint venture of land over 7 years from FYE 2022 to FYE 2028.

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS

B1. Review of Performance (Current Quarter versus Preceding Year Corresponding Quarter)

	Current Year Quarter 30.09.2024 RM'000	Preceding Year Corresponding Quarter 30.09.2023 RM'000	Increased/ (Decreased) RM'000
REVENUE			
Property Development	11,473	4,573	6,900
Furniture	2,964	8,295	(5,331)
Rental of Building with Comprehensive Services	2,467	2,070	397
Investment Holding	-	-	-
Total	16,904	14,938	1,966
Cost Of Sales	(12,137)	(10,827)	(1,310)
Gross Profit	4,767	4,111	656
PROFIT BEFORE TAX ("PBT")			
Property Development	906	2,656	(1,750)
Furniture	1,917	3,964	(2,047)
Rental of Building with Comprehensive Services	(152)	(4,002)	3,850
Investment Holding	(129)	(367)	238
Total	2,542	2,251	291

For the current quarter under review, the Group's revenue increased by RM1.97 million (13.16%) to RM16.90 million compared to preceding year corresponding quarter of RM14.94 million. The increase was mainly due to increase of approximately RM6.90 million (150.89%) in property development segment. The Group's furniture segment recorded a decrease of RM5.33 million compared to preceding year corresponding quarter.

In overall, the Group achieved slight improvement in profit of RM0.30 million in the current year quarter compared to preceding year corresponding quarter.

B2. Review of Performance (Current quarter versus Immediate Preceding Quarter)

	Current Year Quarter 30.09.2024 RM'000	Immediate Preceding Quarter 30.06.2024 RM'000	Increased/ (Decreased) RM'000
REVENUE			
Property Development	11,473	9,932	1,541
Furniture	2,964	2,186	778
Rental of Building with Comprehensive Services	2,467	2,544	(77)
Investment holdings	-	-	-
Total	16,904	14,662	2,242
Cost of Sales	(12,137)	(11,597)	(540)
Gross Profit	4,767	3,065	1,702
PROFIT/(LOSS) BEFORE TAX ("PBT"/"LBT")			
Property Development	906	1,722	(816)
Furniture	1,917	123	1,794
Rental of Building with Comprehensive Services	(152)	34	(186)
Investment holdings	(129)	(17)	(112)
Total	2,542	1,862	680

For the current quarter under review, the Group recorded improvement in revenue of RM2.24 million compared to immediate preceding quarter's revenue of RM14.66 million. The increase was mainly due to increase of approximately RM1.54 million (15.52%) in property development segment revenue. The Group's furniture segment recorded an increase of RM0.78 million compared to immediate preceding quarter and rental of building with comprehensive services recorded a decrease of RM0.08 million as the occupancy rate decreased.

In overall, the Group achieved slight improvement in profit of RM0.68 million compared to immediate preceding quarter.

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS (Cont'd)

B3 Commentary on Prospects

As global monetary policy normalisation continues, the Group expects external cost pressures, particularly commodity prices to gradually recede in the coming months. The local currency (MYR) is also forecast to stabilise in the second half of calendar year 2024, further easing domestic inflationary and wage pressures.

The Malaysian property market is expected to stabilise in FY2024. The recent unveiling of the Budget 2024 holds promising prospects for the property development market. The government's commitment to promoting homeownership, improving housing affordability, fostering development in Malaysia, and its focus on mega infrastructure projects is expected to stimulate the property market and boost market sentiments.

The full exemption on stamp duty for first-time house buyers for properties priced below RM500,000 until the end of 2025, will continue to promote more homeownership. The relaxation of the Malaysia My Second Home (MM2H) requirement plan is also expected to drive foreigners' purchase of properties in Malaysia. Furthermore, the allocation for the Housing Credit Guarantee Scheme, which was doubled to RM10 billion under Budget 2024, is anticipated to assist 40,000 borrowers.

Meanwhile, the Group's undeveloped landbanks remains strong. The Group has substantial undeveloped landbanks of approximately 1,317 acres as at 31 March 2024. This sizable land inventory allows the Group to continually explore new development opportunities and unlock significant commercial value over the long term.

By capitalising on its robust landbank inventory, prudent management practices, and strategic property development initiatives, the Group is positive about sustaining a healthy financial performance under the current business landscape.

B4 Profit Forecast or Profit Guarantee

Not applicable as the Group did not publish any profit forecast or profit guarantee.

B5 Notes to Consolidated Statement of Comprehensive Income

	Cumulative Quarter	
	Current Year To Date 30.09.2024 RM'000	Preceding Year Corresponding Year To Date 30.09.2023 RM'000
Profit for the period is arrived at		
after crediting:		
Gain on disposal of property, plant and equipment	(20)	-
Unrealised gain on foreign exchange	(17)	(10)
Rental with comprehensive income	(5,011)	(4,605)
Interest income	(628)	(101)
and after charging :		
Auditors' remuneration	50	38
Amortisation and depreciation	1,686	1,862
Loss on foreign exchange	111	13
Interest expense	628	568

B6 Taxation

	Cumulative Quarter	
	Current Year To Date 30.09.2024 RM'000	Preceding Year Corresponding Year To Date 30.09.2023 RM'000
Malaysian income tax	-	-
Deferred tax	-	-
Tax for the financial period	-	-

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS (Cont'd)

B7 Status of Corporate Proposals

a) Status of Utilisation of Proceeds from Rights Issue

The status of utilisation of proceeds as at 30 September 2024 from Rights Issue completed on 11 December 2023 amounting to RM38,792,791 are as follows:

	Planned Rights Issue utilisation of proceeds RM'000	Proceeds Utilisation as at 30.09.2024 RM'000
Working capital for property development	28,646	402
General working capital requirements	9,047	9,047
Estimated expenses for the Corporate Exercises	1,100	792 *
Total	38,793	10,241

Note:

* The expenses incurred for the Corporate Exercises amounted to RM792,454. The unutilised portion amounting to RM307,546 was reclassified to general working capital purpose and has since been fully utilised.

B8 Group Borrowings and Debt Securities

The Group's borrowings (denominated in Ringgit Malaysia ("RM")) are as follows :-

	Unaudited As at 30.09.2024 Total RM'000	Audited As at 31.03.2024 Total RM'000
Short term borrowings		
Term Loans- secured	3,970	3,204
Lease Liabilities	88	476
	4,058	3,680
Long term borrowings		
Term Loans - secured	14,208	16,520
Lease Liabilities	1,151	505
	15,359	17,025
Total borrowings	19,417	20,705

The Group does not have any foreign borrowings as at the date of this report.

B9 Material Litigation

a) Shantawood Sdn. Bhd. ("SSB") (Plaintiff) vs Liang Soon Properties Sdn. Bhd. ("Liang Soon") (Defendant)

On 13 July 2021, Shantawood (being the plaintiff) filed a Writ and Statement of Claim against Liang Soon Properties Sdn Bhd (being the defendant) to declare that the termination of the sale and purchase of 2 parcels of land held under GM 112 Lot 337 and Geran 5396 Lot 332, all within Mukim Rembia District of Alor Gajah Melaka, measuring approximately 22.85 acres ("Land"), by Liang Soon Properties Sdn Bhd was unlawful.

Shantawood is seeking the following claims from Liang Soon Properties Sdn Bhd:

- A declaration that the termination of the sale and purchase of the Lands via Liang Soon Properties Sdn Bhd's letter dated 8 December 2020 was invalid and unlawful;
- Consequently, an order from the Court to Liang Soon Properties Sdn Bhd to execute the sale and purchase agreement and complete the sale of the Lands within 7 days from the date of the Order;
- damages arising from the loss of profits and opportunities to be assessed by the Court;
- costs and such other relief as the Court deems fit.

In Liang Soon Properties Sdn Bhd's Statement of Defence, inter alia, claimed that there was no acceptance on its part as parties could not reach an agreement on the terms, particularly the land acquisition clause and therefore, the termination was valid.

The Court had adjourned the trial dates on the 1.4.2024 - 2.4.2024 and the court schedule the trial on the 23.6.2025 - 24.6.2025.

PART B: ADDITIONAL INFORMATION REQUIRED BY BMSB'S LISTING REQUIREMENTS (Cont'd)

B10 Proposed Dividend

No dividend has been declared or paid during the current quarter and financial period under review.

B11 Earnings per Share

a) Basic

The calculation of basic earnings per share was based on the profit attributable to ordinary equity holders of the Company and divided by the weighted average number of ordinary shares in issue during the period under review.

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	To Date	Corresponding
	30.09.2024	Quarter	Year To Date	Year To Date
	30.09.2023	30.09.2024	30.09.2023	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity holders of the Company (RM'000)	2,545	2,251	4,409	4,180
Weighted average number of ordinary shares in issue ('000)	245,171	141,065	228,441	141,065
Basic earnings per share (sen)	1.04	1.60	1.93	2.96

b) Diluted

The calculation of diluted earnings per share was based on the profit attributable to ordinary equity holders of the Company and divided by the weighted average number of ordinary shares that would have been in issue assuming full exercise of the Company's warrants, adjusted for the number of such ordinary shares that would have been issued at fair value.

The Company had issued 194,261,746 warrants ("Warrant B") which were listed on Bursa Malaysia Securities Berhad on 22 January 2015. With effective of 26 July 2023, the Company announced on the completion of share consolidation into 38,852,347 warrants. Each warrant entitles the registered holder to subscribe for one new ordinary share at the exercise price of RM0.50 per share at any time during the 10-year exercise period.

The Company had issued 56,425,875 warrants ("Warrant C") which were listed on Bursa Malaysia Securities Berhad on 11 December 2023. Each warrant entitles the registered holder to subscribe for one new ordinary share at the exercise price of RM0.55 per share at any time during the 3-year exercise period.

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	To Date	Corresponding
	30.09.2024	Quarter	Year To Date	Year To Date
	30.09.2023	30.09.2024	30.09.2023	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity holders of the Company (RM'000)	2,545	2,251	4,409	4,180
Weighted average number of ordinary shares in issue ('000)	245,171	141,065	228,441	141,065
Effect of dilution of warrants ('000)	47,039	38,852	47,039	38,852
Weighted average number of ordinary shares in issue (Diluted) ('000)	292,210	179,917	275,480	179,917
Diluted earnings per share (sen)	0.87	1.25	1.60	2.32

B12 Authority For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 25 November 2024.

By order of the Board,

Edward Sow Yuen Seng
Group Managing Director

Date: 25 November 2024