

**KYM HOLDINGS BHD (Co. No. 198201004556 (84303-A))**  
**INTERIM FINANCIAL REPORT**  
**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT 31 OCTOBER 2024**

	<b>As at 31.10.2024 RM'000</b>	<b>As at 31.01.2024 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	33,197	34,522
Right-of-use assets	13,730	14,956
Investment properties	42,180	42,180
Goodwill	4,667	4,667
Other investments	1	1
	<u>93,775</u>	<u>96,326</u>
<b>Current assets</b>		
Inventories	26,007	17,685
Trade receivables	19,402	25,940
Other receivables	2,042	1,926
Current tax assets	3,086	2,872
Short-term investments	17,553	18,183
Fixed deposits with licensed banks	346	448
Cash and bank balances	9,920	4,336
	<u>78,356</u>	<u>71,390</u>
<b>TOTAL ASSETS</b>	<b><u>172,131</u></b>	<b><u>167,716</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	111,582	111,582
Employees' share scheme ("ESS") reserve	540	540
Retained earnings/(Accumulated losses)	1,851	(137)
<b>Total equity</b>	<u>113,973</u>	<u>111,985</u>
<b>Non-current liabilities</b>		
Borrowings	12,023	12,947
Deferred tax liabilities	6,890	7,208
	<u>18,913</u>	<u>20,155</u>
<b>Current liabilities</b>		
Trade payables	4,093	8,687
Other payables	6,543	8,265
Current tax liabilities	-	1
Borrowings	28,609	18,623
	<u>39,245</u>	<u>35,576</u>
<b>Total liabilities</b>	<u>58,158</u>	<u>55,731</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>172,131</u></b>	<b><u>167,716</u></b>
<b>Net assets per share attributable to ordinary equity holders of the parent (sen)</b>	<u>75</u>	<u>73</u>

The Condensed Consolidated Statements of Financial Position (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2024.

**KYM HOLDINGS BHD (Co. No. 198201004556 (84303-A))**  
**INTERIM FINANCIAL REPORT**  
**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2024**

	Current quarter ended 31.10.2024 RM'000	9 months cumulative for current financial year-to- date ended 31.10.2024 RM'000	Comparable quarter ended 31.10.2023 RM'000	Comparable 9 months cumulative for preceding financial year-to-date ended 31.10.2023 RM'000
Revenue	20,454	65,269	25,789	74,985
Other income	295	813	382	16,288
Operating expenses	(19,534)	(61,722)	(25,329)	(76,892)
Finance costs	(623)	(1,587)	(498)	(1,593)
Net (impairment losses)/reversal of impairment losses on financial assets	(17)	(67)	88	99
<b>Profit before tax</b>	<b>575</b>	<b>2,706</b>	<b>432</b>	<b>12,887</b>
Income tax expense	(264)	(718)	(87)	(1,759)
<b>Profit for the financial period</b>	<b>311</b>	<b>1,988</b>	<b>345</b>	<b>11,128</b>
Other comprehensive income for the financial period	-	-	-	-
<b>Total comprehensive income for the financial period</b>	<b>311</b>	<b>1,988</b>	<b>345</b>	<b>11,128</b>
<b>Profit after tax/Total comprehensive income for the financial period attributable to:</b>				
Owners of the Company	311	1,988	345	11,128
<b>Earnings per share attributable to owners of the Company (sen):</b>				
Basic:	0.20	1.30	0.23	7.31
Diluted:	0.20	1.30	0.23	7.30

The Condensed Consolidated Statements of Comprehensive Income (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2024.

**KYM HOLDINGS BHD (Co. No. 198201004556 (84303-A))**  
**INTERIM FINANCIAL REPORT**  
**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2024**

	For the 9 months period ended 31.10.2024 RM'000	For the 9 months period ended 31.10.2023 RM'000
<b>CASH FLOWS (FOR)/FROM OPERATING ACTIVITIES</b>		
Profit before tax	2,706	12,887
Adjustments for:		
Non-cash items	4,210	4,163
Non-operating items	1,188	(13,297)
<b>Operating profit before working capital changes</b>	<b>8,104</b>	<b>3,753</b>
Net change in current assets	(1,967)	19,594
Net change in current liabilities	(6,316)	(13,858)
<b>Cash (used in)/generated from operations</b>	<b>(179)</b>	<b>9,489</b>
Income tax paid	(1,251)	(1,866)
Interest paid	(233)	(279)
Real property gains tax paid	-	(1,499)
<b>Net cash (for)/from operating activities</b>	<b>(1,663)</b>	<b>5,845</b>
<b>CASH FLOWS (FOR)/FROM INVESTING ACTIVITIES</b>		
Interest received	466	412
Proceeds from disposal of assets held for sale and investment property	-	22,975
Proceeds from disposal of property, plant and equipment	-	22
Purchase of property, plant and equipment	(1,659)	(855)
Uplift of fixed deposits pledged to licensed banks	-	1,114
<b>Net cash (for)/from investing activities</b>	<b>(1,193)</b>	<b>23,668</b>
<b>CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES</b>		
Interest paid	(1,354)	(1,314)
Net drawdown of bankers' acceptances	148	(2,160)
Net drawdown/(repayment) of bills payable	9,927	(5,282)
Repayment of hire purchase payables	(136)	(1,667)
Repayment of lease liabilities	(1,133)	(984)
Repayment of term loans	(64)	(93)
Net drawdown of revolving credit	251	-
<b>Net cash from/(for) financing activities</b>	<b>7,639</b>	<b>(11,500)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>4,783</b>	<b>18,013</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>18,804</b>	<b>(587)</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>23,587</b>	<b>17,426</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Short-term investments	17,553	19,227
Fixed deposits with licensed banks	346	434
Cash and bank balances	9,920	2,799
Bank overdrafts	(3,886)	(4,701)
	23,933	17,759
Less : Fixed deposits pledged to licensed banks	(346)	(333)
	<b>23,587</b>	<b>17,426</b>

The Condensed Consolidated Statements of Cash Flows (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2024.

**KYM HOLDINGS BHD (Co. No. 198201004556 (84303-A))**  
**INTERIM FINANCIAL REPORT**  
**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2024**

	Share capital RM'000	Revaluation reserve RM'000	ESS reserve RM'000	Retained earnings/ (Accumulated losses) RM'000	Attributable to owners of the Company RM'000	Non-controlling interests RM'000	Total equity RM'000
<b>At 1 February 2023</b>	111,217	72	-	(13,266)	98,023	-	98,023
Profit after tax/Total comprehensive income for the financial period	-	-	-	11,128	11,128	-	11,128
<b>Transactions with owners of the Company:</b>							
Ordinary shares issued pursuant to a share grant under ESS	365	-	(365)	-	-	-	-
ESS shares forfeited	-	-	(3)	3	-	-	-
Share-based payment transactions	-	-	912	-	912	-	912
<b>At 31 October 2023</b>	111,582	72	544	(2,135)	110,063	-	110,063
<b>At 1 February 2024</b>	111,582	-	540	(137)	111,985	-	111,985
Profit after tax/Total comprehensive income for the financial period	-	-	-	1,988	1,988	-	1,988
<b>At 31 October 2024</b>	111,582	-	540	1,851	113,973	-	113,973

The Condensed Consolidated Statements of Changes in Equity (unaudited) should be read in conjunction with the Annual Audited Financial Report for the year ended 31 January 2024.

**KYM HOLDINGS BHD (Co. No. 198201004556 (84303-A))  
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE THIRD  
QUARTER ENDED 31 OCTOBER 2024**

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL  
STATEMENTS**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1 Basis of Preparation**

The interim financial statements of the Group are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: “Interim Financial Reporting” issued by Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2024.

The accounting policies and method of computations used in the preparation of the interim financial statements are consistent with those adopted in the annual audited financial statements for the year ended 31 January 2024.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the accounting period beginning 1 February 2024.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretation, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption.

**A2 Status of Audit Qualifications**

The audited financial statements of the Group for the financial year ended 31 January 2024 were not subject to any audit qualification.

**A3 Seasonal or Cyclical Factors**

The Group’s operations have not been materially affected by seasonal or cyclical factors.

**A4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and period ended 31 October 2024.

**A5 Material Changes in Estimates**

There were no material changes in estimates used in the preparation of the financial statements in the current financial quarter as compared with the previous financial quarters or previous financial year.

**A6 Issuance, Cancellation, Repurchases, Resale and Repayments of Debt and Equity Securities**

There were no issuance, cancellation, repurchases, resale and repayments of debt and equity securities during the current quarter and period ended 31 October 2024.

**A7 Dividend Paid**

There was no dividend paid during the current quarter and financial period under review.

**A8 Segmental Reporting (Analysis by business segments)**

Segmental analysis of the results for 9 months ended 31 October 2024:

	<b>Gross revenue RM'000</b>	<b>Profit before tax RM'000</b>	<b>Segment assets RM'000</b>	<b>Segment liabilities RM'000</b>
Manufacturing	74,875	5,133	133,795	73,065
Investment holding/Others	2,409	(333)	185,531	134,400
	<hr/>	<hr/>	<hr/>	<hr/>
Elimination	77,284 (12,015)	4,800 (2,094)	319,326 (150,281)	207,465 (156,197)
	<hr/>	<hr/>	<hr/>	<hr/>
	65,269	2,706	169,045	51,268
	<hr/>	<hr/>	<hr/>	<hr/>
Unallocated assets			3,086	-
Unallocated liabilities			-	6,890
			<hr/>	<hr/>
			172,131	58,158
			<hr/>	<hr/>

The Group's turnover was fully contributed by the Group's core business, which is the manufacturing of industrial packaging materials.

	<b>RM'000</b>
<b>Gross revenue</b>	
Manufacturing	74,875
Less: Intercompany elimination	<hr/> (9,606)
	<hr/> 65,269
Investment holding/Others	2,409
Less: Intercompany elimination	<hr/> (2,409)
	<hr/> -
	<hr/> 65,269
	<hr/>

**A9 Valuations of Property, Plant and Equipment**

The valuations of land and buildings have been brought forward without any amendments from the previous annual report.

**A10 Valuation of Investment Properties**

The Group adopts the fair value model for its investment properties. There was no significant and indicative change in value of the said investment properties since the last financial year ended 31 January 2024.

**A11 Material Subsequent Events**

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

**A12 Changes in Composition of the Group**

There were no changes in the composition of the Group during the financial period under review.

**A13 Changes in Contingent Liabilities and Contingent Assets**

There were no significant changes in the contingent liabilities or contingent assets since the last financial year ended 31 January 2024.

**A14 Capital Commitments**

Capital commitments not provided for in the interim financial statements as at the end of the financial periods are as follows:

	<b>As at 31.10.2024 RM'000</b>	<b>As at 31.01.2024 RM'000</b>
<b>Approved and contracted for:</b>		
- Property, plant and equipment	33	1,056

**PART B: ADDITIONAL INFORMATION REQUIRED PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1 Review of Performance**

	<b>Current quarter ended 31.10.2024 RM'000</b>	<b>Comparable quarter ended 31.10.2023 RM'000</b>	<b>Change %</b>	<b>Cumulative year to-date ended 31.10.2024 RM'000</b>	<b>Cumulative year to-date ended 31.10.2023 RM'000</b>	<b>Change %</b>
Revenue	20,454	25,789	-20.69%	65,269	74,985	-12.96%
Gross profit	4,205	3,455	21.71%	12,525	7,201	73.93%
Profit before interest and tax	1,040	764	36.13%	3,827	14,068	-72.80%
Profit before tax	575	432	33.10%	2,706	12,887	-79.00%
Profit after tax	311	345	-9.86%	1,988	11,128	-82.14%
Profit attributable to ordinary equity holders	311	345	-9.86%	1,988	11,128	-82.14%

Quarter ended 31.10.2024 compared with quarter ended 31.10.2023

For the quarter under review, the Group recorded a revenue of RM20.454 million with a profit before tax of RM0.575 million compared with the revenue of RM25.789 million and profit before tax of RM0.432 million for the corresponding quarter in the preceding financial period ended 31 October 2023.

The 21% decrease in revenue was mainly due to the slower sales momentum in all sectors.

Despite lower revenue, the Manufacturing segment reported a higher profit before tax of RM1.560 million for the quarter under review, as compared to a profit before tax of RM1.266 million reported in the corresponding quarter in the preceding period. The increase was mainly driven by the Multiwall Industrial Paper Sacks division due to the higher gross profit margin resulting from the ongoing cost optimization initiatives .

For Investment holding/Others segment, the current quarter loss before tax was RM0.985 million as compared to a loss before tax of RM0.834 million in the corresponding quarter in the preceding period. The higher loss before tax is primarily due to the increase in administrative expenses during the current quarter.

Current financial period ended 31.10.2024 against preceding financial period ended 31.10.2023

During the current financial period ended 31 October 2024, the Group posted a revenue of RM65.269 million as compared to its corresponding preceding financial period ended 31 October 2023 of RM74.985 million. The lower revenue was mainly due to a lower sales from the Carton Box division.

The Group recorded a lower profit before tax in the current financial period of RM2.706 million compared to a profit before tax of RM12.877 million in the preceding financial period, on the absence of one-off gain from the disposal of land and building recognised in the previous financial.

The Manufacturing segment recorded a profit before tax of RM5.448 million in the current financial period compared to a profit before tax of RM0.646 million in the preceding financial period. The increase in profit before tax for the current financial period was mainly attributable to the ongoing cost optimization initiatives.



## B1 Review of Performance (Cont'd)

Current financial period ended 31.10.2024 against preceding financial period ended 31.10.2023 (Cont'd)

The Investment holding/Others segment recorded a loss before tax of RM2.742 million in the current financial period compared to a profit before tax of RM12.241 in the preceding financial period. The decline is primarily due to the absence of one-off gain on disposal of land and buildings of RM15.285 million recognized in the preceding year.

## B2 Material Changes in the Profit Before Tax for the Current Quarter compared with the Preceding Quarter

	<b>Current quarter ended 31.10.2024 RM'000</b>	<b>Immediate preceding quarter ended 30.07.2024 RM'000</b>	<b>Change %</b>
Revenue	20,454	22,094	-7.43%
Gross profit	4,205	4,388	-4.17%
Profit before interest and tax	1,040	1,695	-38.64%
Profit before tax	575	1,351	-57.44%
Profit after tax	311	1,092	-71.52%
Profit attributable to ordinary equity holders	311	1,092	-71.52%

The Group's revenue has decreased by RM1.640 million or 7.43% as compared to the preceding quarter. The decrease was mainly attributable to the lower sales by the Multiwall Industrial Paper Sacks division.

Impacted by the lower revenue, the Group recorded a lower profit before tax of RM0.575 million for the current quarter, as compared to the profit before tax of RM1.351 million in the preceding quarter.

## B3 Prospects

KYM Group continues to focus on implementing the on-going business strategies and improving its operational efficiency to improve the top line and bottom line. On the other hand, the Group is exploring more opportunities arising from the growing demand for innovative and sustainable packaging products. As of 31 October 2024, total sales of the Top Deaeration Plastic Free Film ESG Sacks ("TDB Sacks") accounted for 7% of the total revenue of the Multiwall Industrial Paper Sacks division since the commercial production began in August last year. In addition to TDB Sacks, the Multiwall Industrial Paper Sacks is actively involved in R&D activities to develop new plastic free film packaging solution for different market.

The Carton Box division, being one of the few early pioneers in the corrugated carton box industry, attained its Food Safety System Certification (FSSC 22000) for its carton box manufacturing facility located at Beranang, Selangor. This remarkable achievement underscores KYM's commitment to maintaining the high standards in product quality and food safety. The certification will provide a great opportunity for the carton box facility to seek out and expand its market share especially in the F&B sector where only FSSC certified manufacturers are qualified.

### **B3 Prospects (Cont'd)**

KYM Group is committed to integrating sustainability initiatives into its operations. Following the completion of the rooftop solar PV system installation at the Beranang factory and Tapah, the Group expects to off-set part of the energy costs with renewable energy and reduce the Group's carbon footprint.

The ongoing Red Sea crisis continues to disrupt global trade due to route diversions which caused shipment delay for raw materials sourced from Europe and higher shipping cost. Amidst the challenges, the Group continues to be vigilant in the procurement process to mitigate disruption caused by unexpected shipment delays and supply shortage by securing supply from North America. In addition, the Group will also continue its efforts to optimize the operational costs to maintain competitiveness in the market .

At the same time, the Group remains committed to actively seeking new business opportunities and diversifying our income streams in order to enhance the financial position of the Group.

Barring any unforeseen circumstances, the Board is cautiously optimistic that the Group will be able to navigate the challenges by prudently managing the key risks and achieving satisfactory performance in the remainder of the financial year.

### **B4 Profit Forecast**

There is no published forecast or profit guarantee.

### **B5 Taxation**

The taxation for the Group for the current financial period under review was as follows:

	<b>Current quarter ended 31.10.2024 RM'000</b>	<b>Cumulative year-to-date ended 31.10.2024 RM'000</b>
Current tax:		
- Current year	353	1,019
- Prior year	17	17
Deferred tax:		
- Current year	(106)	(318)
	<u>264</u>	<u>718</u>

The effective tax rate of the Group for the current financial quarter and financial period ended 31 October 2024 were lower than the statutory tax rate of 24% mainly due to the realisation of deferred tax liabilities arising from fair value changes of investment properties.

### **B6 Status of Corporate Proposal Announced**

There were no corporate proposals announced or outstanding as at the date of this announcement.

**B7 Group Borrowings and Debt Securities**

	<b>As at 31.10.2024</b>		
	<b>Short term RM'000</b>	<b>Long term RM'000</b>	<b>Total borrowings RM'000</b>
<b>Secured</b>			
Bank overdrafts	3,886	-	3,886
Term loans	97	-	97
Bankers' acceptance	4,047	-	4,047
Bills payable	18,779	-	18,779
Hire purchase payables	137	319	456
Lease liabilities	1,212	11,704	12,916
Revolving credit	451	-	451
	<u>28,609</u>	<u>12,023</u>	<u>40,632</u>
<b>Unsecured</b>	<u>-</u>	<u>-</u>	<u>-</u>

The borrowings are denominated in the following currencies:

	<b>As at 31.10.2024 RM'000</b>
Ringgit Malaysia	21,854
Euro	13,740
United States Dollar	3,888
Chinese Yuan Renminbi	1,150
	<u>40,632</u>

**B8 Changes in Material Litigation**

As at the date of the report, there is no pending material litigation.

**B9 Dividend**

The Board of Directors does not recommend the payment of any dividend in respect of the financial period ended 31 October 2024.

**B10 Profit Before Tax**

Profit before tax is arrived at after charging/(crediting) the following:

	<b>Current quarter ended 31.10.2024 RM'000</b>	<b>Cumulative year to-date ended 31.10.2024 RM'000</b>
Depreciation of property, plant and equipment	1,004	2,984
Depreciation of right-of-use-assets	409	1,226
Foreign exchange (gain)/loss	(58)	62
Impairment losses on trade receivables	17	67
Interest expenses	623	1,587
Interest income	(158)	(466)

**B11 Earnings Per Share**

	<b>Current quarter ended 31.10.2024</b>	<b>Cumulative year to-date ended 31.10.2024</b>
<b>(a) Basic earnings per share</b>		
Profit attributable to owners of the Company (RM'000)	311	1,988
Weighted average number of ordinary shares in issue (Basic) ('000)	152,602	152,602
Basic earnings per share (sen)	0.20	1.30
<b>(b) Diluted earnings per share</b>		
Profit attributable to owners of the Company (RM'000)	311	1,988
Weighted average number of ordinary shares in issue (Basic) ('000)	152,602	152,602
Effect of assumed exercise of ESS options ('000)	#	#
Weighted average number of ordinary shares in issue (Diluted) ('000)	<u>152,602</u>	<u>152,602</u>
Diluted earnings per share (sen) *	0.20	1.30

# The potential exercise of ESS options is anti-dilutive as the exercise price is higher than the average market price of the Company's ordinary shares during the current quarter and cumulative quarter ended 31 October 2024. Accordingly, the exercise of ESS options has been ignored in the calculation of dilutive earnings per share.

\* Diluted earnings per share of the Group for the current quarter and cumulative quarter ended 31 October 2024 is equivalent to basic earnings per share as the potential exercise of ESS options is anti-dilutive and the Group does not have other dilutive potential ordinary shares in issue at the end of current quarter.

By Order of the Board

CHEE MIN ER  
Company Secretary

Petaling Jaya  
13 December 2024

c.c. Securities Commission