

# PGF CAPITAL BERHAD

(Company No. 197801005142 (42138-X))  
(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 AUGUST 2024

	Individual Quarter		Cumulative Quarters	
	Current Quarter 31 August 2024 RM'000 (Unaudited)	Preceding Quarter 31 August 2023 RM'000 (Unaudited)	Current Year To Date 31 August 2024 RM'000 (Unaudited)	Preceding Year To Date 31 August 2023 RM'000 (Unaudited)
Revenue	42,376	30,138	82,887	58,624
Operating expenses	(33,932)	(31,625)	(65,064)	(53,855)
Other operating income	1,536	6,315	1,754	6,325
Results from operating activities	9,980	4,828	19,577	11,094
Share of associate's profit	86	497	257	811
Share of joint ventures' loss	(94)	(3)	(212)	(22)
Interest income	230	67	363	110
Interest expenses	(697)	(826)	(1,399)	(1,429)
Profit before taxation	9,505	4,563	18,586	10,564
Tax expense	(2,440)	(1,622)	(4,822)	(3,679)
Profit after taxation	7,065	2,941	13,764	6,885
Other comprehensive income for the period	(32)	-	(32)	-
Total comprehensive income for the period attributable to owners of the Company	7,033	2,941	13,732	6,885
Earnings per share (sen):				
Basic	3.97	1.80	7.74	4.21
Diluted	3.33	1.56	6.49	3.66

*The selected explanatory notes form an integral part of, and, should be read in conjunction with, this interim financial report.*

# PGF CAPITAL BERHAD

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(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 AUGUST 2024

	As at end of Current Quarter 31 August 2024 RM'000 (Unaudited)	As at Preceding Financial Year End 29 February 2024 RM'000 (Audited)
<b>Assets</b>		
Property, plant and equipment	58,251	58,404
Investment property	5,095	5,160
Right-of-use assets	19,745	21,058
Investment in associate	2,181	2,026
Investment in joint ventures	1,992	485
Other investment	807	807
Inventories	147,675	147,491
Deferred tax assets	1,217	1,342
<b>Total non-current assets</b>	<b>236,963</b>	<b>236,773</b>
Inventories	31,025	28,366
Biological assets	108	107
Trade and other receivables	43,334	25,049
Current tax assets	10	15
Cash and cash equivalents	43,941	26,103
<b>Total current assets</b>	<b>118,418</b>	<b>79,640</b>
<b>Total assets</b>	<b>355,381</b>	<b>316,413</b>
<b>Equity</b>		
Share capital	233,332	206,539
Irredeemable convertible preference shares	4,602	7,579
Reserves	8,521	(2,302)
<b>Equity attributable to owners of the Company</b>	<b>246,455</b>	<b>211,816</b>
<b>Liabilities</b>		
Deferred tax liabilities	30,093	30,495
Loans and borrowings	18,246	17,823
Lease liabilities	12,948	13,542
Deferred income on government grants	5,580	5,757
<b>Total non-current liabilities</b>	<b>66,867</b>	<b>67,617</b>
Trade and other payables	21,692	15,792
Loans and borrowings	8,503	11,654
Lease liabilities	4,421	4,257
Contract liabilities	3,973	3,813
Current tax liabilities	3,470	1,464
<b>Total current liabilities</b>	<b>42,059</b>	<b>36,980</b>
<b>Total liabilities</b>	<b>108,926</b>	<b>104,597</b>
<b>Total equity and liabilities</b>	<b>355,381</b>	<b>316,413</b>
<b>Net assets per share (sen)</b>	<b>138.62</b>	<b>129.50</b>

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# PGF CAPITAL BERHAD

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## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 AUGUST 2024

	Share capital RM'000	Irredeemable convertible preference share RM'000	Capital reserve RM'000	Currency translation reserve RM'000	Retained profits/ (Accumulated losses) RM'000	Total RM'000
At 1 March 2023	205,734	7,668	670	(36)	(11,824)	202,212
Conversion of irredeemable convertible preferences shares	285	(31)	-	-	-	254
Dividend paid	-	-	-	-	(1,636)	(1,636)
Total transactions with owners	285	(31)	-	-	(1,636)	(1,382)
Profit after taxation for the period	-	-	-	-	6,885	6,885
Currency translation differences for foreign operations	-	-	-	(10)	-	(10)
Total comprehensive income for the period	-	-	-	(10)	6,885	6,875
At 31 August 2023	206,019	7,637	670	(46)	(6,575)	207,705
At 1 March 2024	206,538	7,579	-	32	(2,334)	211,815
Conversion of irredeemable convertible preferences shares	26,794	(2,977)	-	-	-	23,817
Dividend paid	-	-	-	-	(2,909)	(2,909)
Total transactions with owners	26,794	(2,977)	-	-	(2,909)	20,908
Profit after taxation for the period	-	-	-	-	13,764	13,764
Currency translation differences for foreign operations	-	-	-	(32)	-	(32)
Total comprehensive income for the period	-	-	-	(32)	13,764	13,732
At 31 August 2024	233,332	4,602	-	-	8,521	246,455

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## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 AUGUST 2024

	31 August 2024 RM'000 (Unaudited)	31 August 2023 RM'000 (Unaudited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before tax</b>	18,586	10,564
<b>Adjustments for :</b>		
Depreciation of property, plant and equipment	3,326	5,930
Depreciation of right-of-use assets	2,484	159
Depreciation of investment property	65	65
Fair value changes in biological assets	(52)	-
Property, plant and equipment written off	9	2,395
Gain on disposal of property, plant and equipment	(35)	-
Biological assets written off	60	-
Amortisation of deferred income	(373)	-
Grant received for certification	(465)	-
Interest income	(363)	(110)
Interest expense	1,399	1,429
Share of associate's profit	(257)	(811)
Share of joint ventures' loss	212	22
Unrealised loss on foreign exchange	3,106	-
<b>Operating profit before working capital changes</b>	<b>27,702</b>	<b>19,643</b>
<b>Changes in:</b>		
Inventories	(2,843)	(2,020)
Biological assets	(9)	-
Trade and other receivables	(21,391)	(3,922)
Trade and other payables	5,900	(4,026)
Contract liabilities	160	(96)
<b>Cash generated from operations</b>	<b>9,519</b>	<b>9,579</b>
Tax paid	(3,108)	(463)
Tax refunded	20	-
<b>Net cash from operating activities</b>	<b>6,431</b>	<b>9,116</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	363	110
Proceeds from disposal of property, plant and equipment	35	-
Acquisition of property, plant and equipment	(3,251)	(3,241)
Acquisition of right-of-use assets	(64)	-
Government grants received	661	-
Addition of investment in joint ventures	(1,727)	(750)
<b>Net cash used in investing activities</b>	<b>(3,983)</b>	<b>(3,881)</b>

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## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 AUGUST 2024

	31 August 2024 RM'000 (Unaudited)	31 August 2023 RM'000 (Unaudited)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(1,489)	(1,429)
Payment of lease liabilities	(1,504)	(506)
Repayment of short term borrowings, net	(3,623)	(355)
Drawdown/(Repayment) of term loans, net	485	(1,996)
Proceed from conversion of irredeemable convertible preference shares	23,816	253
Dividend paid	(2,909)	(1,636)
<b>Net cash from/(used in) financing activities</b>	<b>14,776</b>	<b>(5,669)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>17,224</b>	<b>(434)</b>
<b>Currency translation differences</b>	<b>114</b>	<b>(10)</b>
<b>Cash and cash equivalents at beginning of financial period</b>	<b>26,103</b>	<b>19,234</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>43,441</b>	<b>18,790</b>
Note :		
<b>Cash and cash equivalents at end of financial period comprises:</b>		
Cash and bank balances	22,544	7,900
Short-term deposits	20,000	10,890
Term deposits pledged as security	1,397	-
	43,941	18,790
Bank overdrafts	(500)	-
	43,441	18,790

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### PART A: REQUIREMENTS OF MFRS 134 INTERIM FINANCIAL REPORTING

#### 1. Basis of Preparation

The interim financial report is unaudited and has been prepared in compliance with MFRS 134, Interim Financial Reporting and the additional disclosure requirements in Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the most recent annual audited financial statements of the PGF Capital Berhad (“**PGF**” or the “**Company**”) and its subsidiaries (“**Group**”) for the financial year ended 29 February 2024. These explanatory notes 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 29 February 2024 (“**FYE 2024**”).

#### 2. Significant Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with the most recent annual audited financial statements for the FYE 2024 except for the adoption of the following MFRSs, amendments and interpretations which are effective from the annual period beginning on or after 1 January 2024:

- Amendments to MFRS 16, *Leases - Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101, *Presentation of Financial Statements - Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 107, *Statement of Cash Flows* and MFRS 7, *Financial Instruments: Disclosures - Supplier Finance Arrangements*

The adoption of new amendments did not have any significant impacts on the financial statements of the Group.

#### **MFRSs, amendments and interpretations effective for annual periods beginning on or after 1 January 2025**

- Amendments to MFRS 121, *The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability*

#### **MFRSs, amendments and interpretations effective for annual periods beginning on or after 1 January 2026**

- Amendments to MFRS 7, *Financial Instruments: Disclosures* and MFRS 9, *Financial Instruments - The Classification and Measurement of Financial Instruments*

#### **MFRSs, amendments and interpretations effective for annual periods beginning on or after 1 January 2027**

- Amendments to MFRS 18, *Presentation and Disclosure in Financial Statements*
- Amendments to MFRS 19, *Subsidiaries without Public Accountability: Disclosures*

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### 2. Significant Accounting Policies (cont'd)

#### **MFRSs, amendments and interpretations effective for annual periods beginning on or after a date yet to be confirmed**

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The initial application of the above MFRSs, amendments and interpretations are not expected to have any significant impact on the financial statements of the Group.

### 3. Audit Report for Preceding Financial Year

There was no qualification on the auditors' report in respect of the preceding annual financial statements of PGF.

### 4. Seasonal or Cyclical Factors

The Insulation and Related Products ("**Insulation**") segment of the Group will experience lower revenue during the festive holiday season.

### 5. Unusual Items

There were no unusual items for the current quarter and the financial period under review.

### 6. Exceptional Items

There were no exceptional items for the current quarter and the financial period under review.

### 7. Changes in Estimates

There were no changes in estimates from the prior financial years that have a material effect on the current quarter and the financial period under review.

### 8. Debt and Equity Securities

Save as disclosed below, there were no issuances or repayments of debt or equity shares, share buy-backs, share cancellations, shares held as treasury shares or resale of treasury shares during the financial period under review.

During the current financial period, the Company has issued a total of 29,770,750 ordinary shares pursuant to the conversion of 29,770,750 Irredeemable Convertible Preference Shares ("**ICPS**") by way of conversion of 1 unit of ICPS with payment of RM0.80 each in cash for 1 new ordinary share as follows:

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### 8. Debt and Equity Securities (cont'd)

Date	No. of ICPS Converted/ No. of Ordinary Shares Allotted	Consideration (RM)
19 March 2024	56,200	44,960
8 April 2024	32,100	25,680
19 April 2024	116,000	92,800
8 May 2024	13,900	11,120
29 May 2024	16,856,250	13,485,000
13 June 2024	28,100	22,480
24 June 2024	12,553,300	10,042,640
04 July 2024	92,700	74,160
17 July 2024	15,100	12,080
30 July 2024	7,100	5,680
<b>Total</b>	<b>29,770,750</b>	<b>23,816,600</b>

### 9. Dividends Paid

A final dividend of 1.5 sen per ordinary share amounting to RM2,909,126 in respect of FYE 2024 was paid on 15 August 2024.

### 10. Segmental Reporting

Financial data by business segment for the Group

	Current Period To Date				
	← 31 August 2024 →				
	Insulation	Property development	Investment holding	Others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	82,547	-	204	136	82,887
<b>Segment results</b>	22,729	(494)	(1,830)	(828)	19,577
Share of associate's profit					257
Share of joint ventures' loss					(212)
Interest income					363
Interest expense					(1,399)
Profit before taxation ("PBT")					18,586
Taxation					(4,822)
Profit after taxation ("PAT")					13,764
<b>Segment assets</b>	144,709	149,766	41,484	19,422	355,381



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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### 10. Segmental Reporting (cont'd)

	← Preceding Period To Date →				
	31 August 2023				
	Insulation RM'000	Property development RM'000	Investment holding RM'000	Others RM'000	Consolidated RM'000
Revenue from external customers	57,492	650	204	278	58,624
<b>Segment results</b>	13,568	72	(1,532)	(1,014)	11,094
Share of associate's profit					811
Share of joint ventures' loss					(22)
Interest income					110
Interest expense					(1,429)
Profit before taxation ("PBT")					10,564
Taxation					(3,679)
Profit after taxation ("PAT")					6,885
<b>Segment assets</b>	125,812	150,344	18,769	13,800	308,725

### 11. Valuation of Property, Plant and Equipment

No valuation policy was adopted for property, plant and equipment. The Group availed the transitional provisions issued by the Malaysian Accounting Standards.

The Board of Directors ("Board") adopted the International Accounting Standard No 16 (Revised) that entails the assets of the Group comprising land and buildings that were revalued in 1992 to be stated at their existing carrying amounts less accumulated depreciation.

### 12. Material Events Subsequent to the End of the Period Reported on Not Reflected in the Financial Statements for the Said Period

Save as disclosed below, there were no material events subsequent to the end of the period reported which have not been reflected in the financial statements as at 31 August 2024.

PGF had on 13 September 2024, via its wholly owned subsidiary, NetZero Technology Sdn. Bhd., entered into a Sales and Purchase Agreement to acquire the part of the land identified as Plot 5 held under Geran 220231, Lot 3432 (formerly known as H.S.(D) 16307 for PT 4184), Pekan Padang Meha, Daerah Kulim, Negeri Kedah Darul Aman to be subdivided and measuring approximately 23.9 acres or 1,041,084 square feet, to be known as "Kulim East Industrial Park" for a consideration of Ringgit Malaysia Forty Million only ("Acquisition"). The Acquisition is for the Group's future expansion purpose.

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### 13. Changes in Composition of the Group

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

### 14. Contingent Liabilities or Contingent Assets

There were no contingent liabilities or assets for the Group as at 31 August 2024.

### 15. Related Party Transactions

There were no related party transactions during the current quarter and the financial period under review.

### 16. Capital Commitments

As at 31 August 2024, the Group has the following capital commitments:

	<b>31 Aug 24 RM'000</b>
Contracted but not provided for in the financial statements	
- Property, plant and equipment	<u>1,342</u>

### 17. Profit for the Period

This is arrived at after crediting/(charging):

	<b>Current Quarter 31 Aug 24 RM'000</b>	<b>Current Year To-Date 31 Aug 24 RM'000</b>
Interest income	230	363
Interest expense	(697)	(1,399)
Depreciation and amortisation	(2,929)	(5,875)
Property, plant and equipment written off	(9)	(9)
Gain on disposal of property, plant and equipment	35	35
Foreign exchange loss (realised and unrealised)	(2,672)	(2,397)
Amortisation of deferred income on government grants received for modernisation and equipment upgrading	187	373
Government grant received for certification	<u>465</u>	<u>465</u>

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### PART B: REQUIREMENTS OF APPENDIX 9B OF MAIN MARKET LISTING REQUIREMENTS

#### 1. Review of Performance

	← Individual Quarter →			← Cumulative Quarter →		
	Current Quarter 31 Aug 24 RM'000	Preceding Quarter 31 Aug 23 RM'000	Changes Increase/ (Decrease) %	Current Year To Date 31 Aug 24 RM'000	Preceding Year To Date 31 Aug 23 RM'000	Changes Increase/ (Decrease) %
<u>Revenue</u>						
Insulation	42,214	29,200	44.57	82,547	57,492	43.58
Property development	-	650	(100.00)	-	650	(100.00)
Investment holding	102	108	(5.56)	204	204	-
Others	60	180	(66.67)	136	278	(51.08)
	<u>42,376</u>	<u>30,138</u>	<u>40.61</u>	<u>82,887</u>	<u>58,624</u>	<u>41.39</u>
<u>PBT/ (Loss before tax ("LBT"))</u>						
Insulation	11,153	5,066	120.15	21,749	12,417	75.16
Property development	(200)	278	(171.94)	(490)	74	(762.16)
Investment holding	(1,011)	(390)	159.23	(1,729)	(842)	105.34
Others	(437)	(391)	11.76	(944)	(1,085)	(13.00)
	<u>9,505</u>	<u>4,563</u>	<u>108.31</u>	<u>18,586</u>	<u>10,564</u>	<u>75.94</u>

#### Group

The Group's revenue for the current quarter ended 31 August 2024 ("**Q2 2025**") was RM42.38 million, an increase of RM12.24 million or 40.61% as compared to the preceding year quarter ended 31 August 2023 ("**Q2 2024**"). The Group recorded PBT of RM9.51 million in Q2 2025 compared to RM4.56 million in the corresponding Q2 2024.

For the current year-to-date ("YTD") period ended 31 August 2024, the Group's revenue has increased by RM24.26 million or 41.39% to RM82.89 million as compared to preceding year corresponding period ended 31 August 2023. The increase was mainly driven by higher sales contribution from the Insulation business. In line with the increased sales, the Group's PBT rose to RM18.59 million from RM10.56 million in the preceding year corresponding period ended 31 August 2023.

#### Insulation segment

Revenue of Insulation segment increased by 44.57% or RM13.01 million to RM42.21 million in Q2 2025 as compared to Q2 2024 on the back of stronger demand, particularly from the Oceania markets. As a result, PBT for Q2 2025 has increased to RM11.15 million from RM5.07 million recorded in Q2 2024.

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### 1. Review of Performance (cont'd)

#### Property development segment

No revenue was achieved by this segment in the current Q2 2025 as compared to RM0.65 million generated in Q2 2024. The property development segment has recorded a LBT of RM0.20 million for the current Q2 2025 as compared to a PBT of RM0.28 million in Q2 2024. The LBT was purely attributable to expenses incurred in the absence of any revenue during the current Q2 2025.

#### Investment holding segment

The investment holding segment includes investment holding company activities, rental of property, investments in an associate company and joint ventures. This segment registered a LBT of RM1.01 million for the current Q2 2025 compared to LBT of RM0.39 million in Q2 2024. The increase of LBT by RM0.62 million was mainly due to lower profit generated by an associate company coupled with losses suffered by joint venture companies.

#### Others

This segment registered a LBT of RM0.44 million for the current Q2 2025 compared to LBT of RM0.39 million in Q2 2024. The increase in the LBT was mainly attributable to the increase in operating expenditures.

### 2. Variation of Results Against Immediate Preceding Quarter

	Current Quarter 31 Aug 24 (Q2 2025) RM'000	Immediate Preceding Quarter 31 May 24 (Q1 2025) RM'000	Changes Increase %
Revenue	42,376	40,511	4.60
PBT	9,505	9,081	4.67

The Group recorded PBT of RM9.51 million for the current Q2 2025 as compared to RM9.08 million in the preceding quarter, Q1 2025. The increase in PBT was mainly due to better performance of the Insulation segment. The revenue of the Insulation segment increased to RM42.21 million in Q2 2025 from RM40.33 million recorded in Q1 2025, resulted in a PBT of RM11.15 million in Q2 2025 compared to the preceding Q1 2025 of RM10.60 million.

### 3. Prospects for the Current Financial Year

#### Insulation

The Insulation shall continue to drive earnings for the Group in the current financial year. Demand for insulation, particularly in Australia, remains steady. As mentioned in the past, the growth is driven by structural change involving the revision in building code which calls for greater use of insulation, in addition to the Australian government's target to build 1.2 million new homes over the next five years. Capitalising on this demand, we have our own delivery fleet and distribution hubs across key cities in Australia – Melbourne, Sydney, Brisbane and Perth where we are in close proximity to our customers and are able to provide them with prompt services.

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### 3. Prospects for the Current Financial Year (cont'd)

Looking ahead into the next quarter, however, while demand is expected to remain healthy, the Group expects potential impacts from the recent strengthening of the RM against the AUD; a temporary shortage in skilled labour in Australia; as well as disruption caused by strike among Australian construction workers over the federal administration of its union. We anticipate the situation to gradually normalise towards the fourth quarter.

Back home in Malaysia, we are currently undergoing the Standards and Industrial Research Institute of Malaysia ("SIRIM") and Fire Department of Malaysia ("BOMBA") certifications for our new products – the mineral wool sandwich panels, which are suitable for industrial and commercial buildings including data centres due to its excellent thermal performance. To recap, in July 2024, we partnered with Centria Building Material Manufacturing (Shanghai) Co., Ltd. ("Centria International"), a global leader in advanced building materials, where we are appointed the exclusive distributor of their mineral wool sandwich panels in Malaysia.

#### Property Development

The Phase 1 of our property development project in Tanjong Malim, Perak, in partnership with Malvest Properties Sdn. Bhd. is currently pending regulatory approval. This development aligns with the Malaysian Government's vision of transforming Proton City into an Automotive High-Tech Valley. The initial phase will include a mix of residential and commercial units to meet the growing needs of the local community.

#### Others

The Group remains committed to exploring new business opportunities that can enhance shareholder value. We are actively seeking investments in eco-tourism, agriculture, and aquaculture to leverage the potential of our land holdings.

### 4. Variance of Actual Profit from Forecast Profit/ Profit Guarantee

Not Applicable.

### 5. Tax Expense

	← Individual Quarter →		← Cumulative Quarter →	
	Current Quarter	Preceding Quarter	Current Year To-Date	Preceding Year To-Date
	31 Aug 24	31 Aug 23	31 Aug 24	31 Aug 23
	RM'000	RM'000	RM'000	RM'000
Malaysia Taxation	4,524	1,622	6,441	3,332
Deferred Taxation	(2,084)	-	(1,619)	347
	<u>2,440</u>	<u>1,622</u>	<u>4,822</u>	<u>3,679</u>

### 6. Profits/ (Losses) on sale of unquoted investments and/or properties

There were no profits/ (losses) on sale of unquoted investments and/or properties for the current quarter and the financial period under review.

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### 7. Quoted Securities

There were no purchases or disposals of quoted securities for the current quarter and the financial period under review.

### 8. Status of Corporate Proposals

#### Renounceable Rights Issue of ICPS and Proposed Amendments to the Constitution of PGF (“Proposals”)

On 3 November 2021, PGF proposed to undertake a renounceable rights issue of up to 79,987,474 new ICPS in PGF on the basis of 1 ICPS for every 2 existing ordinary shares in PGF (“Rights Issue”). In conjunction with the Rights Issue, PGF proposed to amend the Constitution of PGF to facilitate the creation and issuance of the ICPS. The Rights Issue have been completed on 9 March 2022 with the listing of and quotation for 79,987,474 ICPS on the Main Market of Bursa Securities.

On 7 March 2024, the Company announced the extension of time for the unutilised proceeds pursuant to the Rights Issue for an additional twelve (12) months up to 8 March 2025. The Group requires additional time to complete the expansion plan, mainly due to the delay in obtaining the relevant authorities’ approval for the re-zoning of the Land of its ecotourism project in Tanjong Malim, Perak.

The status of the utilisation of the proceeds pursuant to the Rights Issue as at 28 October 2024 (being the latest practicable date) was as follows:

Details of Utilisation	Intended Time Frame for Utilisation	Proposed Utilisation RM'000	Actual Utilisation RM'000	Deviation RM'000	Balance RM'000
Expansion of business	Within 24 months (extended for an additional 12 months)	6,000	3,818	-	2,182
General working capital	Within 12 months	1,459	1,459	-	-
Estimated expense in relation to the Proposals	Upon completion of the Rights Issue	540	540	-	-
<b>Total</b>		<b>7,999</b>	<b>5,817</b>	<b>-</b>	<b>2,182</b>

# PGF CAPITAL BERHAD

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(Incorporated in Malaysia)

## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### 9. Group Borrowings

	← As at 31 August 2024 →		
	Long term RM'000	Short term RM'000	Total borrowings RM'000
<b>Secured</b>			
Term loans	18,246	4,572	22,818
<b>Unsecured</b>			
Bank overdrafts	-	500	500
Other borrowings	-	3,431	3,431
<b>Total group borrowings</b>	<u>18,246</u>	<u>8,503</u>	<u>26,749</u>

	← As at 29 February 2024 →		
	Long term RM'000	Short term RM'000	Total borrowings RM'000
<b>Secured</b>			
Term loans	17,823	4,600	22,423
<b>Unsecured</b>			
Other borrowings	-	7,054	7,054
<b>Total group borrowings</b>	<u>17,823</u>	<u>11,654</u>	<u>29,477</u>

Details of the borrowings denominated in each currency:

	As at 31 Aug 24 RM'000	As at 29 Feb 24 RM'000
Malaysian Ringgit	11,088	11,668
United States Dollar	<u>15,661</u>	<u>17,809</u>
	<u>26,749</u>	<u>29,477</u>

### 10. Dividend

The Board of Directors has declared a first interim dividend of 2 sen per ordinary share in respect of the financial year ending 28 February 2025, amounting to RM3.88 million, will be payable on 29 November 2024 to Depositors registered in the Record of Depositors at the close of business on 15 November 2024.

# PGF CAPITAL BERHAD

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## NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2024

### 11. Earnings Per Share

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31 Aug 24 RM'000	Preceding Quarter 31 Aug 23 RM'000	Current Year To-Date 31 Aug 24 RM'000	Preceding Year To-Date 31 Aug 23 RM'000
Profit after tax attributable to owners of the Company	<u>7,065</u>	<u>2,941</u>	<u>13,764</u>	<u>6,885</u>
	<b>No. of shares '000</b>	<b>No. of shares '000</b>	<b>No. of shares '000</b>	<b>No. of shares '000</b>
Weighted average number of ordinary shares for computing basic earnings per share	177,798	163,486	177,798	163,486
Number of ICPS deemed to have been converted for no consideration	<u>34,307</u>	<u>24,612</u>	<u>34,307</u>	<u>24,612</u>
Weighted average number of ordinary shares for computing diluted earnings per share	<u>212,105</u>	<u>188,098</u>	<u>212,105</u>	<u>188,098</u>
Basic earnings per share (sen)	<u>3.97</u>	<u>1.80</u>	<u>7.74</u>	<u>4.21</u>
Diluted earnings per share (sen)	<u>3.33</u>	<u>1.56</u>	<u>6.49</u>	<u>3.66</u>

By Order of the Board

Ch'ng Lay Hoon  
Company Secretary

Dated this 28 October 2024