

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 OCTOBER 2024**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter 31-Oct-24 RM'000	Preceding Year Corresponding Quarter 31-Oct-23 RM'000	Current Year To Date 31-Oct-24 RM'000	Preceding Year To Date 31-Oct-23 RM'000
Revenue	33,375	28,974	70,783	56,834
Cost of sales	(24,438)	(20,472)	(52,882)	(41,385)
<b>Gross profit</b>	8,937	8,502	17,901	15,449
Other income	541	948	1,741	1,577
Selling & distribution expenses	(1,865)	(1,771)	(4,029)	(3,703)
Administrative expenses	(2,768)	(2,739)	(5,496)	(5,164)
Other operating expenses	(567)	(152)	(886)	(182)
Finance costs	(438)	(439)	(858)	(838)
Reversal of impairment/(Impairment loss) on financial assets	100	239	285	31
<b>Profit before taxation</b>	3,940	4,588	8,658	7,170
Income tax expense	(702)	(894)	(1,477)	(1,150)
<b>Profit for the period</b>	3,238	3,694	7,181	6,020
<b>Other comprehensive income / (loss) :</b>	-	-	-	-
<i>Items that will not be reclassified subsequently to Profit or Loss:</i>				
Revaluation of property, plant and equipment	-	-	-	-
<i>Items that may be reclassified subsequently to Profit or Loss:</i>				
Foreign currency translation differences	(1,390)	1,438	(2,571)	1,308
<b>Total comprehensive income for the period</b>	1,848	5,132	4,610	7,328
<b>Profit attributable to :</b>				
Owners of the Company	3,238	3,694	7,181	6,020
Non-Controlling Interest	-	-	-	-
	3,238	3,694	7,181	6,020
<b>Total comprehensive income attributable to :</b>				
Owners of the Company	1,848	5,132	4,610	7,328
Non-Controlling Interest	-	-	-	-
	1,848	5,132	4,610	7,328
<b>Basic earnings per share (sen)</b>	2.04	2.33	4.53	3.79

Note:

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2024.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT  
31 OCTOBER 2024**

	<b>Unaudited As At 31-Oct-24 RM'000</b>	<b>Audited As At 30-Apr-24 RM'000</b>
<b><u>ASSETS</u></b>		
<b>Non-current assets</b>		
Property, plant and equipment	91,202	93,854
Right-of-use Assets	5,059	5,803
Intangible assets	1,000	1,000
Other investment	47	47
Deferred tax assets	18	29
	<u>97,326</u>	<u>100,733</u>
<b>Current assets</b>		
Inventories	29,685	25,777
Trade receivables	15,828	15,083
Other receivables, deposits and prepayments	4,890	3,440
Current tax assets	544	761
Short term investment	13,837	5,772
Deposit with licensed bank	35,513	40,393
Cash and bank balances	6,921	10,808
	<u>107,218</u>	<u>102,034</u>
<b>TOTAL ASSETS</b>	<u><u>204,544</u></u>	<u><u>202,767</u></u>
<b><u>EQUITY AND LIABILITIES</u></b>		
<b>Equity attributable to owners of the Parent</b>		
Share capital	41,433	41,433
Treasury shares	(542)	(542)
Reserves	115,673	112,253
<b>Total Equity</b>	<u>156,564</u>	<u>153,144</u>
<b>Non-current liabilities</b>		
Lease liabilities	2,733	3,269
Loans and borrowings	20,662	21,208
Deferred tax liabilities	6,336	6,509
	<u>29,731</u>	<u>30,986</u>
<b>Current liabilities</b>		
Lease liabilities	882	863
Loans and borrowings	5,541	6,194
Trade payables	5,721	5,131
Other payables and accruals	5,659	6,404
Dividend payable	-	-
Current tax liabilities	446	45
	<u>18,249</u>	<u>18,637</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>204,544</u></u>	<u><u>202,767</u></u>
Net assets per ordinary share attributable to Owners of Company (sen)	<u>98.72</u>	<u>96.56</u>

Note:

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2024.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR FINANCIAL PERIOD ENDED 31 OCTOBER 2024**

	Attributable to Owners of the Company					Total Equity RM'000
	Share Capital RM'000	Non-Distributable			Distributable	
		Treasury Shares RM'000	Foreign Currency Reserve RM'000	Revaluation Reserve RM'000	Retained Profit RM'000	
Balance as at 1 May 2023	41,433	(428)	1,890	26,123	75,738	144,756
Profit for the period	-	-	-	-	6,020	6,020
Other comprehensive income/(loss)	-	-	1,308	-	-	1,308
Total comprehensive income/(loss)	-	-	1,308	-	6,020	7,328
Realisation of revaluation surplus	-	-	-	(76)	76	-
Distribution of dividend	-	-	-	-	(1,190)	(1,190)
Balance as at 31 October 2023	<u>41,433</u>	<u>(428)</u>	<u>3,198</u>	<u>26,047</u>	<u>80,644</u>	<u>150,894</u>
Balance as at 1 May 2024	41,433	(542)	3,256	25,472	83,525	153,144
Profit for the period	-	-	-	-	7,181	7,181
Other comprehensive income/(loss)	-	-	(2,571)	-	-	(2,571)
Total comprehensive income/(loss)	-	-	(2,571)	-	7,181	4,610
Realisation of revaluation surplus	-	-	-	(72)	72	-
Distribution of dividend	-	-	-	-	(1,190)	(1,190)
Balance as at 31 October 2024	<u>41,433</u>	<u>(542)</u>	<u>685</u>	<u>25,400</u>	<u>89,588</u>	<u>156,564</u>

Note:

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2024.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31 OCTOBER 2024**

	<b>Current Year Ended 31-Oct-24 RM'000</b>	<b>Preceding Year Ended 31-Oct-23 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	8,658	7,170
Adjustment for :		
Non-cash items	2,713	3,012
Non-operating items	(40)	45
Operating profit before working capital changes	<u>11,331</u>	<u>10,227</u>
Changes in working capital		
Inventories	(3,920)	(1,455)
Trade and other receivables	(1,768)	864
Trade and other payables	1,075	3,927
Cash generated from / (used) in operations	<u>6,718</u>	<u>13,563</u>
Interest received	898	793
Tax refund	-	115
Tax paid	(989)	-
Net cash from / (used in) operating activities	<u>6,627</u>	<u>14,471</u>
<b>Cash flows from investing activities</b>		
Net withdrawal/(placement) of fixed deposits with maturity more than three months	3,694	(9,788)
Proceeds from disposal of property, plant & equipment	364	498
Purchase of property, plant & equipment and development expenditure	(1,804)	(6,671)
Net cash from / (used in) investing activities	<u>2,254</u>	<u>(15,961)</u>
<b>Cash flows from financing activities</b>		
Dividend paid	(1,190)	(1,190)
Interest paid	(752)	(708)
Interest paid on lease liabilities	(106)	(130)
Net movement in trade bills & multi currency trade loan	(381)	1,003
Proceed from finance leases	703	763
Repayment of term loans	(1,068)	(1,220)
Repayment of hire purchase payables	(390)	(144)
Repayment of lease liabilities	(436)	(459)
Net cash from / (used in) financing activities	<u>(3,620)</u>	<u>(2,085)</u>
Net increase / (decrease) in cash and cash equivalents	5,261	(3,575)
Currency Translation Differences	(2,270)	488
Cash and cash equivalents as at beginning of financial year	<u>21,400</u>	<u>26,677</u>
Cash and cash equivalents as at end of period	<u><b>24,391</b></u>	<u><b>23,590</b></u>
<b>Cash and cash equivalents at end of period comprises :-</b>		
Deposits, Cash & Bank Balances	24,391	23,590
	<u><b>24,391</b></u>	<u><b>23,590</b></u>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31 OCTOBER 2024 (Cont'd)**

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following statements of financial positions amounts:

	<b>Current Year Ended 31-Oct-24 RM'000</b>	<b>Preceding Year Ended 31-Oct-23 RM'000</b>
Cash and bank balances	6,921	9,950
Deposit with licensed banks	35,513	42,383
Short-term investment	13,837	7,626
	<u>56,271</u>	<u>59,959</u>
Deposit with maturity more than 3 months	<u>(31,880)</u>	<u>(36,369)</u>
Cash and cash equivalents	<u><u>24,391</u></u>	<u><u>23,590</u></u>

Note:

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2024.

**Explanatory Notes Pursuant to Financial Reporting Standard No. 134****A1. BASIS OF PREPARATION**

The interim financial statements of Superlon Holdings Berhad (“Superlon” or “the Company”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standard Board and paragraph 9.22 and Part A of Appendix 9B 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 30 April 2024. 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 30 April 2024.

**A2. CHANGES IN ACCOUNTING POLICIES**

The significant accounting policies applied are consistent with those adopted for the audited financial statements for the year ended 30 April 2024 except for the adoption of the following MFRSs, IC interpretations, amendments to MFRSs and IC interpretations issued by Malaysian Accounting Standards Board (“MASB”) that are mandatory for the Group for the financial year beginning or after 1 May 2024 :

<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

Details of standards, amendments to published standards and interpretations to existing standards that are applicable to the Group with effect from 1 May 2024 or later are provided in note 3 to the audited financial statements of the Group for the financial year ended 30 April 2024.

**A3. QUALIFICATION OF ANNUAL FINANCIAL STATEMENTS**

The latest audited consolidated financial statements of Superlon for the financial year ended 30 April 2024 are not qualified.

**A4. SEASONAL AND CYCLICAL FACTORS**

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

**A5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There was no unusual item affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

**A6. SIGNIFICANT CHANGES IN ESTIMATES**

There were no changes in accounting estimates that have had a material effect in the current quarter's results.

**A7. ISSUANCES AND REPAYMENT OF DEBT AND EQUITY SECURITIES**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review.

The SHB shares bought back are held as treasury shares in accordance with section 127 subsection 4(b) of the Companies Act 2016. As at 31 October 2024, the number of treasury shares held in hand amounted to 1,406,158 ordinary shares, at an average buy-back price of RM0.39 per share.

**A8. DIVIDEND PAID AND DISTRIBUTED**

On 28 June 2024, the Board of Directors has declared and approved the interim single-tier dividend of 0.75 sen per ordinary share for the financial year ending 30 April 2025. The interim single-tier dividend was paid on 26 August 2024 to shareholders whose names appeared on the company's Record of Depositors on 29 July 2024.

**A9. SEGMENTAL INFORMATION**Business Segment

The Group is principally engaged in the business segment of manufacturing of thermal insulation materials mainly for the HVAC&R industry, trading of HVAC&R parts and equipment.

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<b>Current Year Quarter 31-Oct-24</b>	<b>Preceding Year Corresponding Quarter 31-Oct-23</b>	<b>Current Year To Date 31-Oct-24</b>	<b>Preceding Year To Date 31-Oct-23</b>
Revenue				
- Manufacturing	26,282	23,373	54,724	45,256
- Trading	7,093	5,601	16,059	11,578
	<u>33,375</u>	<u>28,974</u>	<u>70,783</u>	<u>56,834</u>
Profit before tax				
- Manufacturing	3,848	4,256	7,793	6,325
- Trading	453	157	1,091	673
	<u>4,301</u>	<u>4,413</u>	<u>8,884</u>	<u>6,998</u>
Less : Unallocated corporate and others (cost) / income	(361)	175	(226)	172
	<u>3,940</u>	<u>4,588</u>	<u>8,658</u>	<u>7,170</u>

**A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

The valuations of lands and buildings have been brought forward without amendment from the financial year ended 30 April 2024.

**A11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD**

There was no material event subsequent to the end of the reporting period.

**A12. CHANGES IN COMPOSITION OF THE GROUP**

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

**A13. CHANGES IN CONTINGENT LIABILITIES**

The Directors are of the opinion that the Company has no material contingent liabilities which, upon becoming enforceable, may have a material impact on the financial position of the Group.

**B. Additional Information Required By Bursa Malaysia Securities Berhad Listing Requirements****B1. PERFORMANCE REVIEW****Quarter Review**

The Group registered a total revenue of RM33.4 million for the quarter ended 31 October 2024 (“Current Quarter”), which represents an increase by RM4.4 million or 15.2% as compared to the same quarter of the previous year (“2<sup>nd</sup> Quarter FY24”). The increase was due to higher sales for both manufacturing & trading segment during the period under review.

In line with the higher revenue, we recorded higher gross profit of RM8.9 million at the Group level for the Current Quarter representing an increase of RM0.4 million or 4.7% as compared to the 2<sup>nd</sup> Quarter FY24.

Profit before tax amounted to RM3.9 million at the Group level for the Current Quarter, representing a decrease by RM0.7 million or 15.2% as compared to the 2<sup>nd</sup> Quarter FY24 mainly due to higher exchange losses. On the back of the lower profit before tax, the Group registered a decrease of RM0.5 million or 13.5% in the profit after taxation to RM3.2 million for the Current Quarter as compared to the 2<sup>nd</sup> Quarter FY24.

**Segment Review**

The manufacturing division recorded higher revenue of RM26.3 million for the Current Quarter as compared with RM23.4 million for the 2<sup>nd</sup> Quarter FY24, an increase of RM2.9 million or 12.4%. The higher revenue from the manufacturing division was mainly driven by higher demand for our insulation products from both export & local market.

The division recorded a lower profit before tax at RM3.8 million representing a decrease of RM0.5 million or 11.6%, as compared with RM4.3 million in 2<sup>nd</sup> Quarter FY24 mainly due to lower gross profit margin as a result of unfavourable exchange rate movement. The manufacturing division contributed approximately 78.7% of our Group’s total revenue for the Current Quarter.

The trading division recorded higher revenue of RM7.1 million and profit before tax of RM0.5 million for the Current Quarter as compared with RM5.6 million and RM0.2 million for the 2<sup>nd</sup> Quarter FY24 respectively. Trading division contributed approximately 21.3% of Group’s total revenue for the Current Quarter.



**B2. VARIATION OF RESULTS AGAINST PRECEDING QUARTER**

	<b>Current Quarter</b> <b>31-Oct-24</b> <b>RM'mil</b>	<b>Preceding</b> <b>Quarter</b> <b>31-Jul-24</b> <b>RM'mil</b>	<b>Variance</b>  <b>%</b>
Revenue	33.4	37.4	-11
Gross profit	8.9	9.0	-1
Profit before tax	3.9	4.7	-17
Profit after tax	3.2	3.9	-18

The Group recorded revenue for the Current Quarter of RM33.4 million, which is RM4.0 million or 11% lower compared to RM37.4 million in the preceding quarter. The decrease was mainly due to the lower revenue contribution from both manufacturing and trading divisions coupled with less favourable exchange movement.

Notwithstanding the lower topline, the Group was able to maintain its gross profit of RM8.9 million as it recorded a higher gross profit margin for the Current Quarter of 27% compared with the preceding quarter of 24% mainly due to a revenue mix comprising a larger portion of insulation sales from higher margin markets coupled with a lower revenue contribution from our trading division which has a relatively lower margin.

Nonetheless, the Group recorded lower profit before tax for the Current Quarter at RM3.9 million compared to the preceding quarter mainly due to lower other income and higher other operating expenses.

**B3. COMMENTARY ON PROSPECTS**

Our operating environment is encouraging with sustained demand in our key markets. Going forward, demand will be mainly influenced by global and local sentiment, logistic costs as well as raw material costs. In addition, the war in Europe and geopolitical tensions in the Middle East continue to weigh down on the recovery of the global economy.

Barring any unforeseen circumstances and considering the aforementioned, the Board remains positive on the performance of our group for the financial year ending 30 April 2025.

**B4. VARIANCES FROM ACTUAL AND FORECAST PROFIT**

The Company did not issue any profit forecast for the year.

**B5. PROFIT BEFORE TAXATION**

	<b>Current Year</b> <b>Quarter</b> <b>31-Oct-24</b> <b>RM'000</b>	<b>Current Year To</b> <b>Date</b> <b>31-Oct-24</b> <b>RM'000</b>
Profit before taxation is stated at after charging/(crediting) :		
Depreciation of property, plant and equipment	1,495	3,008
Depreciation of right-of-use assets	261	535
(Gain)/Loss on foreign exchange - realised	493	846
(Gain)/Loss on foreign exchange - unrealised	63	(449)
Interest expenses	387	752
Interest expenses on lease liabilities	50	106
Interest income	(255)	(898)
Other expenses	12	40
Other income	(385)	(680)

**B6. TAXATION**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year</b>	<b>Preceding</b>	<b>Current</b>	<b>Preceding</b>
	<b>Quarter</b>	<b>Year</b>	<b>Year To</b>	<b>Year To</b>
	<b>31-Oct-24</b>	<b>Correspondin</b>	<b>Date</b>	<b>Date</b>
	<b>RM'000</b>	<b>g Quarter</b>	<b>31-Oct-24</b>	<b>31-Oct-23</b>
		<b>31-Oct-23</b>	<b>RM'000</b>	<b>RM'000</b>
		<b>RM'000</b>		
Income Tax Expenses :				
-Current tax expenses	771	781	1,620	1,560
-Deferred tax expenses / (income)	(67)	113	(141)	(117)
Under / (Over) provision in prior year				
-Current tax expenses	(2)	42	(2)	-
-Deferred tax expenses / (income)	-	(42)	-	(293)
	<u>702</u>	<u>894</u>	<u>1,477</u>	<u>1,150</u>

The tax expense for the current quarter ended 31 October 2024 is derived based on statutory current tax rate of 24% (YA2025) for the financial year. The taxation of other jurisdictions is calculated at the rates prevailing in the respective jurisdiction.

**B7. UNQUOTED SECURITIES AND/OR PROPERTIES**

There were neither purchases nor disposals of any unquoted securities and / or properties for the current quarter under review.

**B8. INVESTMENT IN QUOTED SECURITIES**

There was no purchase or disposal by the Group in quoted securities for the current quarter under review.

The Group does not hold any investments in quoted securities as at 31 October 2024.

**B9. CORPORATE PROPOSAL**

There is no outstanding corporate proposal of the Group during the current quarter under review. The shareholders of the Company had on 25 September 2024 approved the proposed establishment of an employee share scheme of up to 10% of the total number of issued shares in the Company, which will be implemented in the current financial year.

**B10. LOANS AND BORROWINGS**

The Group's loans and borrowings as at the end of the reporting quarter are as follows:

	<b>Current Year To Date</b>	
	<b>31-Oct-24</b>	
	<b>Short Term</b>	<b>Long Term</b>
	<b>RM'000</b>	<b>RM'000</b>
<u>Secured</u>		
Bank borrowings		
- Trade Facility	3,112	-
- Term Loan	2,202	19,389
Finance leases	227	1,273
	<u>5,541</u>	<u>20,662</u>

Summary of all loans and borrowings:

		<b>Foreign Currency</b>	<b>Current Year To</b>
		<b>Denominated</b>	<b>Date</b>
		<b>'000</b>	<b>31-Oct-24</b>
			<b>RM'000</b>
	USD	-	-
	RM	26,203	26,203
Total loans and borrowings			<u>26,203</u>
Exchange rate RM to USD1			4.38

**B11. MATERIAL LITIGATION**

There is no pending material litigation as at the date of this quarterly report that has a material effect on the financial position of the Group. The Board does not know of any proceeding pending or threatened, or of any effect likely to give rise to any proceeding, which might materially and adversely affect the position or business of the Company or its subsidiaries.

**B12. PROPOSED DIVIDEND**

On even date, the Board of Directors has declared and approved the second interim single-tier dividend of 0.75 sen per ordinary share (FY 2024 second interim : 0.75 sen ) and special single-tier dividend of 1.25 sen per ordinary share (FY 2024 special : Nil ) for the financial year ending 30 April 2025. The second interim single-tier dividend and special single-tier dividend will be paid on 30 December 2024 to shareholders whose names appeared on the company's Record of Depositors on 19 December 2024.

**B13. EARNINGS PER SHARE (“EPS”)**

The basic EPS is computed as following:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year Quarter 31-Oct-24 RM'000</b>	<b>Preceding Year Corresponding Quarter 31-Oct-23 RM'000</b>	<b>Current Year To Date 31-Oct-24 RM'000</b>	<b>Preceding Year To Date 31-Oct-23 RM'000</b>
Profit attributable to owners of the Parent	3,238	3,694	7,181	6,020
Weighted average number of ordinary shares ('000)	158,594	158,717	158,594	158,717
Basic earnings per share (sen)	2.04	2.33	4.53	3.79

The diluted earnings per share for the Company is not presented as there are no potential dilutive ordinary shares during the financial period.

**By Order of the Board**

**Liu Lee, Hsiu-Lin (also known as Jessica Hsiu-Lin Liu)**  
**Managing Director**

**Kuala Lumpur**  
**04 December 2024**