

Condensed Consolidated Statement of Financial Position

As at 31 July 2024

(The figures have not been audited)

	As at 31-Jul-24 RM'000	(Audited) As at 31-Jul-23 RM'000
Assets		
Non-current assets		
Property, plant and equipment	83,335	69,819
Right-of-use assets	2,476	3,586
Investment property	9,345	9,345
Investment in an associate	434	436
	<u>95,590</u>	<u>83,186</u>
Current assets		
Inventories	74,384	92,954
Property development expenditure	76,092	74,851
Trade and other receivables	62,297	58,855
Current tax assets	985	278
Fixed deposit placed at a licensed bank	746	726
Short term deposit placed at licensed banks	19,527	30,810
Cash and bank balances	10,002	8,537
	<u>244,033</u>	<u>267,011</u>
Total assets	<u><u>339,623</u></u>	<u><u>350,197</u></u>
Equity and Liabilities		
Share capital	90,644	90,644
Share options reserve	953	953
Retained earnings	92,244	81,362
Equity attributable to owners of the parent	<u>183,841</u>	<u>172,959</u>
Non-controlling interests	<u>(11,529)</u>	<u>(7,910)</u>
Total equity	<u><u>172,312</u></u>	<u><u>165,049</u></u>
Liabilities		
Non-current liabilities		
Borrowings	37,432	47,141
Deferred tax liabilities	4,666	4,123
Lease liabilities	930	2,321
	<u>43,028</u>	<u>53,585</u>
Current liabilities		
Trade and other payables	70,382	57,559
Borrowings	51,419	71,924
Derivative financial liabilities	801	814
Lease liabilities	1,595	1,266
Current tax liabilities	86	-
	<u>124,283</u>	<u>131,563</u>
Total liabilities	167,311	185,148
Total equity and liabilities	<u><u>339,623</u></u>	<u><u>350,197</u></u>
	RM	RM
Net assets per ordinary share	<u><u>1.03</u></u>	<u><u>0.97</u></u>

These condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 July 2023.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the financial year ended 31 July 2024
(The figures have not been audited)

	Current quarter ended		Cumulative period ended	
	31-Jul-24	31-Jul-23	31-Jul-24	31-Jul-23
	RM'000	RM'000	RM'000	RM'000
Revenue	191,590	173,241	713,920	647,379
Operating expenses	(186,947)	(168,580)	(695,325)	(633,177)
Other income/(expenses), net	1,763	1,859	3,048	6,430
Profit from operations	6,406	6,520	21,643	20,632
Share of loss in an associate, net of tax	(1)	-	(2)	-
Profit before interest and tax	6,405	6,520	21,641	20,632
Interest expenses	(1,720)	(1,760)	(7,146)	(5,592)
Profit before tax	4,685	4,760	14,495	15,040
Tax expenses	(880)	(1,111)	(2,763)	(3,998)
Profit for the financial period/year	3,805	3,649	11,732	11,042
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the financial period/year	3,805	3,649	11,732	11,042
Profit/(Loss) attributable to:				
- Owners of the parent	4,735	4,417	15,351	13,966
- Non-controlling interests	(930)	(768)	(3,619)	(2,924)
	3,805	3,649	11,732	11,042
Total comprehensive income/(loss) attributable to:				
- Owners of the parent	4,735	4,417	15,351	13,966
- Non-controlling interests	(930)	(768)	(3,619)	(2,924)
	3,805	3,649	11,732	11,042
Earnings per ordinary share attributable to equity holders of the parent:				
- Basic earnings per ordinary share (sen)	2.65	2.47	8.59	7.83
- Diluted earnings per ordinary share (sen)	2.65	2.47	8.59	7.83

These condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 July 2023.

Condensed Consolidated Statement of Changes in Equity
For the financial year ended 31 July 2024
(The figures have not been audited)

	Share capital RM'000	Share options reserve RM'000	Retained earnings RM'000	Total attributable to owners of the parent RM'000	Non- controlling interests RM'000	Total equity RM'000
Balance as at 1 August 2022	90,172	1,153	72,308	163,633	(4,986)	158,647
Total comprehensive income for the financial year	-	-	13,966	13,966	(2,924)	11,042
Transactions with owners:						
Dividend paid	-	-	(4,912)	(4,912)	-	(4,912)
Share options granted under ESOS	-	(93)	-	(93)	-	(93)
Ordinary shares issued pursuant to ESOS	472	(107)	-	365	-	365
	472	(200)	(4,912)	(4,640)	-	(4,640)
Balance as at 31 July 2023	<u>90,644</u>	<u>953</u>	<u>81,362</u>	<u>172,959</u>	<u>(7,910)</u>	<u>165,049</u>
Balance as at 1 August 2023	90,644	953	81,362	172,959	(7,910)	165,049
Total comprehensive income for the financial year	-	-	15,351	15,351	(3,619)	11,732
Transactions with owners:						
Dividend paid	-	-	(4,469)	(4,469)	-	(4,469)
	-	-	(4,469)	(4,469)	-	(4,469)
Balance as at 31 July 2024	<u>90,644</u>	<u>953</u>	<u>92,244</u>	<u>183,841</u>	<u>(11,529)</u>	<u>172,312</u>

These condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 July 2023.

Condensed Consolidated Statement of Cash Flow
For the financial year ended 31 July 2024
(The figures have not been audited)

	Year ended 31-Jul-24 RM'000	Year ended 31-Jul-23 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	14,495	15,040
Adjustments for:		
Interest income	(771)	(711)
Interest expenses	7,146	5,592
Depreciation of property, plant and equipment	4,617	4,070
Depreciation of right-of-use assets	1,430	1,378
Fair value gain on short term funds	-	(1)
Loss on disposal of property, plant and equipment	1	-
Gain on lease modification	(43)	-
Property, plant and equipment written off	-	1
Impairment loss on trade receivables	81	41
Share of loss in an associate	2	-
Share options granted under ESOS	-	(93)
Unrealised (gain)/loss on derivative instruments	(13)	288
Unrealised gain on foreign exchange	(823)	(249)
Operating profit before changes in working capital	<u>26,122</u>	<u>25,356</u>
Changes in working capital:		
Inventories	18,570	(3,199)
Property development expenditure	(1,241)	(468)
Trade and other receivables	(3,933)	(8,673)
Trade and other payables	<u>12,966</u>	<u>158</u>
Cash generated from operations	<u>52,484</u>	<u>13,174</u>
Tax paid	<u>(2,841)</u>	<u>(4,090)</u>
Net cash from operating activities	<u>49,643</u>	<u>9,084</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	771	711
Placements of fixed deposit pledged to a licensed bank	(20)	(16)
Purchase of property, plant and equipment	<u>(18,134)</u>	<u>(13,621)</u>
Net cash used in investing activities	<u>(17,383)</u>	<u>(12,926)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(6,944)	(5,117)
Dividend paid	(4,469)	(4,912)
Net movements in borrowings	(29,144)	17,965
Payment of lease liabilities	(1,521)	(1,464)
Proceeds from ordinary shares issued pursuant to ESOS exercised	-	365
Net cash (used in)/generated from financing activities	<u>(42,078)</u>	<u>6,837</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	<u>(9,818)</u>	<u>2,995</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	<u>39,347</u>	<u>36,352</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u><u>29,529</u></u>	<u><u>39,347</u></u>
COMPOSITION OF CASH AND CASH EQUIVALENTS:		
Fixed deposit placed at a licensed bank	746	726
Short term deposit placed at licensed banks	19,527	30,810
Cash and bank balances	<u>10,002</u>	<u>8,537</u>
	<u>30,275</u>	<u>40,073</u>
Less: Fixed deposit pledged to a licensed bank	<u>(746)</u>	<u>(726)</u>
	<u><u>29,529</u></u>	<u><u>39,347</u></u>

These condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 31 July 2023.

Notes to the Financial Statements
For the financial year ended 31 July 2024

A Explanatory Notes

A1 Basis of preparation

The condensed financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRSs") 134: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad ("Bursa Securities")'s Listing Requirements.

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

A2 Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 July 2023 except for the adoption of the following new/revised MFRSs, Amendments to MFRSs and Issues Committee Interpretations ("IC Interpretations"):

a) Adoption of New MFRSs and Amendments to MFRSs

	Effective Date
MFRS 17 Insurance Contracts	1 Jan 2023
Amendments to MFRS 17 <i>Initial Application of MFRS 17 and MFRS 9 - Comparative Information</i>	1 Jan 2023
Amendments to MFRS 101 <i>Disclosure of Accounting Policies</i>	1 Jan 2023
Amendments to MFRS 108 <i>Definition of Accounting Estimates</i>	1 Jan 2023
Amendments to MFRS 112 <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 Jan 2023
Amendments to MFRS 112 <i>International Tax Reform - Pillar Two Model Rules</i>	Refer paragraph 98M of MFRS 112

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group.

b) MFRSs and Amendments to MFRSs issued but not yet effective

	Effective Date
Amendments to MFRS 16 <i>Lease Liability in a Sale and Leaseback</i>	1 Jan 2024
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 Jan 2024
Amendments to MFRS 101 <i>Non-Current Liabilities with Covenants</i>	1 Jan 2024
Amendments to MFRS 107 and MFRS 7 <i>Supplier Finance Arrangement</i>	1 Jan 2024
Amendments to MFRS 121 <i>Lack of Exchangeability</i>	1 Jan 2025
<i>Amendments to the Classification and Measurement of Financial Instruments</i> (Amendments to MFRS 9 and MFRS 7)	1 Jan 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 Jan 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 Jan 2027
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Group is in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable for future financial years.

A3 Qualification of financial statements

There was no qualification in the audited financial statements for the financial year ended 31 July 2023.

A4 Seasonal or cyclical factors

The business operations of the Group were not significantly affected by any seasonal or cyclical factors.

A5 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the current quarter under review and financial year to-date.

Notes to the Financial Statements
For the financial year ended 31 July 2024

A Explanatory Notes

A6 Change in estimates

There were no significant changes in estimates that have a material effect for the current quarter under review and financial year.

A7 Debt and equity securities

During the current quarter and subsequent to the financial year ended 31 July 2024 and up to the date of this report, the Company did not allot and issue any new ordinary shares pursuant to the ESOS.

As at the date of this report, the unexercised options pursuant to A-Rank's ESOS granted and accepted by eligible Directors and employees are 5,675,200 options.

Other than as disclosed above, there were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities for the current quarter under review and financial year and up to the date of this report.

A8 Dividend paid

A first and final single-tier dividend of 2.50 sen per ordinary share, amounting to RM4.5 million in respect of the previous financial year ended 31 July 2023 was paid on 20 December 2023.

A9 Segmental information

The Group is principally engaged in investment holding, manufacturing and marketing of aluminium billets and property development. Its operating segments are presented based on products and services. The performance of each segment is measured based on the internal management report reviewed by chief operating decision maker.

(a) Business segments

	Aluminium RM'000	Property development RM'000	Total RM'000
Revenue			
Revenue from external customers	713,920	-	713,920
Results			
Profit/(Loss) from operations	22,357	(714)	21,643
Interest expense	(3,404)	(3,742)	(7,146)
Share of loss in an associate	(2)	-	(2)
Profit/(Loss) before tax	18,951	(4,456)	14,495
Tax expenses	(2,763)	-	(2,763)
Profit/(Loss) after tax	16,188	(4,456)	11,732
Assets			
Segment assets	250,701	87,503	338,204
Investment in an associate	434	-	434
Derivative financial assets	-	-	-
Current tax assets	985	-	985
	252,120	87,503	339,623
Liabilities			
Segment liabilities	42,931	27,451	70,382
Borrowings	40,855	47,996	88,851
Lease liabilities	2,525	-	2,525
Derivative financial liabilities	801	-	801
Current tax liabilities	86	-	86
Deferred tax liabilities	4,666	-	4,666
	91,864	75,447	167,311

Notes to the Financial Statements
For the financial year ended 31 July 2024

A Explanatory Notes

A9 Segmental information (Cont'd)

(b) Geographical information

The Group operates only in Malaysia.

In presenting information on the basis of geographical areas, segment revenue is based on the geographical location of customers. The reportable segments are Malaysia, South East Asia other than Malaysia, South Asia and others⁽¹⁾.

Segment assets are based on the geographical location of the assets of the Group.

	Cumulative period ended	
	31-Jul-24	31-Jul-23
	RM'000	RM'000
<u>Revenue from external customers</u>		
South East Asia other than Malaysia	110,709	154,260
South Asia	106,032	97,659
Others ⁽¹⁾	2,340	2,413
	<u>219,081</u>	<u>254,332</u>
Oversea	494,839	393,047
Malaysia	<u>713,920</u>	<u>647,379</u>
	As at	As at
	31-Jul-24	31-Jul-23
	RM'000	RM'000
<u>Segment assets</u>		
Malaysia	332,994	341,829
South East Asia other than Malaysia	3,901	8,146
South Asia	2,728	222
	<u>339,623</u>	<u>350,197</u>

⁽¹⁾ Other operating segments comprise countries in South Africa and Europe.

A10 Contingent liabilities

At the end of the current quarter, there are no material contingent liabilities which, upon becoming enforceable, may have a material impact on the financial position of the Group except for the following:

	As at	As at
	31-Jul-24	31-Jul-23
	RM'000	RM'000
Corporate guarantees given to financial institutions for banking facilities utilised by a subsidiary	<u>40,855</u>	<u>62,685</u>

The Company provided corporate guarantees for banking facilities granted to a subsidiary with limits of RM118.0 million and USD10.0 million (31 July 2023: RM118.0 million and USD10.0 million).

A11 Material events subsequent to the end of the current quarter

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements for the current quarter under review and financial year.

Notes to the Financial Statements
For the financial year ended 31 July 2024

A Explanatory Notes

A12 Capital commitments

At the end of the current quarter, the capital commitments of the Group are as follows:

	As at 31-Jul-24 RM'000	As at 31-Jul-23 RM'000
Capital expenditures in respect of purchase of property, plant and equipment:		
- Approved and contracted for	520	5,320
- Approved but not contracted for	<u>7,315</u>	<u>3,420</u>
	<u><u>7,835</u></u>	<u><u>8,740</u></u>

A13 Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter under review and financial year.

A14 Related party transactions

During the current quarter under review and financial year ended 31 July 2024, the material business transactions entered by the Group with related parties in which a Director has substantial financial interests were as follows:

	Current quarter ended		Cumulative period ended	
	31-Jul-24	31-Jul-23	31-Jul-24	31-Jul-23
	RM'000	RM'000	RM'000	RM'000
<u>Formosa Shyen Horng Metal Sdn Bhd</u>				
- Sales to LB Aluminium Berhad	34,265	25,962	141,105	82,778
- Sales to LB Aluminium (Sarawak) Sdn Bhd	<u>6,361</u>	<u>4,796</u>	<u>18,657</u>	<u>16,608</u>

The related parties transactions described above were carried out in the ordinary course of business on normal commercial terms.

Notes to the Financial Statements
For the financial year ended 31 July 2024

B Additional information required by the Bursa Securities' Listing Requirements

B1 Review of performance

	Aluminium RM'000	Property development RM'000	Total RM'000
<u>Current quarter ended 31 July 2024 ("2024-Q4")</u>			
Revenue from external customers			
- Malaysia	118,387	-	118,387
- Oversea	73,203	-	73,203
Total revenue	191,590	-	191,590
<u>Results</u>			
Profit/(Loss) from operations	6,636	(230)	6,406
Interest expense	(811)	(909)	(1,720)
Share of loss in an associate	(1)	-	(1)
Profit/(Loss) before tax	5,824	(1,139)	4,685
Tax expenses	(880)	-	(880)
Profit/(Loss) after tax	4,944	(1,139)	3,805
<u>Current quarter ended 31 July 2023 ("2023-Q4")</u>			
Revenue from external customers			
- Malaysia	113,136	-	113,136
- Oversea	60,105	-	60,105
Total revenue	173,241	-	173,241
<u>Results</u>			
Profit/(Loss) from operations	6,641	(121)	6,520
Interest expense	(884)	(876)	(1,760)
Share of loss in an associate	-	-	-
Profit/(Loss) before tax	5,757	(997)	4,760
Tax expenses	(1,111)	-	(1,111)
Profit/(Loss) after tax	4,646	(997)	3,649
<u>Variance (2024-Q4 vs 2023-Q4)</u>			
Total Revenue	10.6%	N/A	10.6%
Profit/(Loss) from operations	(0.1%)	90.1%	(1.7%)
Profit/(Loss) before tax	1.2%	14.2%	(1.6%)
Profit/(Loss) after tax	6.4%	14.2%	4.3%

For the current quarter

The Group's revenue increased by 10.6% to RM191.6 million for the quarter under review compared to RM173.2 million for the corresponding quarter last year. The increase in revenue was contributed by both increases in business volume and average selling prices as compared to the corresponding quarter last year.

The Group's profit before tax for the current quarter was at RM4.7 million compared to the RM4.8 million for corresponding quarter last year. The aluminium segment reported a profit before tax at RM5.8 million which is similar to that of the corresponding quarter last year despite the increase in revenue due to lower margin.

The property development segment incurred a higher loss before tax at RM1.1 million for the quarter under review compared to the corresponding quarter last year due to higher loss from operations.

The Group reported a profit after tax of RM3.8 million for the current quarter against RM3.6 million for the corresponding quarter last year due mainly to lower provision of income tax for the quarter under review.

Notes to the Financial Statements
For the financial year ended 31 July 2024

B Additional information required by the Bursa Securities' Listing Requirements

B1 Review of performance

	Aluminium RM'000	Property development RM'000	Total RM'000
<u>Cumulative period ended 31 July 2024 ("2024-Q1 to Q4")</u>			
Revenue from external customers			
- Malaysia	494,839	-	494,839
- Oversea	219,081	-	219,081
Total revenue	713,920	-	713,920
<u>Results</u>			
Profit/(Loss) from operations	22,357	(714)	21,643
Interest expense	(3,404)	(3,742)	(7,146)
Share of loss in an associate	(2)	-	(2)
Profit/(Loss) before tax	18,951	(4,456)	14,495
Tax expenses	(2,763)	-	(2,763)
Profit/(Loss) after tax	16,188	(4,456)	11,732
<u>Cumulative period ended 31 July 2023 ("2023-Q1 to Q4")</u>			
Revenue from external customers			
- Malaysia	393,047	-	393,047
- Oversea	254,332	-	254,332
Total revenue	647,379	-	647,379
<u>Results</u>			
Profit/(Loss) from operations	21,170	(538)	20,632
Interest expense	(2,318)	(3,274)	(5,592)
Share of loss in an associate	-	-	-
Profit/(Loss) before tax	18,852	(3,812)	15,040
Tax expenses	(3,998)	-	(3,998)
Profit/(Loss) after tax	14,854	(3,812)	11,042
<u>Variance (2024-Q1 to Q4 vs 2023-Q1 to Q4)</u>			
Total Revenue	10.3%	N/A	10.3%
Profit/(Loss) from operations	5.6%	32.7%	4.9%
Profit/(Loss) before tax	0.5%	16.9%	(3.6%)
Profit/(Loss) after tax	9.0%	16.9%	6.2%

For the cumulative period

For the cumulative 12-month period ended 31 July 2024, the Group recorded a revenue of RM713.9 million, an increase by 10.3% compared to RM647.4 million for the corresponding period last year. The increase in revenue was contributed by both increases in business volume and average selling prices as compared to the corresponding period last year.

The Group's profit before tax for the 12-month period decreased by 3.6% from RM15.0 million to RM14.5 million. Despite higher revenue, the aluminium segment reported only a slight increase in profit before tax for the cumulative period under review as compared with corresponding period last year due to higher operating expenses.

The property development segment reported an increase in loss before tax of RM4.5 million for the 12-month period compared to RM3.8 million for corresponding period last year also due to higher interest expense.

The Group reported a slight increase in profit after tax to RM11.7 million for the 12-month period under review due mainly to lower provision for deferred tax for said period.

Notes to the Financial Statements
For the financial year ended 31 July 2024

B Additional information required by the Bursa Securities' Listing Requirements

B2 Variance of results against preceding quarter

	Aluminium RM'000	Property development RM'000	Total RM'000
Current quarter ended 31 July 2024 ("2024-Q4")			
Revenue from external customers			
- Malaysia	118,387	-	118,387
- Oversea	73,203	-	73,203
Total revenue	191,590	-	191,590
Results			
Profit/(Loss) from operations	6,636	(230)	6,406
Interest expense	(811)	(909)	(1,720)
Share of loss in an associate	(1)	-	(1)
Profit/(Loss) before tax	5,824	(1,139)	4,685
Tax expenses	(880)	-	(880)
Profit/(Loss) after tax	4,944	(1,139)	3,805
Preceding quarter ended 30 April 2024 ("2024-Q3")			
Revenue from external customers			
- Malaysia	131,144	-	131,144
- Oversea	40,113	-	40,113
Total revenue	171,257	-	171,257
Results			
Profit/(Loss) from operations	5,233	(222)	5,011
Interest expense	(866)	(1,086)	(1,952)
Share of loss in an associate	-	-	-
Profit/(Loss) before tax	4,367	(1,308)	3,059
Tax expenses	341	-	341
Profit/(Loss) after tax	4,708	(1,308)	3,400
Variance (2024-Q4 vs 2024-Q3)			
Total Revenue	11.9%	N/A	11.9%
Profit/(Loss) from operations	26.8%	3.6%	27.8%
Profit/(Loss) before tax	33.4%	(12.9%)	53.2%
Profit/(Loss) after tax	5.0%	(12.9%)	11.9%

The Group's revenue increase by 11.9% for the quarter under review compared to RM171.3 million registered for the preceding quarter.

The Group reported profit before tax for the current quarter of RM4.7 million compared to the preceding quarter of RM3.1 million, an increase of 53.2%. The aluminium segment reported an increase in profit before tax of RM5.8 million for the quarter under review compared to RM4.4 million for the preceding quarter due mainly to higher revenue and better margin.

The property development segment reported a decrease in loss before tax of RM1.1 million for the current quarter under review compared to RM1.3 million for preceding quarter also due to lower interest expense.

The Group reported an increase in profit after tax of 11.9% for the current quarter under review compared to RM3.4 million recorded for the preceding quarter in line with the higher profit before tax.

Notes to the Financial Statements
For the financial year ended 31 July 2024

B Additional information required by the Bursa Securities' Listing Requirements

B3 Prospects

The global economy is expected to be sustained in the second half of this year. This is supported by positive labour market conditions and moderating inflation. The monetary policy easing by the advanced economies will further support growth in the short-to-medium term. China's growth is expected to expand albeit at a slower pace, as fiscal support will be offset by weak property market and consumer sentiments. Global trade growth is expected to recover further, as global technology upcycle gains momentum. The growth outlook remains subject to downside risks mainly from escalation of geopolitical tensions, higher-than-expected inflation, and a sharp tightening in financial market conditions. However, upside risk to global growth can arise from stronger-than-expected domestic demand, particularly in advanced economies.

Growth of the Malaysian economy in the second half of the year is expected to be driven mainly by firm expansions in investment activity and resilient household spending, with larger support from exports recovery. Investment activities will be supported by continued implementation of multi-year projects in both the private and public sectors and augmented by the implementation of catalytic initiatives under the national master plans, as well as the higher realisation of approved investments. Private consumption will be supported by sustained growth in income along with larger policy measures. Higher spillover from global tech upcycle will lift exports while tourist arrivals and spending are expected to improve further. The growth outlook faces downside risks from weaker-than-expected external demand, further escalation of geopolitical conflicts and lower-than-expected commodity production.

The Board expects the outlook for the forthcoming quarter to remain cautiously optimistic. As usual, we will continuously focus on improving cost efficiencies and operational recovery to mitigate any adverse impacts on our business.

Barring unforeseen circumstances, the Board is optimistic that the Group will remain profitable for the forthcoming quarter.

B4 Variance of actual and profit estimate

Not applicable as no profit forecast was published.

Notes to the Financial Statements
For the financial year ended 31 July 2024

B Additional information required by the Bursa Securities' Listing Requirements

B5 Notes to the Condensed Consolidated Statement of Comprehensive Income

	Current quarter ended		Cumulative period ended	
	31-Jul-24	31-Jul-23	31-Jul-24	31-Jul-23
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) before tax for the financial period is arrived at after (crediting)/charging:				
Interest income	(209)	(276)	(771)	(711)
Interest expenses	1,720	1,760	7,146	5,592
Depreciation of:				
- property, plant and equipment	1,331	1,147	4,617	4,070
- right-of-use assets	450	330	1,430	1,378
Fair value gain on short term funds	-	-	-	(1)
Impairment loss on trade receivables	(8)	-	81	41
Property, plant and equipment written off	-	-	-	1
Share options granted under ESOS	-	(93)	-	(93)
Loss on disposal of property, plant and equipment	1	-	1	-
(Gain)/Loss on foreign exchange:				
- realised	(1,043)	(1,989)	(1,771)	(5,376)
- unrealised	(1,474)	(513)	(823)	(249)
(Gain)/Loss on derivative instruments:				
- realised	1,323	(264)	343	(304)
- unrealised	(325)	1,276	(13)	288

B6 Tax expenses

	Current quarter ended		Cumulative period ended	
	31-Jul-24	31-Jul-23	31-Jul-24	31-Jul-23
	RM'000	RM'000	RM'000	RM'000
Current income tax	941	1,001	2,220	2,315
Deferred tax	(61)	110	543	1,683
	<u>880</u>	<u>1,111</u>	<u>2,763</u>	<u>3,998</u>

B7 Status of corporate proposals

There were no corporate proposals announced pending completion.

B8 Changes in material litigation

The Group does not have any material litigation as at the date of this announcement.

Notes to the Financial Statements
For the financial year ended 31 July 2024

B Additional information required by the Bursa Securities' Listing Requirements

B9 Borrowings

	As at 31-Jul-24		As at 31-Jul-23	
	Foreign currency USD'000	Amount equivalent RM'000	Foreign currency USD'000	Amount equivalent RM'000
Short term borrowings				
- Foreign currency loans (Currency denominated in US Dollar) (Unsecured)	8,889	40,855	13,911	62,685
- Term loan (Secured)	-	<u>10,564</u>	-	<u>9,239</u>
		51,419		71,924
Long term borrowing				
- Term loan (Secured)	-	<u>37,432</u>	-	<u>47,141</u>
		<u>88,851</u>		<u>119,065</u>

All borrowings are denominated in Malaysia Ringgit except as indicated above.

B10 Dividend

The Board of Directors has proposed a first and final single-tier dividend of 2.50 sen per ordinary share (2023: 2.50 sen per ordinary share) based on the total number of issued and paid up share capital of 178,754,597 ordinary shares (2023: 178,754,597 ordinary shares) in respect of the Company's current financial year ended 31 July 2024 amounting to RM4.5 million (2023: RM4.5 million).

The proposed dividend is subject to the approval of shareholders at the forthcoming annual general meeting to be held on a date which shall be announced later. The date of payment of the dividend and the date for the determination of dividend entitlement would also be announced later.

B11 Earnings per ordinary share

(a) Basic

Basic earnings per ordinary share is calculated by dividing the profit attributable to equity holders of the parent by the weighted average number of ordinary shares outstanding for the current quarter under review and financial year.

	Current quarter ended		Cumulative period ended	
	31-Jul-24	31-Jul-23	31-Jul-24	31-Jul-23
Profit attributable to equity holders of the parent (RM'000)	<u>4,735</u>	<u>4,417</u>	<u>15,351</u>	<u>13,966</u>
Weighted average number of ordinary in issue ('000)	<u>178,755</u>	<u>178,475</u>	<u>178,755</u>	<u>178,475</u>
Basic earnings per ordinary share	<u>2.65</u>	<u>2.47</u>	<u>8.59</u>	<u>7.83</u>

(b) Diluted

Diluted earnings per ordinary share is calculated by dividing the profit attributable to equity holders of the parent by the weighted average number of ordinary shares outstanding during the current quarter under review and financial year adjusted for the effects of dilutive potential ordinary shares.

The adjusted weighted average number of ordinary shares in issue and issuable has been arrived at based on the assumption that ESOS are exercised at the beginning of the financial period. The ordinary shares to be issued under ESOS are based on the assumed proceeds on the difference between average share price for the financial period and exercise price.

Notes to the Financial Statements
For the financial year ended 31 July 2024

B Additional information required by the Bursa Securities' Listing Requirements

B11 Earnings per ordinary share (Cont'd)

(b) Diluted (Cont'd)

	Current quarter ended		Cumulative period ended	
	31-Jul-24	31-Jul-23	31-Jul-24	31-Jul-23
Profit attributable to equity holders of the parent (RM'000)	4,735	4,417	15,351	13,966
Weighted average number of ordinary in issue ('000)	178,755	178,475	178,755	178,475
Effects of dilution from share options Directors and employees ('000)	-	-	-	-
Adjusted weighted average number of ordinary shares applicable to diluted earnings per ordinary share ('000)	178,755	178,475	178,755	178,475
Diluted earnings per ordinary share	2.65	2.47	8.59	7.83

B12 Authorisation for issue

The interim financial report for the financial year ended 31 July 2024 was authorised for issuance by the Board of Directors on 24 September 2024.