



TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)
(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024
(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2024

	Individual Quarter 3 months ended		Year-to-Date 9 months ended	
	30-09-2024 RM'000	30-09-2023 RM'000	30-09-2024 RM'000	30-09-2023 RM'000
Revenue	215,637	203,471	805,300	664,591
Cost of sales	(173,942)	(155,259)	(626,282)	(506,955)
Gross profit	41,695	48,212	179,018	157,636
Other income	2,511	1,792	5,688	4,676
Selling and distribution expenses	(23,735)	(24,228)	(79,468)	(74,199)
Administrative expenses	(9,337)	(7,179)	(25,914)	(21,774)
Other expenses	321	247	(2,176)	(650)
Net (loss)/gain on impairment of financial assets	(473)	27	(504)	45
Profit from operations	10,982	18,871	76,644	65,734
Finance costs	(3,826)	(3,568)	(11,485)	(10,326)
Profit before tax	7,156	15,303	65,159	55,408
Tax expense	(141)	(4,545)	(15,667)	(14,121)
Profit for the financial period	7,015	10,758	49,492	41,287
Profit attributable to:-				
Owners of the parent	6,984	10,186	47,800	39,072
Non-controlling interests	31	572	1,692	2,215
	7,015	10,758	49,492	41,287
Earnings per ordinary share attributable to equity holders of the parent (sen):-				
Basic earnings per share	5.04	7.35	34.49	28.19
Diluted earnings per share *	N/A	N/A	N/A	N/A

* N/A - Not applicable

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2024 (Cont'd)

	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
	30-09-2024 RM'000	30-09-2023 RM'000	30-09-2024 RM'000	30-09-2023 RM'000
Profit for the financial period	7,015	10,758	49,492	41,287
Foreign currency translations	(44)	(8)	(60)	17
Total comprehensive income	6,971	10,750	49,432	41,304
Total comprehensive income attributable to:				
Owners of the parent	6,940	10,178	47,740	39,089
Non-controlling interests	31	572	1,692	2,215
	6,971	10,750	49,432	41,304

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2023. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

	As at 30-09-2024 RM'000	As at 31-12-2023 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	29,626	21,967
Right-of-use asset	26,846	32,060
Investment properties	4,246	4,312
Trade receivables	307	77
Deferred tax assets	739	379
	<u>61,764</u>	<u>58,795</u>
Current assets		
Inventories	616,953	567,669
Trade and other receivables	55,563	63,003
Current tax assets	-	694
Cash and bank balances	17,948	45,667
	<u>690,464</u>	<u>677,033</u>
TOTAL ASSETS	<u>752,228</u>	<u>735,828</u>
EQUITY AND LIABILITIES		
Share capital	73,336	73,336
Reserves	345,543	303,347
Equity attributable to owners of the parent	<u>418,879</u>	<u>376,683</u>
Non-controlling interests	<u>32,372</u>	<u>31,605</u>
TOTAL EQUITY	<u>451,251</u>	<u>408,288</u>
LIABILITIES		
Non-current liabilities		
Other payables	1,679	1,994
Borrowings	76,653	86,837
Lease liabilities	11,065	13,780
Deferred tax liabilities	448	448
	<u>89,845</u>	<u>103,059</u>
Current liabilities		
Trade and other payables	28,318	46,541
Borrowings	163,841	159,678
Lease liabilities	15,573	18,262
Current tax liabilities	3,400	-
	<u>211,132</u>	<u>224,481</u>
TOTAL LIABILITIES	<u>300,977</u>	<u>327,540</u>
TOTAL EQUITY AND LIABILITIES	<u>752,228</u>	<u>735,828</u>
Net assets per share (RM)	3.26	2.95

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2023. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 30 SEPTEMBER 2024

	Share capital RM'000	Exchange translation reserve RM'000	Retained earnings RM'000	Total attributable to owners of the parent RM'000	Non-controlling interest RM'000	Total equity RM'000
Balance as at 1 January 2024	73,336	1,888	301,459	376,683	31,605	408,288
Profit for the financial period	-	-	47,800	47,800	1,692	49,492
Foreign currency translations, net of tax	-	(60)	-	(60)	(32)	(92)
Transactions with owners						
Dividend paid to non- controlling interest of a subsidiary	-	-	-	-	(893)	(893)
Dividend paid	-	-	(5,544)	(5,544)	-	(5,544)
Balance as at 30 September 2024	73,336	1,828	343,715	418,879	32,372	451,251
Balance as at 1 January 2023	73,336	1,652	260,534	335,522	29,852	365,374
Profit for the financial period	-	-	39,072	39,072	2,215	41,287
Foreign currency translations, net of tax	-	17	-	17	-	17
Transactions with owners						
Dividend paid to non- controlling interest of a subsidiary	-	-	-	-	(893)	(893)
Dividend paid	-	-	(5,544)	(5,544)	-	(5,544)
Balance as at 30 September 2023	73,336	1,669	294,062	369,067	31,174	400,241

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2023. The accompanying notes form an integral part of this statement.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30 SEPTEMBER 2024

	9 months ended 30-09-2024 RM'000	9 months ended 30-09-2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	65,159	55,408
Adjustments for:-		
Depreciation of:-		
- investment properties	66	66
- property, plant and equipment	4,114	3,719
- right-of-use asset	15,253	14,297
Fair value loss/(gain) on derivative instrument	(415)	(1,071)
Finance costs	11,485	10,326
Gain on disposal of property, plant and equipment	(316)	(104)
Impairment loss on trade and other receivables	620	117
Interest income	(85)	(131)
Property, plant and equipments written off	7	65
Right-of-use asset written off	80	249
Reversal of lease liabilities	(142)	(268)
Reversal of impairment loss on trade and other receivables	(116)	(162)
Reversal of provision of restoration cost	(47)	-
Net unrealised loss on gold price fluctuation and foreign exchange	1,453	239
Operating profit before changes in working capital	97,116	82,750
Inventories	(49,284)	(3,263)
Trade and other receivables	5,996	(14,675)
Trade and other payables	(18,922)	(5,957)
Cash generated from operations	34,906	58,855
Interest paid	(6,255)	(5,928)
Tax paid	(11,977)	(17,646)
Tax refund	46	333
Net cash from operating activities	16,720	35,614
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	85	131
Acquisition of a subsidiary, net of cash acquired	-	(3,641)
Addition of right-of-use assets	(462)	(28)
Short term deposit held as security placed with Security Trustee	-	(539)
Proceeds from disposal of property, plant and equipments	316	346
Purchase of property, plant and equipment	(4,805)	(3,546)
Net cash used in investing activities	(4,866)	(7,277)

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30 SEPTEMBER 2024**(Cont'd)**

	9 months ended 30-09-2024 RM'000	9 months ended 30-09-2023 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(5,544)	(5,544)
Dividends paid to non-controlling interests of a subsidiary	(893)	(893)
Interest/Finance cost on IMTN paid	(3,855)	(3,074)
Lease interest paid	(38)	(39)
Net drawdown/(repayment) of short term borrowings	1,358	(28,072)
Repayment of term loans	(10,312)	(3,901)
Payment of lease liabilities	(16,220)	(15,552)
Proceeds from issuance of Islamic Medium-Term Notes ("IMTN")	-	40,000
Net cash used in financing activities	<u>(35,504)</u>	<u>(17,075)</u>
Net (decrease)/increase in cash and cash equivalents	(23,651)	11,262
Cash & cash equivalents at beginning of financial period	33,727	21,420
Effects of exchange rate changes	(142)	(12)
Cash & cash equivalents at end of financial period	<u>9,934</u>	<u>32,670</u>
Represented by:-		
CASH AND CASH EQUIVALENTS		
Cash and bank balances	17,948	33,737
Less:		
Short term deposits held as security for IMTN	(1,067)	(1,067)
Bank overdrafts	(6,947)	-
	<u>9,934</u>	<u>32,670</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2023. The accompanying notes form an integral part of this statement.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134**1. BASIS OF PREPARATION**

The interim financial report is unaudited and is prepared in accordance with the **MFRS134: Interim Financial Reporting** and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements and should be read together with the Group's Audited Financial Statement for the year ended 31 December 2023.

2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the Group in this report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2023 except for the adoption of the following new MFRSs and Amendments to MFRSs that become effective for the financial year beginning 1 January 2024:

Title	Effective Date
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to MFRS 101 <i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendment to MFRS 16 <i>Lease Liability in a Sale and Leaseback</i>	1 January 2024
Amendments to MFRS 107 and MFRS 7 <i>Supplier Finance Arrangements</i>	1 January 2024
Amendments to MFRS 121 <i>Lack of Interchangeability</i>	1 January 2024
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report for the preceding financial year ended 31 December 2023 was issued without any qualification.

4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

Both the Group's business traditionally picks up during the major festive seasons in Malaysia.

5. UNSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

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

6. CHANGES IN ESTIMATES

There were no material changes in the estimates used for the preparation of this interim financial report.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)**7. CAPITAL MANAGEMENT, ISSUANCES, REPURCHASES AND REPAYMENTS OF DEBTS AND EQUITY INSTRUMENTS**

The primary objective of the capital management of the Group and the Company is to safeguard the ability of the Group to continue in operations as a going concern in order to provide fair returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain the optimal capital structure, the Group and the Company may, from time to time, adjust the dividend payout to shareholders, return capital to shareholders, issue new shares, redeem debts or sell assets to reduce debts, where necessary.

For capital management purposes, the Group considers shareholders’ equity, non-controlling interests and total debt to be the key components in the capital structure of the Group. The Group monitors capital on the basis of the net gearing ratio. The ratio is calculated as the total debt net of cash and bank balances to total equity. Total equity is the sum of total equity attributable to shareholders and non-controlling interests. The net gearing ratios as at 30 September 2024 and 30 September 2023, which are within the objectives of the Group for capital management, are as follows:

	30-09-2024	30-09-2023
	RM’000	RM’000
Total debt net of cash and cash equivalents	222,547	181,165
Total equity	451,251	400,241
Net gearing ratio	0.49	0.45

The Group’s net gearing ratio as at 30 September 2024 is 0.49, increased by 0.04 compared to 30 September 2023.

8. DIVIDEND PAID

No dividend was paid during the current quarter.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**9. OPERATING SEGMENTAL INFORMATION – MFRS 8**

The Group has two major reportable segments that are based on information reported internally to the Group Managing Director. The reportable segments are summarised as follows:

- Retail
- Manufacturing & Wholesale (“M&W”)

The segment information for the current financial period is as follows:

Financial period ended 30 September 2024	Retail	M&W	Total
	RM'000	RM'000	RM'000
Revenue			
Total revenue	661,021	180,421	841,442
Inter-segment revenue	(16,630)	(19,512)	(36,142)
External revenue	644,391	160,909	805,300
Results			
Segment profit before tax	57,241	7,918	65,159
Segment tax expenses	(13,395)	(2,272)	(15,667)
Segment profit for the financial period	43,846	5,646	49,492
Non-controlling interest			(1,692)
Profit attributable to owners of the parent			47,800
Assets			
Segment assets	813,731	114,001	927,732
Elimination of inter-segment balances			(175,504)
Total assets			752,228
Liabilities			
Segment liabilities	297,936	6,076	304,012
Elimination of inter-segment balances			(3,035)
Total liabilities			300,977

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)**9. OPERATING SEGMENTAL INFORMATION – MFRS 8 (cont'd)**

Financial period ended 30 September 2023	Retail	M&W	Total
	RM'000	RM'000	RM'000
Revenue			
Total revenue	539,431	177,984	717,415
Inter-segment revenue	(23,927)	(28,897)	(52,824)
External revenue	515,504	149,087	664,591
Results			
Segment profit before tax	45,728	9,680	55,408
Segment tax expenses	(11,807)	(2,314)	(14,121)
Segment profit for the financial period	33,921	7,366	41,287
Non-controlling interest			(2,215)
Profit attributable to owners of the parent			39,074
Assets			
Segment assets	728,511	106,911	835,422
Elimination of inter-segment balances			(161,162)
Total assets			674,260
Liabilities			
Segment liabilities	273,297	3,133	276,430
Elimination of inter-segment balances			(2,411)
Total liabilities			274,019

10. CARRYING AMOUNT OF REVALUED ASSETS

The valuation of property, plant and equipment has been brought forward without any amendments from the previous Audited Financial Statements of the Group.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

11. SIGNIFICANT EVENT DURING THE CURRENT QUARTER

There were no significant event during the current quarter.

12. CHANGES IN COMPOSITION OF THE GROUP

There were no changes to the composition of the Group during the current quarter and financial year-to-date.

13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent liabilities or contingent assets or the Group which have arisen since the last annual reporting date as at 31 December 2023.

14. CAPITAL COMMITMENTS

Capital commitments not provided for as at 30 September 2024 are as follows:

	Group RM'000
In respect of purchase of property, plant and equipment:	
Approved and contracted for	-
Approved but not contracted for	<u>6,881</u>
	<u><u>6,881</u></u>

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**15. PERFORMANCE REVIEW****Comparison with previous year's corresponding quarter**

	3 months ended		Changes	
	30-09-2024 RM'000	30-09-2023 RM'000	RM'000	Percentage
Revenue				
Retail	168,685	157,558	11,127	7%
M&W	50,014	53,607	(3,593)	-6%
	218,699	211,165	7,534	4%
Elimination of inter-segmental revenue	(3,062)	(7,694)		
Total	215,637	203,471	12,166	6%
Profit before tax				
Retail	6,601	12,965	(6,364)	-49%
M&W	555	2,338	(1,783)	-76%
Total	7,156	15,303	(8,147)	-53%

Q3'FY2024 vs. Q3'FY2023

The Group recorded revenue of RM215.637 million for the current quarter, an increase of RM12.166 million or +6% compared with revenue of RM203.471 million in the corresponding quarter previous year. Despite increase in revenue, the Group recorded lower profit before tax ("PBT") of RM7.156 million, a decrease of 53% as compared to the corresponding quarter previous year. The decrease in profitability was mainly due to lower gross profit margin.

Retail Segment

The retail segment recorded revenue of RM168.685 million for the current quarter, an increase of RM11.127 million or +7% compared with revenue of RM157.558 million in the corresponding quarter previous year due to higher sales volume and higher gold jewellery selling price. Despite increase in revenue, the retail division recorded lower PBT of RM6.601 million, a decrease of 49% as compared to the corresponding quarter previous year. The decrease in profitability was mainly due to lower gross profit margin arose from its gold hedging loss.

M&W Segment

The M&W segment recorded revenue of RM50.014 million for the current quarter, a decrease of RM3.593 million or -6% compared with revenue of RM53.607 million in the corresponding quarter previous year due to lower sales volume. During the current quarter, the M&W segment recognised a one-off RM1.10 million expenses arising from the transfer of the listing status of YX Precious Metals Bhd to the Main Market of Bursa Malaysia. Due to these factors, the M&W segment's PBT decreased by RM1.783 million or -76% as compared to previous year corresponding quarter.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (cont'd)**15. PERFORMANCE REVIEW (cont'd)****Comparison with previous year's financial year-to-date**

	9 months ended		Changes	
	30-09-2024 RM'000	30-09-2023 RM'000	RM'000	Percentage
Revenue				
Retail	661,021	539,431	121,590	23%
M&W	180,421	177,984	2,437	1%
	841,442	717,415	124,027	17%
Elimination of inter-segmental revenue	(36,142)	(52,824)		
Total	805,300	664,591	140,709	21%
Profit before tax				
Retail	57,241	45,728	11,513	25%
M&W	7,918	9,680	(1,762)	-18%
Total	65,159	55,408	9,751	18%

YTD Q3'FY2024 vs. YTD Q3'FY2023

The Group recorded revenue of RM805.300 million for the current period, an increase of RM140.709 million, or +21%, compared to last year. As a result, the Group recorded a higher PBT of RM65.159 million, an increase of RM9.751 million, or +18%, compared to last year.

Retail Segment

The retail segment recorded revenue of RM661.021 million for the current period, an increase of RM121.590 million or +23% compared with revenue of RM539.431 million last year due to higher sales volume and higher gold jewellery selling price. As a result, PBT increased by RM11.513 million, or +25% to RM57.241 million during the current period.

M&W Segment

The M&W segment recorded revenue of RM180.421 million for the current period, an increase of RM2.437 million or +1% compared to last year, mainly due to higher gold jewellery selling price. Despite the increase in revenue, the M&W segment recorded a lower PBT of RM7.918 million, a decrease of 18% from RM9.680 million last year. The lower profitability was mainly due to the recognition of a one-off RM1.10 million expenses arising from the transfer of listing status of YX Precious Metals Bhd to the Main Market of Bursa Malaysia.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**15. PERFORMANCE REVIEW (Cont'd)****Comparison with preceding quarter**

	3 months ended		Changes	
	30-09-2024 RM'000	30-06-2024 RM'000	RM'000	Percentage
Revenue				
Retail	168,685	214,746	(46,061)	-21%
M&W	50,014	61,841	(11,827)	-19%
	218,699	276,587	(57,888)	-21%
Elimination of inter-segmental revenue	(3,062)	(9,682)		
Total	215,637	266,905	(51,268)	-19%
Profit before tax				
Retail	6,601	24,805	(18,204)	-73%
M&W	555	3,753	(3,198)	-85%
Total	7,156	28,558	(21,402)	-75%

Q3'FY2024 vs. Q2'FY2024

During the current quarter, the Group recorded revenue of RM215.637 million, a decrease of RM51.268 million, or -19%, compared to the preceding quarter. As a result and due to lower gross profit margin, the Group reported lower PBT of RM7.156 million, a 75% decrease from the preceding quarter.

Retail Segment

During the current quarter, the retail segment recorded revenue of RM168.685 million, a decrease of RM46.061 million, or -21%, compared to the preceding quarter due to lower sales volume. As a result, and due to lower gross profit margin, it reported lower PBT of RM6.601 million, a 73% decrease from the preceding quarter.

M&W Segment

During the current quarter, the M&W segment recorded revenue of RM50.014 million, a decrease of RM11.827 million, or -19%, compared to the preceding quarter due to lower sales volume. The M&W segment also recognised a one-off RM1.10 million expenses arising from the transfer of the listing status of YX Precious Metals Bhd to the Main Market of Bursa Malaysia. Due to these factors, it reported lower PBT of RM0.555 million, a 85% decrease from the preceding quarter.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**16. COMMENTARY ON PROSPECTS**

The proposed subsidy rationalization announced by the Government in Budget 2025 could curb consumer spending in the already subdued retail environment. In view of this, we expect the retail business to be challenging as consumers are more careful on their spendings.

The Group will continue to monitor and evaluate the ongoing changes in the market and will take necessary steps to minimize any potential disruption to its business.

17. PROFIT FORECAST OR PROFIT GUARANTEE

The Group has not provided any profit forecast or profit guarantee in any public document during the current financial period.

18. TAX EXPENSE

	Individual quarter		Year-to-date quarter	
	30-09-2024	30-09-2023	30-09-2024	30-09-2023
	RM'000	RM'000	RM'000	RM'000
Current taxation	519	4,077	16,045	13,653
(Over)/Under provision	(18)	468	(18)	468
Deferred taxation	(360)	-	(360)	-
	141	4,545	15,667	14,121

The effective tax rate for the current financial year-to-date approximates the statutory tax rate.

19. CORPORATE PROPOSALS

There were no corporate proposals undertaken by the Group during the current financial period.

20. DIVIDEND PAYABLE

On 21 November 2024, the Board of Directors has approved a first interim single tier dividend of 1.50 sen per ordinary share, amounting RM2,079,000 for the financial year ending 31 December 2024. The dividend will be payable on 23 December 2024 to depositors registered in the Records of Depositors at the close of business on 6 December 2024.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**21.****UTILISATION OF PROCEEDS FROM YXPM'S IPO AS AT 30 SEPTEMBER 2024**

Purposes	Proposed utilisation	Actual utilisation	Balance unutilised	Deviation	Estimated time frame for use (from the Listing Date)
	RM'000	RM'000	RM'000	RM'000	
Purchase of new machinery and equipment for expansion of hollow gold jewellery range	4,400	1,043	3,357	-	Within 48 months
Expansion and upgrading of operational facilities	2,500	965	1,535	-	Within 48 months
Working capital					
- Purchase of raw materials	20,861	21,389	-	528	Within 12 months
Estimated listing expenses	3,500	2,972	-	(528)	Within 3 months
Total	31,261	26,036	4,892	-	

22. BORROWINGS AND DEBT SECURITIES

As at 30 September 2024, the Group had total borrowings of RM240.494 million, all of which are denominated in Ringgit Malaysia.

Borrowings	Current RM'000	Non-current RM'000	Total RM'000
<u>Secured</u>	13,402	70,448	83,850
- Term loans	402	9,948	10,350
- IMTN	13,000	60,500	73,500
<u>Unsecured</u>	150,439	6,205	156,644
- Term loans	4,873	6,205	11,078
- Other borrowings	145,566	-	145,566
	163,841	76,653	240,494

The Group secured borrowings consist of IMTNs and term loans. The IMTNs are secured by a short-term deposit of RM1.067 million which represents minimum requirement balance equivalent to one (1) quarter of its profit payment held in designated accounts and operated by Security Trustee. The term loans are secured over land and buildings.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**23. CHANGES IN MATERIAL LITIGATIONS**

No litigation has arisen since 31 December 2023.

24. DERIVATIVE FINANCIAL INSTRUMENT

	As at 30 September 2024	
	Contract amount	Derivative
	RM'000	(assets)/liabilities RM'000
Gold contracts	64,871	(937)
Gold loan contract	5,805	802

These gold contracts and gold loan contract were entered into with the objective of managing and hedging the Group's exposure to adverse price movements of gold. The fair values of the components have been determined based on counter parties' quotes as at the end of each reporting period.

The above derivatives are initially recognised at fair value on the date such contracts are entered into and are subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognised in profit or loss.

During the financial period, the Group recognised net fair value gain on derivative financial instruments of RM0.415 million.

25. EARNINGS PER ORDINARY SHARE

The basic earnings per share is calculated by dividing the net profit for the financial period by the weighted average number of ordinary shares in issue during the period.

	Individual quarter		Year-to-date	
	3 months ended 30-09-2024	3 months ended 30-09-2023	9 months ended 30-09-2024	9 months ended 30-09-2023
Consolidated profit for the financial period attributable to equity holders of the parent in RM'000	6,984	10,186	47,800	39,072
Weighted average number of ordinary shares in issue ('000)	138,600	138,600	138,600	138,600
Basic earnings per share (sen)	5.04	7.35	34.49	28.19
Diluted earnings per share	N/A	N/A	N/A	N/A

There is no diluted earnings per share as the Company does not have any convertible financial instruments in issue.

TOMEI CONSOLIDATED BERHAD (200501015912) (692959-W)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024

(THE FIGURES HAVE NOT BEEN AUDITED)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**26. PROFIT BEFORE TAX**

Profit before tax is arrived at after charging: -

	Individual quarter 3 months ended		Year-to-date 9 months ended	
	30-09-2024	30-09-2023	30-09-2024	30-09-2023
	RM'000	RM'000	RM'000	RM'000
Depreciation of investment property	22	22	66	66
Depreciation of property, plant and equipment	1,326	1,184	4,114	3,719
Depreciation of right-of-use asset	5,206	4,522	15,253	14,297
Finance costs	3,826	3,568	11,485	10,326
Impairment loss on trade and other receivables	478	7	620	117
Property, plant and equipment written off	2	-	7	65
Right-of-use assets written off	80	139	80	249
Fair value gain on derivative instrument	(2,554)	(1,061)	(415)	(1,071)
Net unrealised loss/(gain) on gold price fluctuation and foreign exchange	164	(594)	(1,856)	(239)

and crediting: -

Interest income	8	76	85	131
Reversal of lease liabilities	142	146	142	268
Reversal of impairment loss on trade and other receivables	5	34	116	162
Reversal of provision of restoration cost	20	-	47	-
Gain on disposal of property, plant and equipment	187	69	316	104

By Order of the Board

Secretary

Teoh Kok Jong (LS 04719/ PC No. 201908001451)

Dated: 21 November 2024