

**UMS-NEIKEN GROUP BERHAD (Company No: 200401011970 (650473-V))**

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
For The Second Quarter Ended 30 June 2024**

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		Current Year 30 Jun 2024 RM'000 (unaudited)	Preceding Year Corresponding Quarter 30 Jun 2023 RM'000 (unaudited)	Current Year To date 30 Jun 2024 RM'000 (unaudited)	Preceding Year Corresponding Period 30 Jun 2023 RM'000 (unaudited)
Revenue		20,190	17,058	36,048	30,677
Cost of sales		(15,866)	(14,350)	(27,608)	(25,015)
Gross profit		4,324	2,708	8,440	5,662
Other income		592	959	1,480	1,695
		4,916	3,667	9,920	7,357
Selling and distribution expenses		(474)	(286)	(738)	(464)
Administrative expenses		(1,453)	(1,670)	(2,868)	(3,027)
Other operating expenses		(375)	(364)	(744)	(816)
Net (impairment losses)/reversal in impairment losses on financial assets		(241)	42	(478)	390
Finance costs		(7)	(9)	(14)	(14)
<b>Profit before taxation</b>		2,366	1,380	5,078	3,426
Income tax expense	B6	(743)	(374)	(1,454)	(1,049)
<b>Profit after taxation</b>		1,623	1,006	3,624	2,377
<b>Other Comprehensive Income/(Expenses)</b>					
Currency translation difference		(197)	686	(91)	932
<b>Total Comprehensive Income</b>		1,426	1,692	3,533	3,309
PROFIT AFTER TAXATION ATTRIBUTABLE TO					
Owners of The Company		1,614	1,006	3,614	2,375
Non-controlling interest		9	-	10	2
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO					
Owners of The Company		1,417	1,692	3,523	3,307
Non-controlling interest		9	-	10	2
<b>Earnings per share (sen):</b>					
Basic	B11	2.05	1.28	4.59	3.02
Diluted		N/A	N/A	N/A	N/A

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 30 June 2024. The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.

**UMS-NEIKEN GROUP BERHAD (Company No: 200401011970 (650473-V))**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
As at 30 June 2024

	As at end of current year quarter ended 30 Jun 2024 RM'000 (Unaudited)	Audited 31 Dec 2023 RM'000 (Audited)
	Note	
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	31,835	32,914
Investment properties	8,329	8,460
Right-of-use Assets	144	226
Other Investment	633	633
Deferred Tax Assets	5	5
	<u>40,946</u>	<u>42,238</u>
<b>CURRENT ASSETS</b>		
Inventories	19,610	20,330
Trade receivables	21,987	19,384
Other receivables, deposits and prepayments	4,930	1,959
Current tax assets	35	26
Short term investment	14,640	7,265
Fixed deposits with licensed banks	16,637	33,787
Cash and bank balances	5,855	7,107
	<u>83,694</u>	<u>89,858</u>
<b>TOTAL ASSETS</b>	<u>124,640</u>	<u>132,096</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	41,531	41,531
Treasury shares	(597)	(597)
Exchange fluctuation reserve	1,646	1,737
Retained profits	74,413	81,035
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<u>116,993</u>	<u>123,706</u>
Non-controlling interest	107	97
<b>TOTAL EQUITY</b>	<u>117,100</u>	<u>123,803</u>
<b>NON-CURRENT LIABILITIES</b>		
Lease liabilities	18	70
Deferred tax liabilities	2,106	2,111
	<u>2,124</u>	<u>2,181</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	1,974	2,261
Other payables and accruals	2,469	3,163
Amount owing to a related company	153	189
Amount owing to directors	9	143
Lease liabilities	130	160
Current tax liabilities	681	196
	<u>5,416</u>	<u>6,112</u>
<b>TOTAL LIABILITIES</b>	<u>7,540</u>	<u>8,293</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>124,640</u>	<u>132,096</u>
Net Assets per share based on number of shares in issue (RM)	<u>1.49</u>	<u>1.57</u>

**Note:**

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.

**UMS-NEIKEN GROUP BERHAD (Company No: 200401011970 (650473-V))**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
For The Second Quarter Ended 30 June 2024

	← Attributable to Equity Holders of the Company →						Total RM'000
	← Non-distributable			Exchange Fluctuation Reserve	Distributable Retained Profits Attributable To Owners of The Company		
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	RM'000	RM'000	Non-Controlling Interest RM'000	
<b><u>6 months period ended 30 Jun 2023</u></b>							
At 1 January 2023	41,531	(597)	-	825	78,397	89	120,245
<u>Comprehensive Income</u>							
Profit for the financial period	-	-	-	-	2,375	2	2,377
<u>Other Comprehensive Income</u>							
Currency translation difference	-	-	-	932	-		932
Total Comprehensive income	-	-	-	932	2,375	2	3,309
<u>Contribution by and distributions to owners of the Company</u>							
- Dividend paid by the Company	-	-	-	-	(2,362)	-	(2,362)
At 30 June 2023	41,531	(597)	-	1,757	78,410	91	121,192
<b><u>6 months period ended 30 June 2024</u></b>							
At 1 January 2024	41,531	(597)	-	1,737	81,035	97	123,803
<u>Comprehensive Income</u>							
Profit for the financial period	-	-	-	-	3,614	10	3,624
<u>Other Comprehensive Income</u>							
Currency translation difference	-	-	-	(91)	-		(91)
Total Comprehensive income	-	-	-	(91)	3,614	10	3,533
<u>Contribution by and distributions to owners of the Company</u>							
- Dividend paid by the Company	-	-	-	-	(10,236)	-	(10,236)
At 30 June 2024	41,531	(597)	-	1,646	74,413	107	117,100

The unaudited Condensed Statement of Changes in Equity should be read in conjunction with the Group's Audited Financial Statements for the financial year ended 30 June 2024 and the accompanying explanatory notes attached to the interim financial statements.

**UMS-NEIKEN GROUP BERHAD (Company No: 200401011970 (650473-V))**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
For The Second Quarter Ended 30 June 2024

	Current Year Quarter 30 Jun 2024 RM'000 (unaudited)	Preceding Year Corresponding Quarter 30 Jun 2023 RM'000 (unaudited)
<b>CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES</b>		
Profit before taxation	5,078	3,426
Adjustments for:		
Reversal of impairment loss of trade receivables	-	(391)
Impairment loss on trade receivables	478	-
Reversal of inventories written down	(527)	(30)
Inventories written down	284	539
Bad debts written off	-	4
Dividends received	(27)	(21)
Depreciation of property, plant and equipment	2,138	2,330
Depreciation of investment properties	114	111
Depreciation of right-of-use of assets	82	94
Reversal of impairment losses on plant and equipment	-	(45)
(Gain)/Loss on disposal of property, plant and equipment	(14)	9
Unrealised gain on foreign exchange	(204)	(478)
Interest expense	10	9
Interest expense on lease payment	4	5
Interest income	(768)	(734)
Operating profit before working capital changes	6,648	4,828
Decrease in inventories	963	2,778
Increase in trade & other receivables	(5,848)	(2,035)
(Decrease)/Increase in trade & other payables	(981)	109
Decrease in amount owing to a related company	(36)	(107)
Decrease in amount owing to directors	(134)	(255)
Cash inflow from operations	612	5,318
Interest received	768	734
Interest paid	(14)	(14)
Income tax paid	(984)	(1,157)
Net cash inflow from operating activities	382	4,881
<b>CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,049)	(1,036)
Proceeds from disposal of plant and equipment	14	31
Dividends received	27	21
Withdrawal/(Placement) of fixed deposits with tenure more than 3 months	17,167	(29,941)
(Increase)/Withdrawal in pledged fixed deposits with licenced banks	(16)	937
Net cash outflow from/(for) investing activities	16,143	(29,988)
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Dividends paid	(10,236)	(2,362)
Repayment in lease liabilities	(82)	(94)
Net cash outflow for financing activities	(10,318)	(2,456)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	6,207	(27,563)
<b>EFFECTS OF CHANGES IN FOREIGN EXCHANGE</b>	(84)	351
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER</b>	14,372	39,694
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	20,495	12,482

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**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 30 June 2024. The unaudited Condensed Statement of Cash Flow should be read in conjunction with the Group's Audited Financial Statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2024**

**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”)**

**A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in compliance with MFRS 134 - Interim Financial Reporting, IAS 34 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2023. The explanatory notes attached to the interim 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 December 2023.

**A2. Changes in Accounting Policies**

The audited financial statements of the Group for the financial year ended 31 December 2023 were prepared in accordance with MFRS. The new accounting standards adopted in preparing these Condensed Report are consistent with those of the audited financial statements for the year ended 31 December 2023, except for the adoption of the following new Malaysian Financial Reporting Standards (“MFRSs”), Amendment to MFRSs and IC Interpretation.

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)**

MFRS 17 Insurance Contracts

Amendments to MFRS 17 Insurance Contracts

Amendment to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information

Amendments to MFRS 101: 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 112: International Tax Reform – Pillar Two Model Rules

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the financial statements of the Group except as follows: -

The Amendments to MFRS 101 ‘Disclosure of Accounting Policies’ did not result in any changes to the existing accounting policies of the Company. The amendments require the disclosure of ‘material’ rather than ‘significant’ accounting policies and provide guidance on how entities apply the concept of materiality in making decisions about the material accounting policy disclosures.

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A2. Changes in Accounting Policies (Cont’d)**

**MFRSs and/or IC Interpretations (Including The Consequential Amendments) (Cont’d)**

At date of authorisation of these interim financial statements, the following MFRSs, Amendment to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group: -

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

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

**A3. Status of audit qualifications**

The auditors’ report on the financial statements for the financial year ended 31 December 2023 was not subject to any qualification.

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A4. Seasonal and Cyclical Factors**

The Group’s business operations were not materially affected by any major seasonal or cyclical factors.

**A5. Nature and Amount of Exceptional and Extraordinary Items**

There were no items of unusual nature and/or amount affecting assets, liabilities, equity, net income or cash flow during the current quarter under review.

**A6. Changes in Estimates**

There was no material change in estimates used for the preparation of this interim financial report.

**A7. Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities for the financial quarter under review.

Details of the treasury shares held are set out below: -

	<b>No of shares purchased</b>	<b>Total consideration paid (RM)</b>
At 1 January 2024	1,264,800	596,563.97
No transaction for the financial periods	-	-
At 30 June 2024	<u>1,264,800</u>	<u>596,563.97</u>

The purchases were financed by internally generated funds. The shares purchased are being held as treasury shares and treated in accordance with the requirement of Section 127 of the Companies Act 2016.

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A8. Dividend Paid**

A single-tier interim dividend of 3.0 sen per ordinary share and a single-tier special dividend of 10 sen per ordinary share amounting to approximately RM2,362,000 and RM7,874,000 respectively in respect of the financial year ended 31 December 2023 were paid on 30 April 2024.

**A9. Segment information**

Business Segment

Segmental information by the Group for the cumulative financial period ended 30 June 2024 is as follows: -

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	The Group RM'000
<b>Revenue</b>				
External revenue	34,897	-	1,151	36,048
<b>Results</b>				
Segment profit	5,361	306	(88)	5,579
Finance costs				(14)
Consolidation adjustments				(487)
Consolidated profit before taxation				5,078
<b>Assets</b>				
Segment assets	159,424	4,177	14,743	178,344
Unallocated assets:				
- deferred tax assets				5
- current tax assets				35
Consolidation adjustments				(53,744)
Consolidated total assets				124,640
Additions to non-current assets other than financial instruments are:				
Property, plant and equipment	1,049	-	-	1,049
<b>Liabilities</b>				
Segment liabilities	4,995	141	466	5,602
Unallocated liabilities:				
- deferred tax liabilities				2,106
- lease liabilities				148
- current tax liabilities				681
Consolidation adjustments				(997)
Consolidated total liabilities				7,540



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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING  
STANDARD 134 (“MFRS 134”) (CONT’D)**

**A9. Segment information (Cont’d)**

Segmental information by the Group for the cumulative financial period ended 30 June 2023 is as follows: -

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	The Group RM'000
<b>Revenue</b>				
External revenue	29,016	-	1,661	30,677
<b>Results</b>				
Segment profit	3,721	291	(83)	3,929
Finance costs				(14)
Consolidation adjustments				(489)
Consolidated profit before taxation				3,426
<b>Assets</b>				
Segment assets	163,322	4,415	14,936	182,673
Unallocated assets:				
- deferred tax assets				5
- current tax assets				39
Consolidation adjustments				(54,013)
Consolidated total assets				128,748
Additions to non-current assets other than financial instruments are:				
Property, plant and equipment	1,036	-	-	1,036
Right-of-use assets	202	-	-	202
<b>Liabilities</b>				
Segment liabilities	5,844	146	537	6,527
Unallocated liabilities:				
- deferred tax liabilities				2,116
- lease liabilities				352
- current tax liabilities				493
Consolidation adjustments				(1,932)
Consolidated total liabilities				7,556

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING  
STANDARD 134 (“MFRS 134”) (CONT’D)**

**A10. Revaluation of Property, Plant and Equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any.

There was no revaluation of property, plant and equipment during the financial quarter under review.

**A11. Significant Events Subsequent to the End of the Financial Period**

There were no significant events subsequent to 30 June 2024.

**A12. Effect of Changes in the Composition of the Group**

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

**A13. Contingent Liabilities and Contingent Assets**

There were no contingent liabilities and contingent assets as of the end of the financial period to date, save as disclosed below,

	<b>RM’000</b>
Corporate guarantee given to licenced banks for credit facilities granted to subsidiaries	19,200

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A14. Commitments**

The Group has not obtained any foreign exchange contract from a financial institution or capital commitment under quarter review, save as disclosed below.

	<b>RM’000</b>
<u>Capital Commitment: -</u>	
Capital injection to new subsidiary	3,838
Acquisition of machinery and mould	644
Acquisition of IT equipment/software	374
	4,856
	4,856

**A15. Significant Related Party Transactions**

Details of the recurrent related party transactions (“RRPT”), which had been entered into in the ordinary course of business and have been established under terms that were mutually agreed between the parties, are as follows:

Transaction parties	Nature of transaction	Current Year Quarter 30.06.2024 RM’000 (Unaudited)	Preceding Year Corresponding Quarter 30.06.2023 RM’000 (Unaudited)	Cumulative Current Year to Date 30.06.2024 RM’000 (Unaudited)	Cumulative Preceding Corresponding Year to Date 30.06.2023 RM’000 (Unaudited)
United MS Cables Mfg Sdn. Bhd. (“UMSC”)	Purchase of electrical wire	302	140	393	294
UMSC	Sales of electrical accessories, devices	-	-	1	2

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**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 (“MFRS 134”) (CONT’D)**

**A16. Cash and cash equivalents**

	<b>At 30.06.2024</b>	<b>At 30.06.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Short term investments	14,640	6,608
Fixed deposits with licenced banks	16,637	33,028
Cash and bank balances	5,855	5,874
	<hr/>	<hr/>
	37,132	45,510
Less: Fixed deposits pledged with licenced banks	(1,023)	-
Fixed deposits with tenure of more than 3 months	(15,614)	(33,028)
	<hr/>	<hr/>
	<u>20,495</u>	<u>12,482</u>

**A17. Translation of Foreign Currency Financial Statements**

For consolidation purposes, all foreign currency monetary assets and liabilities and the financial statements of the Group’s foreign subsidiaries, Neiken Switchgear (VN) Co. Ltd and Neiken Electric (S) Pte Ltd have been translated at the exchange rates ruling at the reporting date.

The applicable closing foreign exchange rates used (expressed on the basis on one unit of foreign currency to Ringgit Malaysia equivalent) in the translation of foreign currency monetary assets and liabilities and the financial statements of the foreign subsidiaries are as follows: -

	<b>RM</b>
United States Dollar	4.7195
Singapore Dollar	3.4783

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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS**

**B1. Review of Performance**

	Individual Quarter		Year to date	
	30.06.2024 RM'000 (unaudited)	30.06.2023 RM'000 (unaudited)	30.06.2024 RM'000 (unaudited)	30.06.2023 RM'000 (unaudited)
Revenue	20,190	17,058	36,048	30,677
Profit before taxation	2,366	1,380	5,078	3,426

The Group achieved revenue of approximately RM20.2 million and RM36.0 million for the quarter and cumulative financial period ended 30 June 2024. This represented an increase of approximately 18% as compared to the corresponding quarter and cumulative financial period in the preceding year. The improvement in revenue was mainly due to higher demand in Malaysia offsetting the drop in demand in Singapore.

The profit margin for the quarter and cumulative financial period to date increased in line with the higher revenue and improved output efficiency. This is despite the adverse impact of impairment loss allowance made on trade receivables and lesser gain on foreign exchange movement for the current quarter.

**B2. Comment on Material Changes in the Profit Before Taxation for the Quarter Reported on as Compared With Immediate Preceding Quarter**

	Individual Quarter	
	30.06.2024 RM'000 (unaudited)	31.03.2024 RM'000 (unaudited)
Revenue	20,190	15,858
Profit before taxation	2,366	2,712

The Group achieved revenue of approximately RM20.2 million for the current quarter under review as compared to almost RM15.9 million in the immediate preceding quarter, registering an increase of approximately 27%. This was mainly due to improvement in demand especially in Malaysia.

Despite the higher revenue, profit before taxation of the Group for the current quarter under review is lower compared to the immediate preceding quarter. It was mainly due to lower profit margin on manufactured products and unfavourable foreign exchange movement.

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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)**

**B3. Current Year Prospects**

For the quarter review, the Group experienced a healthy pick up in sales orders from customers especially in Malaysia, following the improved market sentiments and normalisation of its customers' inventory level. However, the downside risks persist due to global economic uncertainty and the potential impact of continuing geopolitical tensions, including the Red Sea crisis and renewed US-China tensions. Overall, we cautiously optimistic and hope that the improvement in the local demand will continue which will then augur well for the Group for the remainder of this year.

**B4. Variance of Actual Profit and Forecast Profit of the Group**

The disclosure requirements for explanatory notes for the variance of actual profit and forecast profit and for the shortfall in profit guarantee are not applicable.

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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)**

**B5. Profit for The Period**

	Current Year Quarter 30.06.2024 RM'000 (unaudited)	Preceding Year Corresponding Quarter 30.06.2023 RM'000 (unaudited)	Cumulative Current Year to Date 30.06.2024 RM'000 (unaudited)	Cumulative Preceding Corresponding Year to Date 30.06.2023 RM'000 (unaudited)
Profit before taxation is arrived at after charging/(crediting): -				
Impairment losses on trade receivables	241	-	478	-
Depreciation of property, plant and equipment	1,066	1,175	2,138	2,330
Depreciation of investment properties	57	56	114	111
Depreciation of right-of-use of assets	41	47	82	94
Interest expense on financial liabilities that are not at fair value through profit or loss	5	5	10	9
Interest expenses on lease liabilities	2	3	4	5
Inventories written down	220	320	284	539
Loss/(Gain) on foreign exchange				
- unrealised	(2)	(304)	(204)	(478)
- realised	28	6	49	92
Loss/(Gain) on disposal				
- plant and equipment	-	9	(14)	9
Bad debts written off	-	-	-	4
Total interest income on financial assets measured at amortised cost	(238)	(343)	(593)	(648)
Total interest income on financial assets measured at fair value through profit or loss	(110)	(48)	(175)	(86)
Reversal of inventories written down	(506)	(22)	(527)	(30)
Reversal of impairment losses on property, plant and equipment	-	(40)	-	(45)
Reversal of impairment losses on trade receivables	-	(43)	-	(391)

Saved as disclosed above and note 6 of Part A, the other items as required under Appendix 9B, Part A (16) of the Bursa Listing requirement are not applicable.

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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)**

**B6. Income Tax Expense**

	Current Year Quarter 30.06.2024 RM'000 (Unaudited)	Preceding Year Corresponding Quarter 30.06.2023 RM'000 (Unaudited)	Cumulative Current Year to Date 30.06.2024 RM'000 (Unaudited)	Cumulative Preceding Corresponding Year to Date 30.06.2023 RM'000 (Unaudited)
Current tax Expense	<u>743</u>	<u>374</u>	<u>1,454</u>	<u>1,049</u>

The tax expense is derived based on management's best estimate of the tax rate for the year.

The Group's effective tax rates for the current quarter review and financial year to date are higher than the statutory rate. This is mainly due to higher non-tax deductible expenses by the subsidiaries in Malaysia.

**B7. Status of Corporate Proposals**

There were no corporate proposals announced during the financial quarter under review.

**B8. Group borrowings**

There were no borrowings as at the end of the reporting quarter.

**B9. Material litigation**

Neither UMSN nor any of its subsidiary companies are engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or any of its subsidiaries and the Board is not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or any of its subsidiaries.



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**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONT'D)**

**B10. Dividends**

The Board does not recommend any interim dividend in respect of the financial year ending 31 December 2024 during this quarter.

**B11. Basic earnings per share**

The basic earnings per share for the current quarter and cumulative year to date are computed as follow: -

	<b>Current Year Quarter 30.06.2024 (Unaudited)</b>	<b>Preceding Year Corresponding Quarter 30.06.2023 (Unaudited)</b>	<b>Cumulative Current Year to Date 30.06.2024 (Unaudited)</b>	<b>Preceding Corresponding Year to Date 30.06.2023 (Unaudited)</b>
Profit attributable to Equity holders of parent (RM'000):	<u>1,614</u>	<u>1,006</u>	<u>3,614</u>	<u>2,375</u>
Weighted average number of ordinary shares of RM0.50 each in issue	<u>78,735</u>	<u>78,735</u>	<u>78,735</u>	<u>78,735</u>
Basic Earnings Per Share based on the weighted average number of shares in issue (sen)	<u>2.05</u>	<u>1.28</u>	<u>4.59</u>	<u>3.02</u>

**B12. Disclosure In Relation To Any Agreement, Arrangement, Joint Venture Or Collaboration For The Purpose Of Bidding For Or Securing A Project Or Contract**

There were no agreements, arrangement, joint venture or collaboration for the purpose of bidding for or securing a project or contract entered by the Company during the financial period under review.

**B13. Authorisation for issue**

The second quarterly report was authorised for issued by the Board of Directors in accordance with the resolution of the directors on 26 August 2024.